

Post-Graduate Course
Term End Examination – 2006

M. Com.

Auditing

Paper - XIX

Time : Two Hours

Full Marks : 50

(Weightage of Marks : 80%)

Special credit will be given for accuracy and relevance in the answer. Marks will be deducted for incorrect spelling, untidy work and illegible handwriting. The weightage for each question has been indicated in the margin.

Group A

Answer any **one** question. (15×1=15)

1. What is an Audit Committee ? State the relevant provisions of Companies Act and SEBI Act in respect thereof. 5+10
2. (a) Explain the nature and scope of an audit. State its objectives. 10
(b) How the planning of audit work is carried in case of first audit ? 5

Group B

Answer any **one** question. (10×1=10)

3. What is an internal audit ? Is it compulsory for every company ? State to what extent a statutory auditor can depend on internal audit report ? 3+3+4
4. (a) Distinguish between continuous audit and interim audit.
(b) Write short notes on 'Internal Control System'. 5+5

Group C

Answer any **one** question. (15×1=15)

5. What is cost audit ? Explain the relevant provisions of the Companies Act for such audit. What are its advantages ? 3+8+4
6. (a) State the contents of audit report as per Companies Act. Whether accounting standards are compulsory for preparation of accounts of a company ? 7+3
(b) Define the phrase "Fine and Fair view". 5

Group D

Answer any **one** question. (10×1=10)

7. Write short notes on :
(a) EDP audit and 5
(b) Limited review of interim financial statements. 5
8. What is management audit ? State the objectives and techniques of management audit. 3+7