

POST-GRADUATE COURSE

Term End Examination — December, 2008

M.Com.

AUDITING

PAPER XIX

Time — 2 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. (a) "Auditing is a Social Science"—Comment.
(b) Describe the stages of evolution of internal control system. 8+7
2. (a) What is an Audit Committee? Briefly mention the requirements of the Companies Act and SEBI with respect to such Committee.
(b) Is internal audit compulsory for every company? 10+5

Group – B

Answer any one question : 10×1=10

3. What do you mean by EDP system? Explain the audit techniques used in EDP environment. 10

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(2)

4. What is operational audit? What are its benefits. Mention the steps necessary for conducting operational audit. 10

Group – C

Answer any one question : 15×1=15

5. (a) What is cost audit? What are its advantages?
(b) State the provisions of the Companies Act relating to such audit. 5+10
6. Explain the context of audit report as per AAS-28 and the Companies Act. 15

Group – D

Answer any one question : 10×1=10

7. Discuss the rights and duties of an auditor as per Companies Act. 10
8. Write short notes (any two) : 5×2=10
(a) True and Fair view.
(b) Professional Ethics.
(c) Audit of Interim Financial Reporting.