

**V semester B.Com examination, Nov./Dec. 2008**  
**(Semester scheme)**

**COMMERCE**

**Elective Paper-5.6: Auditing - I**

**Time : 3 hrs max. marks:90**

**SECTION-A**

1. Answer any 10 sub-questions. Each sub question carries 2 marks (10x2=20).

- a) What do you understand by audit?
- b) What do you mean by 'Due Audit Care'?
- c) Mention the objects of an audit.
- d) State the types of frauds.
- e) What do you understand by Independent Audit?
- f) State the need for audit planning.
- g) What do you mean by 'Procedural Review'?
- h) Expand EDP and GAS.
- i) Give any two purposes of Input controls.
- j) State any 2 objectives of Internal control.
- k) Suggest any 2 measures in the Internal check system for postal sales.
- l) Give the meaning of an 'Audit Report'.

**SECTION-B**

Answer any five of the following. Each question carries 5 marks.

2. Describe the elements of an audit.
3. Describe the important professional qualities of an auditor.
4. Mention the applicability and features of Statutory audit.
5. What is meant by 'Audit Note Book'? what are its contents?
6. Describe the advantages and disadvantages of Routine checking.
7. What do you understand by CAAT? Describe briefly the common types of CAAT.
8. Define Internal Control. What are the characteristics of Internal control?
9. Define the audit report. Describe its contents.

## **SECTION-C**

Answer any three of the following. Each question carries 15 marks.

10. Explain the advantages and disadvantages /limitations of Auditing.
11. Enumerate the advantages and disadvantages of continuous audit. Suggest the precautionary measures for eliminating its disadvantages.
12. Define an 'Audit Programme'. State its merits and demerits.
13. Describe a suitable internal check system for purchases and sales.
14. a) how would you verify the following:  
(i) Land and Building (ii) book debts (iii) bills payable  
b) how would you value the following:  
(i) furniture (ii) patents