

Anjuman Islam Janjira Degree College of Science
Murud-Janjira, Raigad-402401
Affiliated to University of Mumbai

Class: -F.Y.B.A.F	Subject: - Auditing
Semester: -II	Course code: -
Exam Event: - (FH) Summer 2024	Marks: 75
Date: - 23/04/2024	Duration: - 2 Hours 30 Mins

N.B: 1. All questions are compulsory.

2. Figures to the right indicate full marks.

3. Use of log-table/nonprogrammable calculator is allowed.

4. Answer for the same question as far as possible should be written together.

Q1. A) State whether the following statements are True or False.(Any 08)

08

1. Notes to accounts is part of financial statements.
2. Window dressing is better than secret reserve.
3. Management is responsible for prevention and detection of errors and frauds.
4. Audit evidence is conclusive in nature.
5. Negative net worth is an indication of absence of going concern.
6. The objective of internal control is safeguarding of assets.
7. The internal audit functions reviews the compliance with law and regulations.
8. Audit working papers are the property of the auditor.
9. Test check is suitable for opening and closing entries.
10. A copy of Articles of association should be filed in current audit file.

B) Multiple Choice Question. (any 07)

07

1. Audit Note Book is also called as audit_____.
a) Record b)File c)Memorandum
2. Unintentional mistake is_____.
a) Error b) Fraud c) Unintentional error
3. Bills receivable account is a_____ account.
a) Real b) Personal c) Nominal.
4. Written Audit plan is called as audit_____.
a) Programme b) Note Book c) File
5. Internal check is instituted by the_____.
a) Management b) Auditor c) Government
6. _____ audit is compulsory under law.
a) Statutory b) Continuous c) internal
7. Internal control includes internal_____ and internal audit.
a) Record b) Check c) Examination
8. Special audit can be ordered by_____.
a) State Government b) Municipality c) Central Government.
9. The main objective of_____ is to avoid or reduce the tax liability.
a) Secret reserve b) Window Dressing c) Auditing
10. Confirmation is an example of Audit_____.
a) Procedure b) Method c)Techniques.

Q.2 A. Attempt any one of the following.	15
1. What is Auditing? What are the advantages of auditing?	08
2. What are the duties of an auditor in respect of window dressing?	07
OR	
B. 1. What is a Balance sheet? Explain the procedure to conduct balance sheet.	08
2. Distinguish between Accountancy and Auditing?	07
Q.3 A. Attempt any one of the following.	15
1. What are the factors to be consider before planning an audit?	07
2. What is working paper? Explain the importance of working paper?	08
OR	
B. 1. Meaning of audit note? Explain the content of Audit note.	08
2. Importance of audit notebook?	07
Q.4 A. Attempt any one of the following.	15
1. What are the procedure of internal checks as regards salaries & wages?	07
2. What do you mean by Test Check? Explain its features.	08
OR	
B. 1. What is internal check? Explain its features.	07
2. Distinguish between Test checking & Routine Checking.	08
Q.5 A. Attempt any one of the following.	15
1. Explain the basic principle of governing internal audit?	08
2. Explain the Objective of the Internal audit.	07
OR	
Q.5 B. Write Short Notes (Any 3)	15
1. Secret Reserve	
2. Features of Continuous	
3. Benefit of Internal Audit	
4. Advantages of Final Audit	
5. Objectives of internal Control	