

Exam. Code : 108505
Subject Code : 2098

B.Com. 5th Semester

AUDITING

Paper—BCG-505

Time Allowed—3 Hours] [Maximum Marks—50

Note :— There are *eight* questions. Candidates are required to attempt any *five* questions. All questions carry equal marks.

SECTION—A

1. Describe the qualities of an auditor. Highlight the advantages of auditing for different stakeholders.
2. Give the examples of errors which are not revealed by trial balance, and state the steps an auditor would take to detect these errors.

SECTION—B

3. What do you understand by Internal Control ? Discuss the need for internal control. Also, explain the elements of a good internal control system.
4. (i) How does Internal check differ from Internal audit ?
(ii) What are the essential characteristics of a good system of Internal check ?

SECTION—C

5. (i) What are the duties of an auditor in connection with sales & sales returns ?
- (ii) How would you discover fictitious sales in the course of an audit ?
6. (i) What is the objective of verification of assets ? How would you verify the following :
- (a) Goodwill
 - (b) Freehold property
 - (c) Motor Vehicles
 - (d) Trademarks
 - (e) Cash-in-hand ?
- (ii) How would an auditor vouch for the wages paid to workers ?

SECTION—D

7. Describe the provisions of Companies Act, 2013 regarding appointment and remuneration of the Auditors.
8. (i) Discuss the civil liability of an auditor under Companies Act, 2013.
- (ii) Explain the various types of Audit Report.