

2018
AUDITING — HONOURS
Sixth Paper
(A – 32 – A)
Full Marks – 100

The figures in the margin indicate full marks
Candidates are required to give their answers in their own words as far as practicable

Group – A

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|---|---|
| 1. What do you mean by Clean Audit Report? | 4 |
| 2. What is Audit File? Name two items which are kept in Permanent Audit File. | 4 |
| <i>Or</i> | |
| Define Audit Programme. State its two advantages. | 4 |
| 3. What is Tax Audit? | 4 |
| <i>Or</i> | |
| Define Propriety Audit. | 4 |
| 4. What is Joint Audit? | 4 |
| <i>Or</i> | |
| Can dividend be paid out of Capital? | 4 |
| 5. Define Analytical Procedure. | 4 |

Group – B

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|--|---|
| 6. Distinguish between Audit Report and Audit Certificate. | 6 |
| 7. Explain 'Test Checking' with the help of an example. | 6 |
| 8. State four characteristics of audit in CIS environment. | 6 |
| <i>Or</i> | |
| Explain four purposes of Social Audit. | 6 |
| 9. Make a brief outline of investigation in respect of defalcation of cash by an employee. | 6 |
| <i>Or</i> | |
| Distinguish between Audit and Investigation. | 6 |

[Turn Over]

10. Discuss in brief various stages in audit sampling. 6

Or

State in brief various sampling risk involved in audit sampling. 6

Group – C

11. (a) Define unclaimed dividend.

(b) State the Provisions of the Companies Act, 2013, regarding unclaimed dividend. 2+8

Or

Briefly discuss five important rights or power of a company auditor. 10

12. (a) "Vouching is called the essence of audit" — Explain.

(b) As an auditor how would you vouch 'preliminary expenditure'. 5+5

Or

How would you verify the following items (*any two*) : 5×2

(a) Plant and Machinery

(b) Investments

(c) Interest Income.

13. (a) Distinguish between Internal Check and Internal Control.

(b) Can a statutory auditor rely upon the work of an internal auditor? Give reasons in favour of your answer pointing out relevant SAs. 4+6

Or

Prepare an Internal Control Questionnaire (ICQ) in respect of payment of wages in a manufacturing concern. 10

14. (a) 'Detection and prevention of error and fraud is considered the main purpose of audit' — Do you agree? Give reasons.

(b) Distinguish between Internal Audit and Statutory Audit. 6+4

15. (a) Define Long Form Audit Report (LFAR).

(b) Prepare an audit programme in respect of audit of a Government College. 4+6