

P P SAVANI UNIVERSITY

Fourth Semester of B Com Examination

May 2022

SMBC2210 Auditing

12.05.2022, Thursday

Time: 09:00 a.m. To 11:30 a.m.

Maximum Marks: 60

Instructions:

1. The question paper comprises of two sections.
2. Section I and II must be attempted in same answer sheets.
3. Make suitable assumptions and draw neat figures wherever required.
4. Use of simple calculator is allowed.

SECTION - I

- Q - 1** Answer the following Questions (Any five) [05]
- (i) Define Auditing.
 - (ii) What is importance of audit note book?
 - (iii) What is internal control?
 - (iv) What is cost audit?
 - (v) Why is it necessary to have audit programme?
 - (vi) What is test checking?
 - (vii) Who appoints the first auditor of a company?

- Q - 2 (a)** Define Auditing? Discuss its objectives. [05]
Q - 2 (b) What do you meant by audit note book and explains its objectives? [05]

OR

- Q - 2** What is Internal Control? What are the characteristics of internal control? [10]

- Q - 3** What do you meant by audit working papers and explains the advantages of audit working papers? [10]

OR

- Q - 3** What are the rights, powers and duties of a company auditor? [10]

- Q - 4** Attempt any one. [05]

- (i) Explain the various modes of appointment of company auditors.
- (ii) Explain about internal check with regards to Purchases.

SECTION - II

- Q - 1** Answer the following Questions (Any five) [05]
- (i) What is statutory audit?
 - (ii) What is Freehold Property?
 - (iii) What do you mean by purchase book and sales book?
 - (iv) What do you mean by cash transactions?
 - (v) What do you mean by source documents?
 - (vi) What is vouching?
 - (vii) Define "Verification".

- Q - 2 (a)** Explain about vouching with regards to Purchases. [05]

- Q - 2 (b)** What is the general procedure for verifying assets? [05]

OR

Q - 2 Define vouching. Explain objectives and need of vouching in audit. **[10]**

Q - 3 Define valuation? What are the objectives of valuation of assets? **[10]**

OR

Q - 3 Write an essay on the verification and valuation of different types of assets. **[10]**

Q - 4 Attempt any one. **[05]**

(i) Discuss the various points to be kept in mind while examining the vouchers.

(ii) How vouching of cash transaction is carried out? What is its relevance in auditing?
