

PARUL UNIVERSITY
FACULTY OF LAW
I- B.Com. LL.B. Winter 2019 – 20 Examination

Semester: 5
Subject Code: 17302302
Subject Name: Audit Practice

Date: 05/12/2019
Time: 2.00 pm to 4.30 pm
Total Marks: 60

Instructions:

1. All questions are compulsory.
2. Figures to the right indicate full marks.
3. Make suitable assumptions wherever necessary.
4. Start new question on new page.

Q.1 Do as directed. (15)**1. Fill in the blanks**

1. _____ & _____ are the two types of errors.
2. The secondary objective of auditing is _____.
3. _____ & _____ are the types of Audit working papers.

2. State whether the following statements are true or false.

4. The auditor is always supposed to do 100% checking.
5. Mistakes committed innocently and unknowingly while making entries in the books of accounts is called fraud.
6. Principle errors will not affect the Trial Balance.
7. Test checking is biased.
8. Checking of incomes & expenses is called verification.
9. Auditor always writes the comment that the financial statement is true and fair
10. If Auditor finds a fraud he should not reveal it.

3. Define the following.

11. Auditing
12. Audit Sampling
13. Audit Programme
14. True & Fair view
15. Test checking

Q.2 Write short notes (Each of three mark) (15)

- a. How will you vouch Cash Sales?
- b. Advantages of Audit.
- c. Advantages of Test checking.
- d. Types of Audit
- e. Advantages of Audit Programme

Q.3 A) Explain method of valuation of Fixed Assets. (08)**OR****A) List and Explain characteristics of Audit. (08)****B) Objectives of Auditing. (07)****OR****B) Discuss Auditor duties as regards to evaluation of Audit evidence.****Q.4 A) Explain Frauds and its types. (07)****Q.4 B) Answer the following any four (08)**

1. Explain importance of vouching.
2. Define Audit
3. Write process of Auditing.
4. What Course of action will you take if you detect a fraud committed by Directors.
5. Describe the importance of Audit