

Mid-West University
Examinations Management Office
Surkhet, Nepal
Final Examination-2079
Master of Business Studies (MBS)
Semester - IV

Subject: Advance Auditing

Course Code: ACC 546

Full Marks: 60 Pass Marks: 30

Time: 3: 00 Hours

You are required to answer in your own words as far as applicable. Figures in the margins indicate full marks.

SECTION A: CRITICAL THINKING QUESTIONS (10 X 1 = 10 MARKS)

Answer **ALL** the questions:

1. List out the fundamental accounting assumption.
2. What is test check?
3. Define audit sampling.
4. Write down any two codes of conduct regarding a professional auditor.
5. Mention the main duties of an auditor regarding audit work.
6. Write any two conditions regarding reappointment of an auditor according to laws.
7. List out the different types of audit reports.
8. What do you mean by audit program?
9. What is audit plan?
10. Write any four methods of obtaining audit evidences while conducting audit.

SECTION B: SHORT ANSWER QUESTIONS (3 X 8 = 24 MARKS)

Answer any **THREE** questions:

11. Explain the main rights of an auditor regarding audit work. [8]
12. Define an audit engagement letter. Mention the contents essential for writing an audit engagement letter. [2+6]
13. Describe the special consideration in an audit of company. [8]
14. Give a short introduction to the following items:(Any two) [4+4]
 - a. Electronic Data Processing (EDP) Audit.
 - b. Environment Audit.
 - c. Performance Audit
15. How would you vouch the following items? [2+2+2+2]
 - a. Sales
 - b. Interest received
 - c. Cash received from accounts receivable
 - d. Commission received

SECTION C: LONG ANSWER QUESTIONS (2 X 13 = 26 MARKS)

Answer any **TWO** questions:

16. What do you understand by criminal liabilities of an auditor? On what ground s/he may be held liable for criminal offences? [4+9]
17. What activities should be done while auditing a co-operative organization? [13]
18. The board of director of every public company prepares a separate report of board of directors. What information are included in that report? [13]

THE END