

MID-WESTERN UNIVERSITY
FACULTY OF MANAGEMENT
FINAL EXAMINATION: 2075
BACHELOR OF BUSINESS STUDIES (BBS)
SEMESTER - VIII

Subject: Introduction to Auditing
Full Marks: 100

Course Code: ACC 486
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: VERY SHORT ANSWER QUESTIONS (10 X 2 = 20 MARKS)

Answer **ALL** questions.

- Q1. What are the advantages of auditing?
- Q2. Mention the principles governing of audit.
- Q3. Explain the essentials of good working paper.
- Q4. Define audit evidence.
- Q5. What do you mean by interim audit?
- Q6. Write the full form of NFRS.
- Q7. Write the meaning of verification.
- Q8. Mention the consideration for cost audit.
- Q9. Differentiate between auditing and accounting.
- Q10. State the considerations for audit of preliminary expenses.

SECTION B: SHORT ANSWER QUESTIONS (6 X 8 = 48 MARKS)

Answer any **SIX** questions.

- Q11. What do you mean by auditing? Explain objectives of auditing. 4+4
- Q12. What do you mean by audit program? Explain its advantages and disadvantages. 4+4
- Q13. What do you mean by audit report? Explain the contents of audit report. 4+4
- Q14. What do you mean by outstanding liabilities? What are its types? Explain the process of vouching of outstanding liabilities. 3+2+3
- Q15. Define co-operative audit? What things should be considered for the audit of cooperative? 4+4
- Q16. What is company audit? Discuss the preliminaries to be prepared before the actual audit begins company audit. 4+4
- Q17. Write the meaning of audit of statutory meeting. Mention the considerations for audit of statutory meeting. 4+4
- Q18. Write short notes on (Any two) 4+4
 - a) Management letter
 - b) Audit working paper
 - c) Audit sampling

SECTION C: LONG ANSWER QUESTIONS (2 X 16 = 32 MARKS)

Answer any **TWO** questions.

- Q19. a) What do you mean by school audit? What things should be considered for the audit of school? 4+4
 - b) Explain the Professional Code of Conduct of auditor 8
- Q20. "Detection and prevention of frauds and errors is the main objective of auditing". Justify this statement. 16
- Q21. Discuss the concept of vouching. Explain and illustrate the procedures of vouching by taking any two items of balance sheet. 8 +8