

MID-WESTERN UNIVERSITY
EXAMINATIONS MANAGEMENT OFFICE
FINAL EXAMINATION: 2076
BACHELOR OF BUSINESS STUDIES (BBS)
SEMESTER - VIII

Subject: Introduction to Auditing

Course Code: ACC 386

Full Marks: 100

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 SHORTANSWER QUESTIONS (10 X2 = 20 MARKS)

Answer all questions:

- Q1. Define audit?
- Q2. List out any two advantages of auditing.
- Q3. What is Audit working paper?
- Q4. Write any two benefits of audit plan.
- Q5. Define audit engagement letter
- Q6. What do you mean by management letter?
- Q7. What is an audit risk?
- Q8. Write short notes on 'signing on audit report'.
- Q9. Mention short shot on Nepal Standards on Auditing issued by ICAN.
- Q10. Write down any four code of conducts regarding professional auditor.

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

Answer any SIX questions:

- Q11. Give a short definition of investigation in auditing. State any six differences between investigation and auditing. 2+6
- Q12. Describe the nature and scope of auditing. 3+5
- Q13. What is test check? List out the points to be taken into consideration while applying test check? 2+6
- Q14. Mention the contents essential for writing Audit Engagement Letter. 8
- Q15. What is audit report? Explain the different types of audit. 2+6
- Q16. What is vouching? State in brief the difference between vouching and valuation. 2+6
- Q17. Explain the contents of audit report in details. 8
- Q18. Explain the features and basic principles of Government audit. 4+4

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

Answer any TWO questions:

- Q19. NGOs should make audit of books of accounts every year. How should an auditor perform works while conducting audit of such organizations? 16
- Q20. How do you make the valuation and verification of the following assets and liabilities:
Furniture, Patents, Trademarks, Goodwill, Trade creditor, outstanding liabilities, Share Capital,
Bills Payable 8+8
- Q21. a. What is Audit Sampling? Describe any four audit sampling techniques. 2+6
b. What is audit evidence? Describe main Method of obtaining Audit Evidences while conducting audit. 2+6

