

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

BCom DEGREE EXAMINATION DECEMBER 2017
(Fifth Semester)

Branch - COMMERCE (PROFESSIONAL ACCOUNTING)

AUDITING -1

Time : Three Hours

Maximum : 60 Marks

SECTION-A (10 Marks)

Answer ALL questions

ALL questions carry EQUAL marks (5 x 2 = 10)

- 1 State the meaning of auditing.
- 2 Write a short note on 'Audit planning'.
- 3 Briefly enumerate the purposes of audit working papers.
- 4 Define internal control.
- 5 What is audit sampling?

SECTION -B (20 Marks)

Answer ALL questions

ALL questions carry EQUAL Marks (5 x 4 = 20)

- 6 a Explain the basic principles governing an audit.
OR
b Enumerate the objectives of audit.
- 7 a "Control of quality of work enhances auditing" - Discuss.
OR
b Write a note on audit Programme.
- 8 a Explain the different methods of obtaining audit evidence (Any two).
OR
b Enumerate the advantages of audit working papers.
- 9 a Why the auditor has to review the internal control system? How it can be done?
OR
b Enumerate the duties of auditor as regards internal control system.
- 10 a State the meaning and importance of audit sampling.
OR
b "Test checks eliminates the occurrence of errors and frauds" - Discuss.

PART-C (30 Marks)

Answer any THREE questions

ALL questions carry EQUAL Marks (3 x 10 = 30)

- 11 Explain the advantages and limitations of auditing.
- 12 Write a detailed note on the applications of (i) AS 1 (ii) AS3 (iii) AS9.
- 13 Describe the contents of permanent audit file and temporary audit file.
- 14 Discuss in detail about the various elements of internal control.
- 15 How does random sampling improves the quality of audit work? Explain.