

C.U.SHAH UNIVERSITY

Summer Examination-2017

Subject Name: Principles of Auditing -I

Subject Code: 4CO05PAU1

Branch: B. Com(English)

Semester: 5

Date: 22/03/2017

Time: 02:30 To 05:30

Marks: 70

Instructions:

- (1) Use of Programmable calculator & any other electronic instrument is prohibited.
- (2) Instructions written on main answer book are strictly to be obeyed.
- (3) Draw neat diagrams and figures (if necessary) at right places.
- (4) Assume suitable data if needed.

Q-1	Attempt the following questions:	(14)
	a) Define auditing	1
	b) State the meaning of book-keeping	1
	c) State any two objectives of auditing	1
	d) State the meaning of audit programme	1
	e) What is meant by deep audit?	1
	f) What is meant by test checking?	1
	g) What is meant by internal check?	1
	h) Define internal control	1
	i) State the meaning of deferred revenue expenditure	1
	j) State any two examples of capital expenditure	1
	k) State the meaning of vouching	1
	l) Define voucher	1
	m) State any two objectives of vouching	1
	n) Accountancy is a need, while auditing is the luxury.-Explain.	1
Attempt any four questions from Q-2 to Q-8		
Q-2	Attempt all questions	(14)
a	How accounting frauds can be committed? Discuss the duties of an auditor for the accounting frauds	7
b	How the embezzlement of cash and goods can be prevented?	7
Q-3	Attempt all questions	(14)
a	State the difference between auditing and investigation	7
b	What is cost audit? what are its objectives?	7
Q-4	Attempt all questions	(14)
a	State the difference between routine checking and test checking	7
b	How will you prepare the outline of audit work planning?	7
Q-5	Attempt all questions	(14)
a	Which special points an auditor should take into consideration while preparing audit programme?	7



	b	Prepare audit programme of hotel	7
Q-6		Attempt all questions	(14)
	a	Suggest internal check system for cash sales	7
	b	Suggest internal check system for payment of wages	7
Q-7		Attempt all questions	(14)
	a	State the difference between capital and revenue expenditure	7
	b	How you do vouching of goods dispatched to branch	7
Q-8		Attempt all questions	(14)
		How will you do the vouching of (a) salary (b) preliminary expenditure (c) purchasing of vehicles	14

