

Enrollment No: _____

Exam Seat No: _____

C.U. SHAH UNIVERSITY

Summer Examination-2019

Subject Name: Auditing & Corporate Governance - II

Subject Code: 4CO06ACG1

Branch: B.Com (English)

Semester: 6

Date: 20/04/2019

Time: 10:30 To 01:30

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) Ethics is a branch of 1
(A)Science (B)Commerce (C)Social Science (D)Management
- b) Green Governance is also known as 1
(A)Think green (B)Environment Governance
(C)Pollution mitigation (D)All the above
- c) is a statement of collected and considered facts. 1
(A)Audit programme (B)Report
(C)Audit statement (D)None of the above
- d) "Verification means proving truth" this is the definition of – 1
(A)B. N. Tendon (B) J.R. Batli boy
(C)Spicer and pegler (D) Jospech Lancaster
- e) Which of the following assets cannot be considered as Current Asset? 1
(A)Stock (B)Goodwill (C)Cash (D)Bank balance
- f) Which of the following items is not considered as a miscellaneous 1
expenditure (to the extent not written off)?
(A)Preliminary Expenses (B)Share issued with premium
(C) Development Expenses (D)Interest paid out of capital
- g) The profit that is to be distributed among shareholders as per prescribed 1
rate of dividend is called.....
(A)Divisible profit (B)Gross Profit
(C)Reserve profit (D)Capital profit
- h) To which of the following Act is the auditor expected to address his 1
Report?
(A)1932 partnership Act (B)2013 Company Law
(C)1960 Company Law (D)1913 Company Law
- i) As per Clause 49 of listing agreement, Audit Committee should have 1
minimum directors.
(A) 2 (B) 3 (C) 4 (D) 5



	j)	To which of the following parties is the auditor expected to address his certificate? (A)Board of the Directors of the company (B) Central Government (C)Not addressed to any party (D)Shareholders of the company	1
	k)	Morals are the.....or values of an individual or group which tells us what is right or wrong. (A)Social beliefs (B)Cultural beliefs (C)Religious beliefs (D)All of the above	1
	l)	Business value often embrace.....intangible assets not necessarily attributable to any stakeholder group. (A)Tangible assets (B)Fixed assets (C)Human assets (D)Intangible assets	1
	m)	Dividend warrants should be issued to or dividend should be paid to the members within how much time, after the dividend is declared? (A)21 days (B)30 days (C)42 days (D)45 days	1
	n)	To which of the following Act is the company auditor expected to address his Report? (A)1949 Law and order Rules (B)1932 Partnership Act (C)2013 Company Act (D)2000 Income-Tax Act	1
Q-2		Attempt all questions	(14)
	A	Explain importance of verification.	7
	B	Difference : Vouching and verification	7
Q-3		Attempt all questions	(14)
	A	Define the duties of an Auditor is regard to dividend.	7
	B	State the basic elements of the Audit report.	7
Q-4		Attempt all questions	(14)
	A	Describe difficulties in determination of true profit.	14
Q-5		Attempt all questions	(14)
	A	Give difference between Profit and Divisible Profit.	7
	B	Short note : Components of Business value	7
Q-6		Attempt all questions	(14)
	A	Discuss about verification of Assets.(Any two)	7
	B	Define point to be considered while preparing the Audit report.	7
Q-7		Attempt all questions	(14)
	A	Short note: The credit rating concept and advantages.	7
	B	Explain the advantages of code of ethics in organization.	7
Q-8		Attempt all questions	(14)
	A	Describe Auditor's advice on Interim dividend.	7
	B	Give objectives of Verification.	7

