

Enrollment No: _____ Exam Seat No: _____

C. U. SHAH UNIVERSITY

Winter Examination-2019

Subject Name : Auditing & Corporate Governance-I

Subject Code : 4CO05ACG1

Branch: B.Com (English)

Semester: 5

Date: 16/11/2019

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) Accountancy is a need, while _____ is a luxury. This statement was prevalent during ancient time. 1
(A) Investigation (B) Auditing (C) Verification (D) Internal Audit
- b) The objective of _____ is to detect and prevent frauds. 1
(A) Statistics (B) Economics (C) Auditing (D) Accountancy
- c) The process of checking the account is called _____. 1
(A) Audit (B) Auditing (C) Auditor (D) Accounting
- d) The audit which starts before the completion of financial year and is continued is called _____ Audit. 1
(A) Continuous (B) Special (C) Annual (D) Interim
- e) _____ reduces the auditor's task, but not his responsibility. 1
(A) Surprise Checking (B) Audit Note (C) Test checking (D) None
- f) Though _____ is not compulsory, but beneficial to auditor. 1
(A) Surprise checking (B) Daily checking (C) Audit process (D) None
- g) A plan for carrying out audit work prepared by the auditor in advance is called _____. 1
(A) Audit Programme (B) Audit Note Book
(C) Audit Report (D) Audit Certificate
- h) _____ is an outline to complete the verification of accounts within the specified time limit. 1
(A) General verification (B) Audit Note
(C) Audit Programme (D) Surprise Checking
- i) "_____ is both a pitfall and safeguard." 1
(A) Internal Audit (B) Audit Programme
(C) Audit Note (D) Internal check
- j) To adopt _____ system, means to eliminate the possibility of errors and frauds. 1
(A) Internal Audit (B) Audit Programme



- (C) Audit Note (D) Internal check
- k) “ _____ means verify the correctness of original entries in the books of accounts.” 1
 (A)Vouching (B) Voucher
 (C) General verification (D) Test checking
- l) For vouching of books of account how many types of books of account are there mainly? 1
 (A)Two (B) Three (C) Four (D) None
- m) In _____ the auditor has not only to see that payment is made. 1
 (A)Voucher (B) Audit note (C) General verification (D) Internal check
- n) How many types of audit can mainly be divided from view of functions of audit? 1
 (A) Two (B) Three (C) Five (D) Nine

Attempt any four questions from q-2 to q-8

- Q-2** Differentiate between: Continuous Audit and Annual Audit 14
- Q-3** **Attempt all questions** (14)
 (A) Differentiate between: Internal check and Internal Audit. 7
 (B) Describe the rights of an Auditor 7
- Q-4** Explain the vouching of income side of cash register. 14
- Q-5** Explain the points to be kept in mind while formulating audit programme. 14
- Q-6** **Attempt all questions** (14)
 (A) Explain Limitations-disadvantages of Internal check. 7
 (B) Explain Advantages-importance of Internal check. 7
- Q-7** **Attempt all questions** (14)
 (A) Write a short note on Purchase return note. 7
 (B) Write a short note on Sales return note. 7
- Q-8** Describe the fundamentals of corporate Governance. 14

