			F		
2018 III 17		1000	Seat No. :		
Time : 2 Hours		PRINCIPLES AND PRACTICE OF AUDITING (New Pattern)			
		Subject Code	e ]		
Total No. of Question	is : 5	(Printed Pages :	3) M	aximum Marks	: 50
	ii) Write <b>clearl</b> y iii) <b>All</b> qu iv) Figure	the number of <b>ea</b> y. estions are <b>compu</b> es to the <b>right</b> indica	<b>ch</b> question an <b>Isory</b> . ate <b>full</b> marks.		
below :	Showing St	atement by choosi	ig the correct op	lion given	[1]
-	ed by mea ice oucher	eck system, as soo ins of a	n as cash is rec -	eived, it should	
Which type of fr	aud can b	word, phrase or fig e detected by an au date with the Pay in	ditor after compa	iring the amount	[1]
C) As an auditor, v (Three points)	write the p	rocedure for vouchi	ing 'Payment to	Creditors'.	[3]
<i>,</i> , , ,		at needs to be follow n 'Sale of Fixed Ass	•	-	[5]
	OR				
		be followed by an a Vrite five points.	uditor, for vouch	ing the receipts	

## 

2.	A)	Complete the following statement by choosing the correct option given below :	[1]
		Bank charges such as commission, interest on overdraft and loan etc. should be examined by referring the	
		Cheque book	
		Withdrawal slips	
		Bank pass book	
		Deposit slips	
	B)	Answer the following in <b>a</b> word, phrase or figure :	[1]
		In order to vouch which expenditure, an auditor has to examine Newspapers, Magazine, TV and Radio commercials log book?	
	C)	Explain any three steps that need to be incorporated for an efficient internal check system with respect to 'Credit Purchases'.	[3]
	D)	As an auditor, mention any five steps that you will follow to vouch the expenses incurred towards 'Salaries'.	[5]
		OR	
		As an auditor, how will you vouch the expenditure incurred on purchase of 'Patents' ? Write five points.	
3.	A)	Complete the following statement by choosing the correct option given below :	[1]
		For verification of loan advanced against security of goods, the auditor may examine the	
		Dock Warranties	
		Sales report	
		Pass book	
		Sales Book	
	B)	Answer the following in <b>one</b> sentence :	[1]
		What are Copyrights ?	
	C)	Mention any three duties that an auditor has to follow while vouching 'Credit Sales'.	[3]
	D)	As an auditor, what steps will you undertake for the verification of loan given against security of 'Land and property'. Write five points.	[5]

## 

4.	A)	Answer the following in <b>one</b> sentence :	[1]
		What is verification of asset ?	
	B)	Explain in brief the concept of 'Intangible assets'.	[2]
	C)	Explain in brief the concept of 'Contingent liabilities'.	[2]
	D)	Explain any two points to be followed by an auditor while verifying and valuing 'Furniture and Fixture'.	[2]
	E)	As an auditor what procedure needs to be followed for verification of 'Book debts' ?(Write three points).	[3]
5.	A)	Answer the following in <b>one</b> sentence :	[1]
		What is Electronic Data Processing?	
	B)	<ul><li>Explain in brief the following two elements of Audit Report :</li><li>i) Addressee</li><li>ii) Opinion paragraph.</li></ul>	[2]
	C)	Explain in brief the concept of 'Audit Report'.	[2]
	D)	Write any four essentials of a good audit report.	[2]
	E)	Explain three advantages of auditing under EDP system.	[3]