V Semester B.Com. Examination, November/December 2014
(Prior to 2014-15) (Repeaters)
COMMERCE
Paper – 5.6 (E-2) : Auditing – I
100 – 2013-14 only
90 – Prior to 2013-14

Time : 3 Hours
Max. Marks : 90/100

Instructions : 1) Answer should be completely written either in English or in Kannada.
2) Section A, B, C – common to all students.
3) Section D – compulsory for 100 marks paper.

SECTION – A

Answer any 10 sub-questions. Each sub-question carries 2 marks. (10×2=20)

1. a) What is an audit?
   b) What do you mean by error of principle?
   c) What is meant by falsification of accounts?
   d) What is embezzlement of cash?
   e) State any two objects of internal check.
   f) What is internal control?
   g) What is routine checking?
   h) What do you mean by teeming and lading?
   i) What do you understand by verification?
   j) Name any two types of audit report.
   k) What is accounting through the computer?
   l) Expand EDP and GAS.

P.T.O.
SECTION – B

Answer any 5 questions. Each question carries 5 marks. 

2. State the merits of continuous audit. 

3. What is meant by audit note book? What are its contents? 

4. Distinguish between internal check and internal audit. 

5. What is fraud? Briefly explain the different types of frauds. 

6. What are the objectives of verification of assets? 

7. Describe the contents of an audit report. 

8. State the salient features of tally. 

SECTION – C

Answer any 3 questions. Each question carries 15 marks. 

9. Explain the advantages and disadvantages of Auditing. 

10. What is an audit programme? Describe its merits and demerits. 

11. Define internal check. Describe the merits and demerits of a good system of internal check. 

12. How does an auditor verify the following? 
   i) Investments 
   ii) Goodwill 
   iii) Creditors 

13. What is auditing in EDP environment? Explain the problems associated with it. 

SECTION – D

(It is compulsory for 100 marks only)

Answer the following question. It carries 10 marks. 

14. Explain the qualities of an Auditor.