

LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034

B.Com. DEGREE EXAMINATION – CORPORATE SEC.

FIFTH SEMESTER – APRIL 2010

BC 5401 - AUDITING

Date & Time: 29/04/2010 / 9:00 - 12:00 Dept. No.

Max. : 100 Marks

SECTION – A

(Answer all the Questions)

10 X 2 = 20

- 1) What do you mean by Private Audit?
- 2) What is meant by Internal Audit?
- 3) What is Internal Control?
- 4) Define Reserve Fund and Sinking Fund.
- 5) What are Wasting Assets? Give any two examples.
- 6) What is an Audit Note Book?
- 7) List any four methods used in determining the value of Stock of Goods.
- 8) Define Contingent Liability and give two examples thereof.
- 9) What are the various kinds of voucher?
- 10) List out any two objectives of Internal Control.

SECTION – B

(Answer any 5 Questions)

5 X 8 = 40

- 11) Differentiate
 - a) General Reserve from Specific Reserve;
 - b) Provisions from Reserves.
- 12) Briefly explain the essential qualities of a successful auditor.
- 13) How do you verify the following:-
 - a) Live Stock;
 - b) Debentures.
- 14) Define Audit Report. Describe the elements of Audit Report.
- 15) What are the procedures of Vouching
 - a) Credit Purchases;
 - b) Credit Sales.
- 16) Distinguish between Verification and Vouching.
- 17) Explain Teeming & Lading. How to detect Teeming & Lading?
- 18) Write short note on
 - a) Window Dressing;
 - b) Audit Programme.

SECTION – C

(Answer any 2 Questions)

2 X 20 = 40

- 19) Explain the duties of an auditor in Verifying & Valuing inventories of Raw Material, Work-in-progress and Finished Goods.
- 20) Describe the system of Internal Check as regards Cash Receipts & Cash Payments.
- 21) a) Distinguish between Capital Expenditure and Revenue Expenditure.
b) What is Capital Reserve? How is it created and how can it be utilized?
