## LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034 **B.Com.** DEGREE EXAMINATION – **COMMERCE** FIFTH SEMESTER - NOVEMBER 2023 **UCO 5501 – AUDITING AND ASSURANCE** Dept. No. Date: 30-10-2023 Max.: 100 Marks Time: 09:00 AM - 12:00 NOON **SECTION A - K1 (CO1) Answer ALL the Questions** $(10 \times 1 = 10)$ Write short notes on the following 1. Internal Audit a) Vouching **b**) Impersonal ledger **c**) Valuation of assets **d**) SA 530 e) Fill in the blanks 2. Internal check is meant for a) A company auditor can be removed by **b**) Voucher is related to c) d) Verification is Auditing assurance deals with audit planning e) **SECTION A - K2 CO1)** Answer ALL the Questions $(10 \times 1 = 10)$ Match the following 3. Operational audit - Audit evidence a) Statutory report - Verification of transactions **b**) Object of vouching - Confirming the existence and ownership of assets c) Verification of assets - Evaluates the efficiency of an organizations processes d) Standard on auditing (SA) 500 - A report on the company is financial position and operations e) **True or False** 4. Auditors are responsible for preparing financial statements for the organizations they audit a) Branch audit and joint audit are the same concepts **b**) Unearned income refers to revenue that has been recognized but not yet received c) The general principles of verification and valuation include transparency and subjectivity d) SA 501 addresses specific considerations for selected items in the financial statements e) **SECTION B - K3 (CO2)** Answer any TWO of the following in 100 words each. $(2 \times 10 = 20)$ What are the contents of audit working papers? 5. Discuss the rights and duties of auditors and auditing standards. 6. 7. Distinguish between capital expenditure and revenue expenditure. 8. Write down the general principles of verification and valuation of liabilities.

SECTION C – K4 (CO3)		
Ans	wer any TWO of the following in 100 words each.	$(2 \times 10 = 20)$
9.	Briefly explain a suitable internal check as to wages.	
10.	State the provisions of Companies Act 2013 with regard to liabilities of an	auditor.
11.	Summarize the contents of an audit note book.	
12.	Narrate the contents of an audit report. Illustrate a qualified audit report wa	ith examples.
SECTION D – K5 (CO4)		
Ans	wer any ONE of the following in 250 words	$(1 \times 20 = 20)$
13.	How would you vouch the following receipts?	
	a) Cash sales	
	b) Collection from debtors	
	c) Rent received	
	d) Bill receivable	
	e) Royalties received	
14.	Explain the general principles of verification and valuation of assets.	
SECTION E – K6 (CO5)		
Answer any ONE of the following in 250 words		$(1 \times 20 = 20)$
15.	Discuss the methods of collecting audit evidence.	
16.	Briefly explain the provisions related to SA 501, 505, 550, 560 and 570	

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