

(FOR THE CANDIDATES ADMITTED

22UBI515

DURING THE ACADEMIC YEAR 2022-23 ONLY)

REG.NO. :

**N.G.M.COLLEGE (AUTONOMOUS) : POLLACHI**

**END-OF-SEMESTER EXAMINATIONS : MONTH AND YEAR**

**COURSE NAME: B.COM- Banking and Insurance**

**MAXIMUM MARKS: 50**

**SEMESTER : V**

**TIME : 3 HOURS**

**PART - III**

**22UBI515 – PRINCIPLES AND PRACTICE OF AUDITING**

**SECTION – A**

**(10 X 1 = 10 MARKS)**

**ANSWER THE FOLLOWING QUESTIONS.(K1)**

1. What is the primary objective of auditing?
  - a) Detection of fraud
  - b) Preparation of financial statements
  - c) Internal control and vouching
  - d) Compliance with tax laws
2. Which of the following is a component of internal control?
  - a) Budgeting
  - b) Risk assessment
  - c) External audit
  - d) Financial reporting
3. Which valuation method is typically used for valuing inventory?
  - a) Discounted cash flow
  - b) Net realizable value
  - c) Market value
  - d) Depreciated cost
4. How often should the auditor of a joint stock company be appointed?
  - a) Every year
  - b) Every two years
  - c) Every five years
  - d) At the discretion of the company
5. Which technology is often used in electronic auditing to detect unusual patterns in data?
  - a) Artificial Intelligence (AI)
  - b) Blockchain
  - c) Virtual Reality (VR)
  - d) 3D Printing

**ANSWER THE FOLLOWING IN ONE (OR) TWO SENTENCES**

**(K2)**

6. Define Auditing.
7. Indicate the meaning of vouching.
8. Tell about the reserves.
9. Explain about share capital audit.
10. Define Investigation

**SECTION – B**

**(5 X 3 = 15 MARKS)**

**ANSWER EITHER (a) OR (b) IN EACH OF THE FOLLOWING QUESTIONS.(K3)**

11. a) Sketch the qualities of an auditor.  
(OR)  
b) Examine the advantages of auditing.

12. a) Interpret the differences between internal check and internal audit.

(OR)

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b) Discover procedure for vouching cash sales and payment to creditors.

13. a) Examine the auditors' position in verification and valuation.

(OR)

b) Find the procedure for audit of secret reserve.

14. a) Show the qualifications and disqualifications of company auditor.

(OR)

b) Interpret the contents of audit report.

15. a) Find the objectives of investigation.

(OR)

b) Sketch the important auditing standards..

**SECTION – C**

**(5 X 5 = 25 MARKS)**

**ANSWER EITHER (a) OR (b) IN EACH OF THE FOLLOWING QUESTIONS.**

**(K4 (Or) K5)**

16. a) Classify the various objectives of auditing.

(OR)

b) Point out the important types of audit.

17. a) Interpret about audit programme in detail.

(OR)

b) Determine the procedure for vouching the following:

(i) Fixed assets

(ii) Investments; and

(iii) Bank overdraft

18. a) Examine the methods of valuation of the following.

(i) Stock

(ii) Debtors; and

(iii) Land and Building

(OR)

b) compare the reserves and provisions.

19. a) Summarizes the liabilities of a company auditor.

(OR)

b) Discuss the procedure for share capital audit.

20. a) Analyze the procedure of investigation under the provisions of Companies Act.

(OR)

b) Outline the significance of electronic auditing.

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**ETHICAL PAPER**

