

**FIFTH SEMESTER UG DEGREE EXAMINATION, NOVEMBER 2025****(Regular/Improvement/Supplementary)****B.Com. Professional****GBCP5B21T: AUDITING AND ASSURANCE****Time: 3 hours****Maximum Marks: 80****Part A. Answer *all* the questions. Each question carries *one* mark.****Choose the correct answer.**

1. No business or institution can effectively carry on its activities with the help of proper \_\_\_\_\_.  
A) Audit. B) Records and accounts. C) neither (a) nor (b). D) both (a) and (b).
2. Auditor's ability to detect a fraud depends on factors such as:  
A) Skilfulness of the perpetrator C) Degree of collusion involved  
B) The frequency and extent of manipulation D) All of the above
3. Test checking refers to \_\_\_\_\_.  
A) Testing of accounting records  
B) Testing of honesty of employees  
C) Intensive checking of a selected number of transactions  
D) Checking of all transactions recorded
4. Vouching implies \_\_\_\_\_.  
A) Inspection of receipts  
B) Examination of vouchers to check authenticity of records  
C) Surprise checking of accounting records  
D) Examining the various assets
5. Limitation of auditing is  
A) that it does not reveal a complete picture of business  
B) that it does not guarantee accuracy of accounts  
C) that auditor may be biased  
D) All of the above

**Fill in the Blanks.**

6. \_\_\_\_ kind of audit is conducted generally between two annual audits.
7. The auditor should establish an overall audit strategy that sets the scope, timing and \_\_\_\_\_ of the audit.

**(PTO)**

8. First auditor of a company is appointed by the \_\_\_\_\_.
9. A Company auditor, in general has to submit his report to \_\_\_\_\_.
10. A special auditor is appointed by the \_\_\_\_\_.

**(10 × 1 = 10 Marks)**

**Part B: Answer any *eight* questions. Each question carries *two* marks.**

11. What is the meaning and definition of auditing?
12. State the purpose of Audit documentation.
13. What is Audit Sampling as per SA 530?
14. Which standard discusses the overall objective of the independent audit and the conduct of an audit in accordance with ISA?
15. Comment on Audit Planning.
16. What are the 5-audit procedures?
17. What is casual vacancy of auditor due to disqualification?
18. Comment on verification.
19. What is the difference between Tax Audit and Management Audit?
20. State the functions of audit program.

**(8 × 2 = 16 Marks)**

**Part C: Answer any *six* questions. Each question carries *four* marks.**

21. State the objectives of auditing.
22. What are the basic principles of governing an audit as per SA 200?
23. State the difference between Internal check and Internal audit.
24. What are the rights and duties of a statutory auditor?
25. What are the disqualifications for appointment of a statutory auditor of a company?
26. Explain the various types of errors and frauds in Auditing.
27. What is Audit Evidence (SA 500)? State its objectives.
28. Briefly explain the qualities required for an auditor.

**(6 × 4 = 24 Marks)**

**Part D: Answer any *two* questions. Each carries *fifteen* marks.**

29. Briefly explain the various standards on Auditing.
30. What is Internal Control? Explain the procedures for internal control system.
31. Discuss about the recent trends in auditing.

**(2 × 15 = 30 Marks)**