

Q.P. Code :00225**[Time:2½ Hours]****[Total Marks:75]**

**Please check whether you have got the right question paper.
All questions are compulsory.**

Q.1 Choose the correct option.**(08)**

1. A person of similar standing is called _____.
a) Auditor b) Peer c) Professional d) CAG
2. Object of social audit is _____.
a) To appraise social contributions of a business
b) To appraise society
c) To examine financial record.
d) None to these.
3. Dividend can be paid out of profits _____.
a) After depreciation but before tax
b) Before depreciation
c) Before tax
d) After tax & depreciation
- 4) The auditor has to inform the registrar about his acceptance of the appointment within _____.
a) 10 days b) 20 days c) 30 days d) 60 days
5. Public sector banks are regulated & controlled by _____.
a) Reserve bank of India b) NABARD c) Regional Rural Bank d) co-operative Bank
6. _____ helps an auditor to conduct an audit in an effective, efficient & timely manner.
a) Accounting b) Internal control c) Internal check d) Planning.
7. LFAR is mandatory for _____.
a) Limited companies b) Insurance companies c) Banking companies d) Non- profit organization.
8. Test checking is _____.
a) Checking transactions which are listed
b) Checking vouchers only
c) Checking cash memos only.
d) Checking select transactions.

Q.P. Code :00225**Q.1 b) State whether following statements are True or False.**

1. Management audit is done to assess correctness of taxable profit.
2. Protection of interest of management is the function of SEBI.
3. Private companies are excluded in calculation of ceiling on number of audits of an auditor.
4. Auditor can give qualified certificate.
5. A chartered accountant can get the clients by advertising.
6. Auditors has a right to receive notice of Annual General Meeting.
7. Corporate Governance is necessary to avoid scams.

Q.2 a) What is Verification? How to verify plant & machinery? (08)

b) Distinguish between Internal check & Internal control. (07)

OR

Q.2 c) What is auditing? What are the basis principles of auditing? (08)

d) Write a note on 'Tax audit'. (07)

Q.3 a) What are the liabilities of a company auditor? (08)

b) Write a note on Segment Reporting. (07)

OR

Q.3 c) What are the provision of law about removal & remuneration of company auditor? (08)

d) What is Audit Report? What are the difference between Qualified Report & Unqualified Report? (07)

Q.4 a) Explain the classification & provisions in respect of Non-performing assets of a bank. (08)

b) Explain the role of Department of company affairs in regulation of management of companies. (07)

OR

Q.4 c) Explain the role of regulatory authority in case of insurance companies. (08)

d) Explain the audit procedure to be followed for the verification of claims paid by insurance company. (07)

Q.5 a) Write a note on Energy audit. (08)

b) Discuss Auditors independence. (07)

OR

Q.5 c) What is audit committee? Explain its importance. (08)

d) What is Environments Audit? Explain its benefits. (07)