

**2021**

**AUDITING — HONOURS**

**First Paper**

**(C-21-A)**

**Full Marks : 100**

*The figures in the margin indicate full marks.*

*Candidates are required to give their answers in their own words  
as far as practicable.*

**Group - A**

1. What is Internal check? 4  
**Or,**  
Is internal audit compulsory for every limited company? 4
2. What is cut-off checking? 4  
**Or,**  
Define Auditing-in-Depth. 4
3. What is Audit File? Mention any four items that are recorded in the audit file. 2+2  
**Or,**  
Mention the steps to be taken before commencement of a new audit. 4
4. Distinguish between Audit and Investigation. 4
5. Explain about Long Form Audit Report of a bank. 4

**Group - B**

6. State the qualifications of a company auditor. 6  
**Or,**  
Discuss the status of a company auditor. 6
7. State the basic principles governing an audit. 6  
**Or,**  
How do you classify audit? 6

**Please Turn Over**

8. What is audit evidence? State the procedures for obtaining audit evidence. 2+4

**Or,**

Mention any six important items included under Audit Engagement Letter. 6

9. Discuss four methods of Sampling selection under audit sampling. 6

10. What do you mean by Error and Fraud? State the auditor's duty in respect of that. 2+4

**Group - C**

11. (a) How would you investigate the affairs of an organisation for a suspected fraud?  
(b) Prepare an Audit Programme in respect of a college. 4+6

12. Discuss the provisions of the Companies Act regarding appointment of a Company Auditor. 10

**Or,**

State the rights and duties of a company auditor. 10

13. What are the contents of an audit report as per the relevant Standard on Auditing (SA)? 10

**Or,**

Write short notes on (a) True and Fair view, (b) Concept of Materiality. 5+5

14. How would you verify the following?  
(a) Secured Loan  
(b) Plant and Machinery. 5+5

15. What is Cost Audit? Describe the relevant provisions of the Companies Act, 2013 in respect of such audit. 2+8

**Or,**

Write short notes on (a) Auditor's Independence, (b) Social Audit. 5+5

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