2025

(May–June)

COMMERCE

(Honours)

(Auditing)

(BC–403)

(Under Revised Syllabus)

Marks : 75

Time : 3 hours

The figures in the margin indicate full marks for the questions

1. *(a)* What do you mean by audit? Explain the advantages of an audit. 3+6=9

   (b) Distinguish between Internal control and Internal audit. 6

   Or

   (a) Discuss the various steps to be performed by an auditor before commencement of an audit. 10

(b) Distinguish between Continuous audit and Periodical audit. 5

2. *(a)* "In vouching of payments, the auditor does not merely check the proof that money has been paid away." Explain the statement. 5

(b) What are the duties of an auditor regarding missing vouchers? 5

(c) Do you think that routine checking and vouching are complementary to each other? Explain. 5

Or

(a) Give five points of difference between Vouching and Verification. 5

(b) How will you verify the following items as an auditor? 5+5=10

(i) Goodwill

(ii) Sundry Creditors

3. *(a)* Explain how an auditor can be removed under the Companies Act, 2013. 5

(b) Discuss the liabilities of an auditor under the Companies Act, 2013. 10

Or

(a) Explain the various provisions of the Companies Act, 2013 regarding payment of dividend. 6

(b) State the conditions under which a company may declare dividend out of free reserves. 5

(c) Discuss the qualification of a company auditor as per the provisions of the Companies Act, 2013. 4

4. Explain the various requirements and responsibilities of an auditor as per SA–200. 15

Or

Explain SA–220 in regard to quality control for an audit of Financial Statements.

5. *(a)* Prepare an audit programme of a cooperative society. 10

(b) How will you undertake the audit of an educational institution? 5

Or

Write notes on the following : 5×3=15

(a) Environmental Audit

(b) Auditing in Computerized Environment

(c) Social Audit

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