

Sree Chaitanya Mahavidyalaya

M.Com. (Semester-4) Examination-2021

Auditing & Assurance

Paper-COMPDSE06T

Full Marks-40

Time-2 Hours

Group-A

1. Answer any five questions

5x2=10

- (a) Audit evidence obtained from external confirmation is always reliable. Justify.
- (b) Management of the organization is solely responsible for the compliance of the auditing standards while preparing financial statements. Justify.
- (c) An auditor should issue disclaimer of opinion when there is difference of opinion between him and the management on a particular point. Explain.
- (d) A well designed and drafted audit plan and audit strategy which takes care of all the uncertainties and conditions need to be changed during the course of audit. Justify.
- (e) Determining materiality involves the exercise of professional judgement. Comment
- (f) Sufficiency is the measure of the quantity of audit evidence. Justify.
- (g) The objectives and scope of internal audit functions are restricted to activities related to evaluation of internal control only. Explain.
- (h) An auditor is not concerned with consistency of accounting policies relating to opening balances. Comment.

Group-B

Answer any two questions

5x2=10

- 2. "Independence in mind and independence in appearance are interlinked perspectives of independence of auditors'-Explain.
- 3. Explain the techniques available as substantive analytical procedures.
- 4. Do you justify the introduction of social audit in India?
- 5. Explain the fundamental principles of professional ethics relevant to the auditor when conducting an audit of financial statements in accordance with Code of Ethics issued by ICAI.

Group-C

Answer any two questions

10 x 2=20

6. (a) 'An adequate planning benefits the audit of financial statements.' Discuss.
(b) 'Professional judgement is essential to the proper conduct of an audit'. Discuss. (5+5)
7. (a) Write any five circumstances of conflicting or missing evidence that indicate the possibility of fraud.
(b) List out the points that should be kept in mind by the auditor for the purpose of constructing an audit programme. (5+5)
8. Why are auditors generally required to express an opinion on the truth and fairness of the accounts and why are they not required to certify the accounts?
9. State the importance and limitations of Management Audit. (5+5)

Send your answer scripts to this e-mail

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