

Roll No: -----

**UNIVERSITY OF PETROLEUM
AND ENERGY STUDIES**



End Semester Examination, December 2017

Program: BCOMLLB Taxation

Subject (Course): Principles of Auditing

Course Code :

No. of page/s:

Semester – V

Max. Marks : 100

Duration : Hrs

| Sl # | Questions | Marks |
|-----------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------|
| SECTION A (Total 10 Marks) | | |
| State whether TRUE or FALSE and write relevant SA number. | | |
| 1 | Auditor has to submit working papers to the management after completion of audit. | 2 |
| 2 | If management gives declaration in writing that there are no frauds, the auditor has to rely on this. | 2 |
| 3 | If 100% audit is covered, then sampling is the best technique for obtaining Audit evidence. | 2 |
| 4 | Each Joint Auditor is responsible only for the work allotted for him, whether or not he has prepared a separate report on the work performed by him. | 2 |
| 5 | The Principal Auditor should consider the significant findings of the other auditor. | 2 |
| SECTION B (Total 20 Marks) | | |
| 6 | Write short notes on Substantive Procedures. | 5 |
| 7 | Discuss the concept of “True and Fair”. | 5 |
| 8 | Briefly explain Management Representation. | 5 |
| 9 | How does an audit programme help to plan and perform the audit? | 5 |
| SECTION C (Total 20 Marks) | | |
| 10 | An NGO has organised 3 days conference in Delhi. You are asked to audit the accounts of the conference. Mention any 5 points, peculiar to the situation which you would like to include in your audit programme | 10 |
| 11 | Should branch auditor of a company comply with the request of the principal auditor of the company to give photocopy of the working papers pertaining to the branch audit? Explain this statement in the light of Standards on Auditing. | 10 |

| SECTION D (Total 50 Marks) | | |
|-----------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----|
| 12 | The company produced photocopies of fixed deposit receipts as the original receipts were kept in the iron safe of the director finance who was presently out of the country on company business. Comment. | 10 |
| 13 | The objective of stratification is to increase the variability of items within each stratum and therefore allow the sample size to be reduced without increasing the sampling risk. Comment and give example to justify your comment. | 10 |
| 14 | Explain the types of Modified Opinion. Pick one example and give your modified opinion report. | 15 |
| 15 | How will you vouch/verify the following: a) Creditors Balances b) Sale proceeds of Scrap Material. c) Borrowings from Bank | 15 |