

**STELLA MARIS COLLEGE (AUTONOMOUS) CHENNAI – 600 086.**  
**(For candidates admitted during the academic year 2011-2012)**

**SUBJECT CODE : 11CM/MC/AG64**

**B.Com. / B.Com (C.S) DEGREE EXAMINATION APRIL 2014**  
**COMMERCE**  
**CORPORATE SECRETARYSHIP**  
**SIXTH SEMESTER**

**COURSE : MAJOR – CORE**  
**PAPER : AUDITING**  
**TIME : 3 HOURS**

**MAX. MARKS : 100**

**SECTION – A**

**ANSWER ALL QUESTIONS:**

**( 10 x 3 = 30 )**

1. Define Auditing.
2. Define Internal Audit.
3. Briefly state the significance of vouching.
4. What are the documents to be verified when creditors are paid?
5. What do you mean by miscellaneous expenditure?
6. How is capital reserve created?
7. State the steps to be taken to remove the first auditor of a company.
8. To whom is an auditor liable for negligence while discharging his duties?
9. What do you mean by auditing through the computer?
10. What are the different types of investigation?

**SECTION – B**

**ANSWER ANY FIVE QUESTIONS:**

**( 5 x 6 = 30 )**

11. Distinguish between investigation and audit.
12. What is the impact of computer based accounting systems on approach to audit?
13. Give a note on auditor's civil & criminal liabilities under the companies Act.
14. Who cannot become an auditor of a company?
15. State the duties of an auditor relating to verification of special reserve.
16. Why should depreciation be provided?
17. What are the different types of frauds that may take place in case of weak internal control system relating to maintenance of ledger accounts?

**SECTION – C**

**ANSWER ANY TWO QUESTIONS:**

**( 2 x 20 = 40 )**

18. Explain in detail the vouching and verification of trading transactions.
19. Discuss in detail about the importance of audit working papers.
20. Name the documents that are to be studied by an auditor before commencing the company audit.
21. Explain investigation on behalf of the incoming partner.

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