

**PRINCIPLES AND PRACTICE OF AUDITING**  
**Second Quarterly Test, January 2023**

STD: XI (AA)  
Date: 18/01/2023

DURATION: 1 HR  
Max. Marks:20

**Instructions:**

- i. All questions are compulsory.
- ii. There are three sections in this questions paper (A, B & C)
- iii. In Section A there are four questions of which question number 1 & 2 are multiple choice questions, question number 3 are to be answered in a word, phrase or figure and question number 4 are to be answered in one sentence only.
- iv. Figures to the right indicate marks allotted to each question.
- v. Write the number of each question clearly on the answer book.

**SECTION A**

1. An arrangement of duties allocated in such a way that the work of one person is automatically checked by another is known as \_\_\_\_\_ 1
  - Internal Audit
  - Internal Check
  - Internal Control
  - Internal Accounting
2. Purchase Return Book is the book in which we record the goods returned to the supplier or the vendor. It is also called \_\_\_\_\_ 1
  - Return Inward Book
  - Return Outward Book
  - Purchase Book
  - Sales Book
3. Name the book which is maintained by the auditor or audit clerk during the course of audit. 1
4. Explain 'Working Papers'. 1

**SECTION B**

5. Give any two points difference between Internal Audit and Statutory Audit. 2
6. State any four disadvantages of Audit programme. 2
7. State and explain any two Precautions to be taken while applying test checks. 2
8. Write a short note on: - a) Cash book and b) Bills receivable book. 2
9. State six objectives of Internal control. 2

**SECTION C**

10. Give any three points difference between Internal Check and Internal Audit. 3
11. State the details which form a part of the audit Programme of a Limited company. 3