

PRINCIPLES AND PRACTICES OF AUDITING
First Term Exam, OCTOBER 2024

STD: XI AA
Date: 24/10/2024

DURATION: 2 HRs
Max. Marks: 40

INSTRUCTIONS:

1. There are four sections in the question paper (A, B, C & D) consisting of 20 questions 2. In Section A there are eight questions of which question no. 1 to 4 are Multiple Choice Questions, question no. 5 & 6 are to be answered in one word, phrase or figure and question no.7 & 8 are to be answered in one sentence each
3. Attempt all the questions however Internal choice is given for question number 18 and 20
4. Figures to the right indicate marks allotted to each question
5. Write the number of each question clearly on the answer book.

SECTION -A

1. An audit conducted between two annual audits is known as _____.(1 mark)
A. Continuous audit
B. Final audit
C. Interim audit
D. Partial audit
2. An audit that includes verification and valuation of Assets and liabilities is known as _____ (1 mark)
A. Occasional audit
B. Balance sheet audit
C. Audit in Depth
D. Operational audit
3. The arrangement of duties of members of staff in such a manner that the work performed by one person is automatically checked by the other. (1 mark)
A. Internal Check
B. Internal Control
C. Internal audit
D. Test Check
4. The plan of an organization instituted in a business firm, to check the accuracy and reliability of its financial accounting data. (1 mark)
A. Internal Check
B. Internal Control
C. Internal audit
D. Test Check

5. Name process of identifying, summarising and interpreting all the financial transactions. (1 mark)
6. Name principle of auditing where auditor must acquire adequate training and experience. (1 mark)
7. Explain the term 'Test Check'. (1 mark)
8. Explain the term 'Internal Check'. (1 mark)

SECTION -B

9. List any four advantages of Final audit. (2 marks)
10. Mention any four objectives of Internal control. (2 marks)
11. Distinguish between Internal audit and Statutory audit (Any 2 points). (2 marks)
12. State and explain any two Precautions to be taken while applying test check. (2 marks)
13. State and explain any two disadvantages of Continuous audit. (2 marks)
14. What is the duty of an auditor with regards to Internal Check system? (Any 2 points) (2 marks)

SECTION -C

15. State and explain any three Qualities of an auditor. (3 marks)
16. State and explain any three types of audits based on object. (3 marks)
17. State and explain any three types of audits based on time. (3 marks)
18. State and explain any three advantages of auditing. (3 marks)

OR

18. State and explain any three Scope of auditing. (3 marks)

SECTION -D

19. Write down any four points of difference between Internal check and Internal audit. (4 marks)
20. Differentiate between Book keeping, accountancy and auditing. (4 marks)

OR

20. State and explain four principles of auditing. (4 marks)
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