

PRINCIPLES AND PRACTICES OF AUDITING

Second Term Exam, March 2025

STD: XI AA

DURATION: 2 HRs

Date: 08/03/2025

Max. Marks: 50

INSTRUCTIONS:

1. There are four sections in the question paper (A, B, C & D) consisting of 23 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 20 and 23
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, where the auditor is constantly engaged in checking the accounts is known as _____ (1 mark)
A. Continuous audit
B. Final audit
C. Interim audit
D. Partial audit
2. An audit where the auditor examines thoroughly selected transactions right from their origin 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. A type of audit which includes verification and valuation of assets and liabilities. (1 mark)
A. Occasional audit
B. Balance sheet audit
C. Audit in Depth
D. Operational audit

5. It provides guidelines in maintaining and distributing the work and also in checking against the possibility of omission. (1 mark)
6. It is maintained by the auditor or audit clerk during the course of audit and contains several difficulties or new points which have to be discussed. (1 mark)
7. Explain the term 'Test Check'. (1 mark)
8. Explain the term 'Working Papers'. (1 mark)

SECTION –B

9. List any four disadvantages of Final audit. (2 marks)
10. Mention any four features of Internal control. (2 marks)
11. Give two advantages of audit programme. (2 marks)
12. State and explain any two Precautions to be taken while applying test check. (2 marks)
13. State and explain any two advantages of Continuous audit. (2 marks)
14. State and explain any two evaluation criteria in framing a system of internal check. (2 marks)

SECTION –C

15. State any six disadvantages of audit programme. (3 marks)
16. State and explain any three types of audits based on object. (3 marks)
17. State any 3 points under qualification of an auditor in case of co-operative society. (3 marks)
18. State and explain any three essentials of good working paper. (3 marks)
19. Mention any six contents of audit working papers. (3 marks)
20. State any six points for General audit programme of an educational institution. (3 marks)

OR

State any six points for General audit programme of hotels.

SECTION –D

21. Write down any four points of difference between Internal check and Internal audit. (4 marks)
22. Write down any four points of difference between Internal audit and Statutory audit. (4 marks)
23. State and explain any four books under typical audit programme. (4 marks)

OR

List down eight points under General audit programme of a limited company.
