



# PRESIDENCY UNIVERSITY

BENGALURU

Roll No.														
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## Mid - Term Examinations – October 2025

Date: 09-10-2025

Time: 11.45am to 01.15pm

<b>School:</b> SOC/SOM-UG	<b>Program:</b> B.COM (CMA)/ B.COM (BA)	
<b>Course Code:</b> COM3059	<b>Course Name:</b> Auditing Principles and Practices	
<b>Semester:</b> V	<b>Max Marks:</b> 50	<b>Weightage:</b> 25%

CO - Levels	C01	C02	C03	C04	C05
<b>Marks</b>	<b>26</b>	<b>24</b>	-	-	-

### Instructions:

- (i) Read all questions carefully and answer accordingly.
- (ii) Do not write anything on the question paper other than roll number.

### Part A

Answer ALL the Questions. Each question carries 2 marks.

5Q x 2M=10M

1	Define Statutory audit.	2 Marks	L1	C01
2	What is cost audit?	2 Marks	L1	C01
3	Name any two contents of Audit program.	2 Marks	L1	C01
4	What is Internal control?	2 Marks	L1	C02
5	Compare internal audit with internal check.	2 Marks	L2	C02

### Part B

Answer ALL the Questions. Each question carries 10 marks.

4Q x 10M=40M

6.	Different organizations require different kinds of audits based on their objectives. Illustrate the various types of audits with suitable real-life examples.	10 Marks	L2	C01
Or				
7.	Outline the recent trends in auditing.	10 Marks	L2	C01

<b>8.</b>	A medium-sized trading company in India has crossed the turnover limit prescribed under the Income Tax Act. The management seeks your advice on tax audit compliance. Outline the nature and significance of a tax audit in this context.	<b>10 Marks</b>	<b>L2</b>	<b>CO1</b>
<b>Or</b>				
<b>9.</b>	You are appointed as the auditor of a newly established retail chain with multiple branches. The management asks you to design an audit program for systematic checking of accounts. Summarize the essential features and contents of an audit program in this context.	<b>10 Marks</b>	<b>L2</b>	<b>CO1</b>

<b>10.</b>	As a manager in a medium-sized company, you are considering whether to introduce an internal audit system. Outline the positive and negative aspects of internal audit that would influence your decision.	<b>10 Marks</b>	<b>L2</b>	<b>CO2</b>
<b>Or</b>				
<b>11.</b>	A manufacturing company wants to strengthen its financial discipline and minimize frauds. The management is confused about whether to focus on internal control, internal check, or internal audit. As a consultant, compare these three systems and suggest how each can be applied in practice.	<b>10 Marks</b>	<b>L2</b>	<b>CO2</b>

<b>12.</b>	In a large factory employing over 500 workers, leakages and frauds have been reported in the wage payments. As an auditor, explain the procedure of internal check you would suggest to ensure accuracy and fairness in the wage system.	<b>10 Marks</b>	<b>L2</b>	<b>CO2</b>
<b>Or</b>				
<b>13.</b>	A trading firm has been experiencing irregularities in its cash purchases. As an auditor, explain the procedure of internal check you would recommend to ensure accuracy, transparency, and prevention of fraud in cash purchase transactions.	<b>10 Marks</b>	<b>L2</b>	<b>CO2</b>