



PRESIDENCY UNIVERSITY

BENGALURU

Roll No.																			
----------	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

End - Term Examinations - December 2025

Date: 15-12-2025

Time: 1.00pm to 04.00pm

School: SOC	Program: B.COM (CMA)/ B.COM (BA)		
Course Code: COM3059	Course Name: Auditing Principles and Practices		
Semester: V	Max Marks: 100	Weightage: 50%	

CO - Levels	C01	C02	C03	C04
Marks	26	28	33	41

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 2marks.

10Q x 2M=20M

1.	What is an audit notebook?	2 Marks	L1	C01
2.	Name two recent trends in auditing.	2 Marks	L1	C01
3.	Compare internal control with internal check.	2 Marks	L2	C02
4.	List any two common errors in the preparation of wage sheets.	2 Marks	L1	C02
5.	Illustrate any two benefits of implementing internal audit in an organization.	2 Marks	L2	C02
6.	Compare routine checking with vouching.	2 Marks	L2	C03
7.	Illustrate any two objectives of verification and valuation of assets and liabilities.	2 Marks	L2	C03
8.	Summarize the records examined during an audit of an educational institution by an auditor with suitable example.	2 Marks	L2	C04
9.	Interpret the term 'company auditor' with reference to statutory requirements	2 Marks	L2	C04
10.	List the basic qualifications required to become a company auditor.	2 Marks	L2	C04

Part B

Answer ALL the Questions. Each question carries 7 marks.

5Q x 7M = 35M

11.	A trading company in India has exceeded the turnover limit fixed under the Income Tax Act. The management wanted to know what a tax audit means and why it is important. Explain the nature and significance of a tax audit in this situation.	07 Marks	L2	CO1
Or				
12.	Illustrate the essential features and contents of an audit program.	07 Marks	L2	CO1
13.	Compare internal check and internal audit.	07 Marks	L2	CO2
Or				
14.	An educational institution is considering the appointment of an internal auditor. Explain the advantages of internal audit that would justify this decision.	07 Marks	L2	CO2
15.	During audit of a firm, you notice that payments have been made for purchases. Explain how you would vouch these payments to ensure they are genuine and properly authorized.	07 Marks	L3	CO3
Or				
16.	Plan an audit procedure to verify and value goodwill to ensure compliance with accounting standards and accuracy in reporting.	07 Marks	L3	CO3
17.	As an auditor, you are examining a company's assets. Identify the differences between verification and valuation of assets and liabilities.	07 Marks	L3	CO3
Or				
18.	Apply your auditing knowledge to examine how routine checking and vouching are used to ensure the authenticity and accuracy of company transactions.	07 Marks	L3	CO3
19.	A company plans to appoint an auditor. Explain the qualifications and disqualifications to ensure the auditor is eligible and independent.	07 Marks	L3	CO4
Or				
20.	Identify the professional ethics an auditor must follow when management pressures to overlook certain transactions.	07 Marks	L3	CO4

Part C

Answer any three Questions. Each question carries 15marks

3Q x 15M=45M

21.	An accountant is responsible for recording the daily financial transactions of a business, while the auditor examines these records to ensure their accuracy and reliability. Based on this situation, compare accounting with auditing.	15 Marks	L3	CO1
22.	A medium-sized manufacturing company is thinking of introducing an internal audit system. As a consultant, explain the advantages and disadvantages of internal audit in this situation.	15 Marks	L2	CO2

23.	As the auditor of a manufacturing company, you are required to verify and value the assets presented in the balance sheet. Identify and explain the audit procedures you would perform to ensure that these assets exist and are fairly valued.	15 Marks	L3	C03
24.	During an audit, you encounter situations where management is uncooperative. Make use of your knowledge of auditing standards and legal provisions to explain the rights and duties you would exercise as an auditor in such circumstances.	15 Marks	L3	C04
25.	Identify the key audit procedures of an auditor in a co-operative society.	15 Marks	L3	C04