



PRESIDENCY UNIVERSITY

BENGALURU

Roll No.																			
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Make Up Examinations – December 2025

Date: 26 – 12- 2025

Time: 1.00pm to 04.00pm

School: SOC	Program: B.COM		
Course Code : COM2007	Course Name: Basics of Accounting		
Semester: MK	Max Marks: 100	Weightage: 50%	

CO - Levels	C01	C02	C03	C04	C05
Marks	25	25	25	25	

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.

10Q x 2M=20M

1.	Define the term Audit note book.	2 Marks	L1	C01
2.	Mention any two recent trends in auditing.	2 Marks	L1	C01
3.	Mention two differences between accountancy and auditing.	2 Marks	L1	C01
4.	Define internal control.	2 Marks	L2	C02
5.	State any two objectives of internal check.	2 Marks	L1	C02
6.	What is the meaning of internal check in wage payments?	2 Marks	L1	C02
7.	Name two types of vouchers.	2 Marks	L1	C03
8.	Define valuation.	2 Marks	L2	C03
9.	Who appoints the auditor of a company?	2 Marks	L1	C04
10.	List any two duties of a company auditor.	2 Marks	L2	C04

Part B

Answer ALL the Questions. Each question carries 7 Marks.

Total Marks 35M

11.	a.	Discuss the nature and importance of management audit in today's corporate world.	07 Marks	L2	CO 1
Or					
12.	a.	A newly established company wants to understand the purpose of conducting an audit. As a consultant, explain the meaning and importance of auditing to them.	07 Marks	L2	CO 1
13.	a.	Differentiate between internal check and internal audit with examples.	07 Marks	L2	CO 2
Or					
14.	a.	The purchasing department of a company is prone to errors and frauds. Explain how an internal check system can safeguard cash purchases.	07 Marks	L2	CO 2
15.	a.	Discuss the procedures involved in vouching proceeds from the sale of investments.	07 Marks	L2	CO 3
Or					
16.	a.	You are auditing a retail firm where large volumes of transactions occur daily. Explain why vouching is critical in this scenario.	07 Marks	L2	CO 3
17.	a.	Deferred revenue expenditure is reported in a company's balance sheet. Explain how you would verify it during an audit.	07 Marks	L3	CO 3
Or					
18.	a.	Explain the special audit procedures adopted for auditing educational institutions or co-operative societies.	07 Marks	L3	CO 4
19.	a.	Discuss the qualifications and disqualifications of a company auditor under the Companies Act.	07 Marks	L2	CO 4
Or					
20.	a.	You are asked to audit a university. Explain the special audit procedures involved in auditing educational institutions.	07 Marks	L2	CO 4

Part C

Answer any Three Questions. Each question carries 15 marks

3Q x 15M=45M

21.	a.	A new company, "TechnoCraft Pvt Ltd," wants to set up a structured audit system from scratch. They have no previous audit programs. As their auditor, design a basic audit program, explaining how it helps in organizing and conducting the audit smoothly.	15 Marks	L3	CO 1
22.	a.	Describe the process of conducting a forensic audit when a company suspects embezzlement of funds. How would the steps differ from a normal statutory audit?	15 Marks	L3	CO 2
23.	a.	A well-known hotel chain "Holiday Nest" is facing complaints of mismanagement. The board wants to conduct a management audit. As a professional auditor, explain what a management audit is and how it can help improve their operations.	15 Marks	L3	CO 3
24.	a.	A cooperative society wants to improve its financial discipline. Apply your knowledge and explain the steps you would follow while auditing the accounts of a cooperative society.	15 Marks	L3	CO 4
25.	a.	You are appointed as the first auditor of a newly incorporated company. Describe your role, powers, duties, and challenges you might face in the first year of audit.	15 Marks	L3	CO 4