

22/11/19
Friday
10:30 am to 1:00 pm

[Time: 2 1/2 Hours]

[Marks: 75]

Please check whether you have got the right question paper.

- N. B:
1. Question no 1 is compulsory.
 2. Question no 2, 3, 4, & 5 is compulsory with internal choice.
 3. Figures to the right indicate marks.

Q1 A) State whether the following statements are true or false (Any 8) (8)

- 1) A chartered accountant is expected to maintain the dignity and prestige of the profession.
- 2) A chartered accountant can disclose the clients financial information
- 3) Auditor need to have technical knowledge to perform audit in computerized environment
- 4) Computerized audit program increases processing time
- 5) Delegation of authority is very simple in computerized system
- 6) If financial statements fail to disclose a material fact, the suitors may disclose the information in an explanatory paragraph and issue an unqualified opinion on the statements
- 7) Auditor is supposed to report to the board of directors
- 8) If auditor gives qualified report he does not give reasons for qualification
- 9) Tax audit report is submitted in Form no 3CA by those who conduct the audit under any other law
- 10) Internal auditor cannot be a tax auditor.

Q1 B) Multiple choice questions (Any 7) (7)

- 1) When the auditor is not provided the information required by him, he should report this _____.

 - a) To The Central Government
 - b) To the Registrar of Companies
 - c) To the institute of CA of India
 - d) To the members

- 2) Each joint auditor is responsible for

 - a) For the entire audit
 - b) Only for the work allocated to him
 - c) Only for the work allocated to him, only if he has prepared a separate report on the work performed by him
 - d) Only for the work allocated to him, whether or not he has prepared a separate report on the work performed by him

- 3) For the purpose of tax audit legal consulting is held to be a _____.
- a) Profession
 - b) Business
 - c) Both
 - d) None
- 4) Which of the following is not a category of an application control
- a) Processing control
 - b) Output control
 - c) Hardware control
 - d) Input controls
- 5) The auditor of a company shall have a right to access to
- a) Financial books
 - b) Statutory books
 - c) Stock books
 - d) All the above
- 6) The expression "Management consultancy and other services" shall not include
- a) Statutory audit
 - b) Management and operational audits
 - c) Quality audits
 - d) Environmental audit
- 7) General controls include all of the following except
- a) Application control
 - b) Operation control
 - c) Processing control
 - d) Software control
- 8) The audit approach in which the auditor runs his or her own program on a controlled basis to verify the clients data recorded in a machine language is _____.
- a) Test data approach
 - b) Called auditing around the computer
 - c) Generalized audit software approach
 - d) Micro computer aided auditing approach
- 9) An audit client has refused to allow the auditors to perform a Generally Accepted Auditing Procedure the circumstances would normally result in the issuance of _____.
- a) A disclaimer of opinion
 - b) An adverse opinion
 - c) An "except" for qualification of report
 - d) An unqualified report with explanatory language

- 10) The financial statement audited by the auditor are identified in the _____.
- a) Opening paragraph
 - b) Opinion paragraph
 - c) Scope paragraph
 - d) All of the above
- Q2 A) What are the duties of an auditor? (8)
- Q2 B) Explain civil liability for misstatement in prospectus (7)
- OR
- Q2 P) Distinguish between certificate and report (8)
- Q2 Q) Explain special aspect of CIS audit environment (7)
- Q3 A) Give the meaning of internal control and what do you mean by general control (8)
- Q3 B) What is code of ethics and explain with examples 5 misconducts (7)
- OR
- Q3 P) Explain qualified and unqualified report (8)
- Q3 Q) Explain the auditor's duty to report fraud under the Companies Act 2013 (7)
- Q4 A) Discuss the contents of audit report (8)
- Q4 B) what are the objectives of tax audit and who is eligible to be a tax auditor (7)
- OR
- Q4 P) Define the term business and profession and what are the contents of form 3CA (8)
- Q4 Q) Give the features of computerized audit program (7)
- Q5 A) What is e-commerce and what are the requirements of an auditor for audit and E-commerce (8)
- Q5 B) What are the powers of an auditor (7)
- OR
- Q5 P) Write short notes (any 3) (15)
- a) True and Fair
 - b) Auditing through computers
 - c) Criminal liability
 - d) Network system
 - e) CARO reporting 2013 (loans given)