



VI Semester B.Com. Examination, May/June 2013
(Semester Scheme)
Elective Paper – 3(a) : AUDITING – II

Time : 3 Hours

Max. Marks : 90

Instruction : Answers should be written **completely** in **Kannada** or in **English**.

SECTION – A

1. Answer **any ten** sub-questions. **Each** sub-question carries **two** marks. **(10×2=20)**

- a) What is meant by collateral voucher ? Give an example.
- b) Distinguish between vouching and voucher.
- c) What is accrued income ?
- d) State any four methods of depreciation.
- e) What is revaluation method of depreciation ? Where is it used ?
- f) How do you calculate depreciation when the rate of depreciation is not given under straight line method ?
- g) How is the first auditor of a company appointed ?
- h) What is cost audit ?
- i) What do you mean by civil liability ?
- j) Mention two qualifications of a company auditor.
- k) What is secret reserve ?
- l) What do you mean by standard auditing practice ?

P.T.O.



SECTION – B

Answer **any five** questions. **Each** question carries **five** marks.

(5×5=25)

2. How do you vouch the following ?

- a) Credit Purchases b) Bills Payable.

3. State the significance of vouching.

4. Explain the causes of Depreciation.

5. Enlist the items included in preliminary expenses.

6. State the significance of management audit.

7. Give a note on criminal liabilities of an auditor.

8. What are the general points to be noted by an auditor while auditing the accounts of banking companies ?

9. State any five auditing and assurance standards.

SECTION – C

Answer **any three** questions. **Each** question carries **fifteen** marks.

(3×15=45)

10. Explain the rights, duties and liabilities of a company auditor.

11. How do you vouch the following transactions ?

- a) Cash payments
b) Travelling expenses
c) Purchases of investments.

12. Explain briefly the various methods of depreciation and bring out the duties of an auditor in this connection.

13. What are the duties of an auditor while verifying the books of accounts of an educational institution ?

14. Explain the statutory provisions regarding declaration and payment of dividend.