

PRINCIPLES AND PRACTICE OF AUDITING

Mid Term Exam, August 2023

STD: XI AA
Date: 11/08/2023

DURATION: 1 HR
Max. Marks:20

Instructions:

- i. All questions are compulsory.
- ii. There are four sections in this questions paper (A, B,C&D) consisting of 10 questions.
- iii. In Section A there are four questions of which question number 1& 2 are multiple choice questions, question number 3 is to be answered in a word, phrase or figure and question number 4 is to be answered in one sentence only.
- iv. Figures to the right indicate marks allotted to each question.
- v. Write the number of each question clearly on the answer book.

SECTION A

1. The examination or inspection of various books of accounts by an auditor followed by physical checking of inventory. (1mk)
A) Book Keeping
B) Auditing
C) Accounting
D) Examining
2. An Audit conducted between two annual audits is known as _____ (1mk)
A) Final audit
B) Interim audit
C) Complete audit
D) Continuous audit

3. The process of identifying, measuring and recording all financial transactions. (1mk)
4. Explain 'Partial audit'. (1mk)

SECTION B

5. State and Explain two advantages of auditing. (2mks)
6. State and Explain two types of audits based of authority? (2mks)

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7. Explain any 2 of the following: -

(2mks)

- a) Balance sheet audit
- b) Audit in depth
- c) Operational audit

SECTION C

8. State and explain any 3 principles of auditing.

(3mks)

9. Give 3 points difference between Book-keeping, Accounting and Auditing

(3mks)

SECTION D

10. State and explain any 4 advantages of Continuous audit.

(4mks)
