

R. M. Salgaocar Higher Secondary School.
Margao – Goa.
MID TERM TEST AUG. 2024

STD: XII (AA)

MARKS: 20

DATE:08/08/2024

TIME: 1h

SUB: Principles and Practice of Auditing

INSTRUCTIONS:

- I. All questions are compulsory.
 - II. There are four sections in the question paper section A,B,C &D.
 - III. Section A consists of two multiple choice questions, one question to be answered in a word, phrase or figure and one question to be answered in a sentence.
 - IV. Section B consists of three questions of two marks each to be answered in 20-30 words.
 - V. Section C consists of two questions of three marks each to be answered in 50-60 words.
 - VI. Section D consists of one question of four marks to be answered in 80-100 words.
 - VII. Figures to the right indicate marks allotted to each question
 - VIII. Write the number of each question clearly.
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SECTION A

1. The concealment of shortage by delaying the recording of cash is -----, 1
 - a) Teeming and ladding method
 - b) Lapping method
 - c) Asset misappropriation
 - d) Mortgage fraud

2. Opening balances should be verified with -----, 1
 - a) Profit and loss account
 - b) Previous years audited balance sheet
 - c) Debtors ledger accounts
 - d) Trading account

3. The process of verifying the authenticity and accuracy of business transactions. 1
4. What is capital Expenditure? 1

SECTION B

5. Explain any two points for vouching of payment to creditors. 2
6. As an auditor how will you vouch the receipts from sale of fixed assets.
(any 2 points) 2
7. Mention any two duties of an auditor in the vouching procedure with respect to rent received. 2

SECTION C

8. Explain any three points involved in the procedure for bank charges. 3
9. Write any three points to be considered by an auditor while examining vouchers. 3

SECTION D

10. Explain the vouching procedure for purchase of plant and machinery.
(any four points) 4
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