

PRINCIPLES AND PRACTICE OF AUDITING
Mid Term Exam, August 2024

STD: XI AA
Date: 08/08/2024

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. Audit where the auditor, or his staff is constantly engaged in checking the accounts during the whole period 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 'Complete audit'. (1mk)

SECTION B

5. State and Explain any two scope of auditing. (2mks)

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

7. Explain any 2 of the following: - (2mks)

- a) Occasional audit
- b) Audit in depth
- c) Cash audit

SECTION C

8. State and explain any 3 qualities of an auditor. (3mks)

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

SECTION D

10. State and explain any 4 disadvantages of Continuous audit. (4mks)
