AD-2805
Third Year B. Com. (Honours) (Sem. VI) Examination
April / May – 2015
Auditing - VII

Time : Hours] [Total Marks : 50

Instructions :
(1) Fill up strictly the details of signs on your answer book.
Name of the Examination :
THIRD YEAR B.COM. (HONOURS) (SEM. 6)
Name of the Subject :
AUDITING - 7
Subject Code No. : 2805 Section No. (1, 2,.....):

(2) Figures to the right indicate full marks of the questions.
(3) All the questions carry equal marks.

1 Answer in brief :
(a) State any Four items to be included in Form 3 CD.
(b) Explain the liability of an auditor for negligence according to the companies Act.
(c) What are the points to be considered by the auditor while preparing audit report.
(d) Classify the liabilities of an auditor of the company.
(e) Can dividend be paid out of capital revenue? when?

2 (a) Discuss the provisions of the companies Act 1956 regarding duties of an auditor.
(b) How will you perform audit of the following items: 5
   (i) Interim Dividend (ii) Right share

3 (a) ‘Audited statement of Accounts of a Limited company must show true and fair view of the company’ - Discuss.
(b) State the auditor’s duties regarding divisible profits.

[Contd...]
4 Distinguish between Audit and Investigation. Discuss the principles to be kept in mind before commencing the work of investigation.

5 Short notes : (any two)
   (a) Provisions of sec.44AB relating to Tax Audit
   (b) State qualifications of cost auditor
   (c) Propriety Audit.