

B.Com. (Semester - VI) Examination, October - 2011
MAJOR : 3 AUDITING - II
(Paper - III)

Duration : 2 Hours

Total Marks : 80

- Instructions: 1) All questions are compulsory, however internal choice is available.*
 2) *Answer sub-question in question No. 1 and question No. 2 in not more than 100 words.*
 3) *Answer question No. 3 to question No. 6 in not more than 400 words.*
 4) *Figures to the right indicate maximum marks for question / sub-question.*

Q1) Explain any four of the following : [4 × 4 = 16]

- a) Qualifications of a company auditor under section 226 of companies Act 1956.
- b) Appointment of auditor by shareholder by ordinary and special resolution.
- c) What are divisible profits? Give the sources of divisible profits.
- d) Civil liability of an auditor for negligence.
- e) Audit of rights issue.
- f) Special features of audit of hotels (any six)

Q2) Explain any four of the following : [4 × 4 = 16]

- a) Distinguish between notes and Qualification.
- b) Batch processing system.
- c) VAT Audit.
- d) Special features of audit of educational institutions.
- e) Features of investigation.
- f) Tax Audit

Q3) Explain the procedure for payment of dividend under companies Act, 1956. [12]

OR

Explain the procedure relating to audit of issue of shares.

Q4) a) Explain auditors duties regarding depreciation. [4]

b) Explain the special features of audit of general insurance companies. [8]

OR

a) Explain the auditors duties regarding managerial remuneration.

b) Explain the special features of audit of co-operative societies.

Q5) a) Define investigation. Explain the procedure of investigation on behalf of a bank granting loans. [12]

OR

b) Explain matters to be reported by the auditor under CARO 2003.

Q6) a) What is cost Audit? What are the objectives of cost Audit. Distinguish between cost audit and financial audit. [12]

OR

b) Explain the various computer assisted audit techniques (CAAT's) used by an auditor to carry out auditing through computers.



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