

**Duration: 2 hours****Total Marks: 60****N.B:**

1. All Questions are compulsory having internal option.
2. Each question carries 15 marks
3. Figures shown to the extremely right indicate maximum marks allotted to that question.
4. Workings/ References should form part of your answer.

Q: 1 A) Scrutinize and give your comment of the following Ledger Account (10)

In the Book of Rajesh & Co

Mr. Vikas Account

Date	Particulars	F	Rs.	Date	Particulars	F	Rs.
1/2/2018	To Balance b/f		4,000	4/2/2018	By Sales Return		900
3/2/2018	To Sales		16,000	12/2/2018	By Bank		19,000
4/2/2018	To Sales		900	12/2/2018	By Discount		1000
16/2/2018	To Sales		10,000	18/2/2018	By Bills Receivable		10,000
25//2018	To Sales		13,000	26/2/2018	By Bills Receivable		8,000
				28/2/2018	By Balance c/d		5,000
	Totals		43,900		Totals		43,900

B] “Mr. S” is a practicing chartered accountant and “Mrs. S”, is holding securities of “ABC Ltd.” Having face value of Rs1,90,000/-. Whether “Mr. S” is qualified from being appointed as an auditor of “ABC Ltd.”? Justify your answer. (05)

**OR**

Q.1) C) Explain in brief the provisions and effect of forfeiture and reissue of shares with special reference to Companies Act, 2013. (08)

Q.1)D) How Share Capital is to be disclosed under Revised Schedule III of Companies Act, 2013? (07)

Q: 2) A) Scrutinize and give your comment of the following Ledger Account: (10)

In the Book of Prem Gupta

Cash Account

Date	Particulars	F	Rs.	Date	Particulars	F	Rs.
<b>2018</b>				<b>2018</b>			
1/1/2018	To Balance b/d		8,000	1/1/2018	By Salaries		2,000
2/1/2018	To Sales		41,000	2/1/2018	By Telephone		12,000
5/1/2018	To Sales		56,700	4/1/2018	By Carriage		900
6/1/2018	To Mukesh		700	5/1/2018	By Bank		16,000
7/1/2018	To Commission		400	6/1/2018	By Rakesh		6,000
8/1/2018	To Sales		42,480	7/1/2018	By Wages		27,200
10/1/2018	To Bills Receivable		2,400	9/1/2018	By Bank		84,980
				10/1/2018	By Balance c/d		2,600
	Totals		1,51,680		Totals		1,51,680

B] Mr. Kapil Kumar is appointed as the auditor of XYZ Ltd, on 26th July, 2017. The Auditor informs the company's accountant that he will visit its head office on August 15, 2017 (a holiday for the company) and examine the books of account. The accountant argues that Auditor should visit only after March 31<sup>st</sup>, 2018 only after closing of the company's books of account. Accountant also argue that Auditor should not visit on a Sunday as the head office of the Company is closed on that day.

Is the stand taken by the accountant legally correct? Justify your answer. **(05)**

**OR**

Q: 2) C) Explain the provisions of Companies Act, 2013 regarding Branch Audit. **(08)**

Q.2) D) Write distinction between Clean Report and Qualified Report. **(07)**

Q.3) Write in detail the steps involved in audit of an Educational Institution. (any 15 points) **(15)**

**OR**

Q.3) A) Explain in brief an Environment / Green Audit **(08)**

Q.3) B) Explain in brief different Tools and Techniques used in Environmental Auditing **(07)**

Q.4 A) Multiple Choice Questions: **(08)**

1) The following balance is not available for transfer to Capital Redemption Reserve:

- |                        |                               |
|------------------------|-------------------------------|
| a) General Reserve     | b) Dividend Equalization Fund |
| c) Revaluation Reserve | d) Profit and Loss Account    |

2) A company can buy back:

- |                   |                      |
|-------------------|----------------------|
| a) Equity Shares  | b) Preference Shares |
| c) Both the above | c) None of the above |

3) The primary responsibility for the appointment of statutory auditor is of:

- |                                     |                           |
|-------------------------------------|---------------------------|
| a) Managing Director of the Company | b) Members of the Company |
| c) The Central Government           | d) All of the above       |

4) When an auditor has no reservations regarding the information then he gives a:

- |                          |                        |
|--------------------------|------------------------|
| a) Qualified Opinion     | b) Unqualified Opinion |
| c) Disclaimer of Opinion | d) None of these       |

5) Statutory audit report of a company is addressed to:

- |                                       |                                  |
|---------------------------------------|----------------------------------|
| a) Board of Directors                 | b) Ministry of Corporate Affairs |
| c) Chief Executive Officer of Company | d) Members of the Company        |

6) The structuring of Audit includes:

- |                                     |                         |
|-------------------------------------|-------------------------|
| a) Audit Programme                  | b) Audit Working Papers |
| c) Checking including Test Checking | d) All of the above     |

7) General Controls include all of the following except:

- |                         |                       |
|-------------------------|-----------------------|
| a) Application Controls | b) Operation Controls |
| c) Processing Controls  | d) Software Controls  |

- 8) \_\_\_\_\_ link equipment in large geographic region:
- a) Cosmopolitan Area Networks (CANs)
  - b) Local Area Networks (LANs)
  - c) Wide Area Networks (WANs)
  - d) Online real time system

B] Match the following columns

(07)

Column A	Column B
1. Buy-back of Shares should be authorized by	a. Not known on date of issue of shares
2. Date of Buy Back of Shares	b. Articles of Association
3. Date of Redemption of Preference Shares	c. Known on the date of issue of shares
4. Redemption of Preference Shares	d. Only out of divisible profits
5. First Auditor	e. C & AG
6. Re-appointment of Auditor	f. Shareholder at Annual General Meeting
7. Auditor of Government Company	g. Board of Directors

**OR**

Q.4) Write Short Notes (Any Three)

(15)

- 1) Computer Aided Audit Techniques (CAAT)
- 2) Certificate Vs Report
- 3) Financial Vs. Cost Audit
- 4) Energy Audit
- 5) Advantages of Cost Audit.

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