

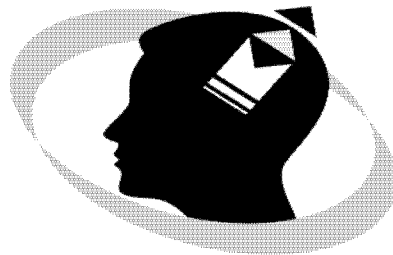
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(COVERS PAST EXAM QUESTION PAPERS UPTO MAY – 2019)



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DISCOVER_2E / AUDITING & ASSURANCE

WE HAVE INCLUDED THE PAST EXAM QUESTION PAPERS OF 7 RECENT ATTEMPTS UNDER IPCC & 3 RECENT ATTEMPTS UNDER CA INTER UPTO MAY 2019

1. FUNDAMENTALS OF AUDITING**PART 1: DESCRIPTIVE QUESTIONS**

1. Write short notes on Errors of Commission. [N18 (O) – 4M]
2. Advantages of Independent Audit. [M15 (O) – 5M]
3. Write a short note on the self-revealing errors and four illustrations thereof. [N14 (O) – 4M]

PART 2: OBJECTIVE QUESTIONS

4. Errors of commission are where a transaction has been omitted either wholly or partially. (T/F) [M14 (O) – 2M]

2. NATURE, OBJECTIVE AND SCOPE OF AN AUDIT**PART 1: DESCRIPTIVE QUESTIONS**

1. Elucidate the matters to be considered by an auditor in developing his overall plan for the expected scope and conduct of audit. [M19 (O) – 4M]
2. Professional Judgment is essential to proper conduct of an audit. Discuss. [N18 (N) – 5M]
3. Write short note on compilation engagement. [N16 (O) – 4M]
4. Write short note on materiality and audit risk. [N14 (O) – 4M]

PART 2: PRACTICAL QUESTIONS

5. CA Raj, an engagement partner wants to take decision, regarding acceptance and continuance of an audit engagement. –which information's, he should obtain before accepting an engagement? [M19 (N) – 3M]

PART 3: OBJECTIVE QUESTIONS

6. Judgmental matters are transactions that are unusual due to either its size or nature and that therefore occur infrequently. (T/F) [N18 (N) – 2M]
7. The basic objective of audit doesn't change the reference to nature, size or form of an entity. (T/F) [M15 (O) – 2M]

3. AUDIT STRATEGY, PLANNING AND PROGRAMME**PART 1: DESCRIPTIVE QUESTIONS**

1. Describe how the process of establishing the overall audit strategy assists the auditor in marshaling his human resources. [M19 (N) – 4M]
2. An adequate planning benefits the audit of financial statements .discuss [N18 (N) – 5M]
3. State the disadvantages of the use of an Audit programme. [N18 (O) – 4M]
4. Write the steps that are taken for an audit to be carried out in a systematic and efficient manner. [M18 (O) – 5M]
5. How does an audit programme help to plan and perform the audit? [M16 (O) – 5M]
6. What is continuous audit and what are the precautions which should be taken to avoid the disadvantages of continuous audit? [N15 (O) – 4M, M13 (O) – 5M]
7. Write short note on surprise checks. [N15 (O) – 4M]

PART 2: OBJECTIVE QUESTIONS

8. A well designed and drafted audit plan and audit strategy takes care of all the uncertainties and conditions, need not be changed during the course of audit (T/F) [N18 (N) – 2M]

4. AUDIT DOCUMENTATION AND EVIDENCE**PART 1: DESCRIPTIVE QUESTIONS**

1. Though legally auditor may exercise right of Lien in case of companies, it is mostly impracticable for legal and practicable constraints. Do You agree ? [M19 (N) – 3M]
2. What are the significant matters observed during the course of audit, a record of which should be kept in the audit note book? [N18 (O) – 4M, M16 (O) – 6M]
3. Explain the concept of “True and Fair view. [M18 (N) – 5M, N16 (O) – 4M, N12 (O) – 6M]
4. Write short note on the methods to audit evidence. [N15 (O) – 6M, M15 (O) – 4M]
5. Discuss the assertions used by auditor to consider potential misstatements about account balances at period end. [N15 (O) – 5M]
6. Write short note on the importance of working papers. [M15 (O) – 4M]

PART 2: PRACTICAL QUESTIONS

7. State assertions that are implied in the extract of financial statement are given below: [N18 (O) – 6M]

Plant & Machinery (at Cost)	4,00,000	
Less: Depreciation:		
Up to Previous year	1,40,000	
For the year	26,000	1,66,000
		<u>2,34,000</u>

- a) Indicate assertions in respect of transactions and events for the period relating to Fixed Assets.
- b) State specific assertions relating to the above extract of financial Statement.

PART 3: OBJECTIVE QUESTIONS

8. Audit evidence obtained from external confirmation is always reliable. (T/F) [N18 (N) – 2M]
9. Mr. A is a statutory auditor of ABC Ltd. the Branch of ABC Ltd. Is audited by Mr. B, another chartered accountant. Mr. A requests for the photocopies of the audit of the documentation of Mr. pertaining to the branch audit. (T/F) [M18 (N) – 2M]
10. The audit engagement documentation should ordinarily be retained by the auditor for minimum of six years from the date of auditor's report or the date of the group auditor's report whichever is later. (T/F) [M18 (N) – 2M]
11. One of the techniques used for gathering evidence is substantial review. (T/F) [N16 (O) – 2M]
12. Auditor's right of lien is unconditional. (T/F) [N16 (O) – 2M]
13. Substantive procedures do not test the balances of accounts. (T/F) [M16 (O) – 2M]
14. Working papers are property of client, as it contains client's information. (T/F) [N15 (O) – 2M]
15. Scrutiny of bank reconciliation is one of the audit techniques. (T/F) [M15 (O) – 2M]
16. Casting or totaling is an important tool of audit for an auditor. (T/F) [N14 (O) – 4M]

5. COMPANY AUDIT**PART 1: DESCRIPTIVE QUESTIONS**

1. A Company is prohibited to- buy-back its own shares or other specified securities under certain circumstances. Discuss [M19 (O) – 4M]
2. Specify the order in which the assets of the partnership firm are to be “applied on the dissolution of firm in the absence of partnership agreement. [M19 (O) – 4M]
3. State the requirements in Schedule III to the Companies Act, 2013 relating to Disclosure of Expenses'. [M19 (O) – 4M]

4. The securities premium account may only be applied by the company towards the issue of unissued Shares of the company to tire members of the company as fully paid bonus shares, Comment.-
[M19 (N) – 3M]
5. Auditors have right to attend only those general meetings at which the accounts audited by them are to be discussed. comment.
[M19 (N) – 4M]
6. Mr. A is offered by ABC Ltd. for appointment as cost auditor and asked to certify certain requirements before such appointment. Discuss those requirements with reference to the provisions of the companies act, 2013.
[N18 (N) – 5M]
7. Provisions regarding appointment of auditors
a) First auditor of a government company and a non-government company
b) Subsequent auditor of a government company and a non-government company.
[N18 (O) – 5M]
8. As per section 138, of the companies Act 2013 only listed companies are required to appoint an internal auditor.
[N18 (O) – 5M]
9. Write short notes on applicability of Cost Audit.
[N18 (O) – 4M]
10. Discuss on the ceiling on number of audits in a company to be accepted by an auditor. [M18 (O) – 4M]
11. A person shall not be eligible for appointment as an auditor of a company where subsidiary or associate company or any other form of entity is engaged as on the date of appointment in consulting and specialized services as provided in sec.144. Explain.
[N17 (O) – 6M]
12. Write short note on responsibility of joint auditors. [N17 (O) – 4M, N15 (O) – 6M]
13. Write short note on the provisions regarding re appointment of a retiring auditor at the annual general meeting. For a company not covered under auditor rotation provisions
[M17 (O) – 4M]
14. State the manner of rotation of auditors on expiry of their term. [M17 (O) – 5M, M15 (O) – 4M]
15. Provisions for applicability of internal auditor as per companies act 2013.explain. [M16 (O)– 4M]
16. Discuss about the provisions for removal of auditor before expiry of term.
[N15 (O) – 6M, N11 (O) – 5M, RTP - N18 (N), MTP1 N18 (O) – 4M]
17. Discuss the advantages and disadvantages of joint audit. [N14 (O) – 5M]
18. State the matters to be specified in the auditor's report in terms of provisions of sec. 143(2) of the Companies act 2013. [N14 (O) – 6M]

PART 2: PRACTICAL QUESTIONS

19. JKB Ltd. was incorporated on 2/21/2018 with a paid-up capital of RS.I crore. During the financial year ended 31st March, 2019 the company was involved in acquisition of plant and. machinery, construction of Building and hiring of labourers. There were no manufacturing or trading activities and there were no revenue from operations. The Chief Accountant contends that for, the year ended: 31st March, 2019 there was no need to prepare, a statement of Profit and loss or any other statement except Balance sheet. Comment.
[M19 (O) – 3M]
20. You are the auditor of XYZ Ltd. for the year ended 31st march 2019 in which Mr. X is the Executive Director. Mr.X is also one of the Directors in PQR Ltd. which has not filed its financial statements and Annual Return for the previous financial years from 2014-15 to 2017-18. Is there any reporting responsibility cast on you as an auditor as per Companies Act, 2013 ?
[M19 (O) – 3M]
21. You are an auditor of PQR Ltd. which has spent Rs. 10 lakhs on Research activities of the product during period under audit. Board of Directors want to recognize it as an internally generated intangible assets. Advise and discuss the conditions necessary to be fulfilled to recognize the intangible assets in the financial statements.
[M19 (N) – 4M]
22. Board of Directors of XYZ Ltd." found the auditors of the Company acted in a fraudulent manner, and decided to remove the auditors in boards meeting. Comment on the action of board of directors and describe correct procedure to be followed for removal of auditors before expiry of their term. [M19 (N) – 4M]
23. ABC Ltd. wants to remove the auditor duly appointed under section 139 of the Companies Act, 2013Jefore the expiry of his term. Narrate the procedures to be complied by ABC Ltd. [M19 (O) – 4M]
24. Cine screen Multiplex Ltd. is operating cinemas in different locations in Mumbai and has appointed you as an internal auditor. What are the areas that need to be verified in relation to receipts from sale of Tickets?
[M19 (O) – 4M]

25. MMJ Ltd an unlisted public company didn't appoint any internal auditor for the financial year ending on 31st march 2019. the company had paid up capital of 20 crores and reserves of 25 crores. Its turnover for the preceeding 3 years were 75 crores for the year ended 31st march 2018, 150 crores for march 2017 and 190 crores for March 2016 the company had availed term loan from the bank of 130 crores. the outstanding balance of term loan as on 31st March 2018 is 90 crores. As an auditor of the company how would you deal with the above? [N18 (N) – 5M]
26. CA. NM who is rendering management consultancy service to LA Ltd wants to accept offer letter for appointment as an auditor of the LA Ltd for the next financial year. Discuss with reference to the provision of the companies act, 2013. [N18 (N) – 5M]
27. Mr. is appointed as statutory auditor of a company for the financial year ended 31st march 2018. during the course of audit, it was found that few doubtful transactions had been committed by finance manager who retired in march ,2018. the fraud was going on since last 2-3 years and the total amount misappropriated exceeding Rs 100 lakhs. As a statutory auditor, what would be reporting responsibilities of Mr. A? [M18 (N) – 5M]
28. M/S ABC & CO. is an audit firm, having partners CA. A, CA.B and CA.C. The firm has been offered the appointment as an auditor of XYZ Ltd. for the financial year 2017-18. [M18 (N) – 5M]
Mr. D the relative of CA.A, is holding 25,000 shares (face value of Rs 10 each) in XYZ LTD. having market value of Rs 90,000. Are M/S ABC & CO. qualified to be appointed as auditors of XYZ Ltd?
29. At the AGM of HDB Pvt Ltd. Mr. R was appointed as the statutory auditor. He however, resigned after 3 months since he wanted to pursue his career in banking sector. The board of directors has appointed Mr. as the statutory auditor in board meeting within 30 days. Comment on the matter with reference to the provisions of companies act, 2013 [M18 (N) – 5M]
30. As one of the joint auditors of X Ltd. For the immediately preceding three financial years, you have been considered for ratification by the members in the AGM as the sole auditor, while the said joint auditors are not re appointed. Comment [N16 (O) – 6M]

PART 3: OBJECTIVE QUESTIONS

31. Bhartiya Gas Ltd. a Government Company, the Comptroller and Auditor-General of India shall, in respect of a financial year, appoint an auditor duly qualified to be appointed as an auditor of companies under this Act, within a period of 180 days from the end of the financial year, who shall hold office till the end of the next Financial year (T/F) [M19 (N) – 2M]
32. Rule 3 of the companies (cost Records and Audit) Rule, provides the classes of companies, engaged in the production of goods or providing services, having an overall turnover of Rs. 25 crore or more during the immediately preceding financial year, required to include cost records in their books of account (T/F) [M19 (N) – 2M]
33. The auditors of a company can attend only that General meeting in Which accounts audited by them are discussed. (T/F) [M19 (O) – 2M]
34. Joint auditor is always bound by the views of majority of the joint auditors regarding matters to be Covered in report (T/F) [M19 (N) – 2M]
35. Auditor of a Nationalized bank is to be appointed at the annual general meeting of the shareholders (T/F) [M19 (N) – 2M]
36. The accounts of every LLP shall be audited in accordance with rule 24 of LLP Rules 2009 (T/F) [M19 (N) – 2M]
37. The board of director of ABC LTD a listed company at Mumbai stock exchange is required to fill the casual vacancy of an auditor only after taking into account the recommendations of the audit committee. (T/F) [N18 (N) – 2M]
38. Any partner of an LLP, who is appointed as an auditor of a company, can sign the audit report. (T/F) [N18 (N) – 2M]
39. Government companies are also to be considered for the ceiling on number of audits. (T/F) [N18 (O) – 2M]
40. Incoming auditor should study Memorandum of Association and Articles of Association to check the validity of his appointment. (T/F) [N18 (O) – 2M]

41. PQR & CO, chartered accountants, resigned from the audit of a government company and filed the resignation with the company and the registrar within 30 days. Comment, whether PQR & CO has complied with the provisions of the companies' act 2013. (T/F) [M18 (N) – 2M]
42. An auditor is considered to lack independence if the partner of the audit firm deals with shares and securities of the audited entity. (T/F) [M18 (N) – 2M]
43. K LTD, a non-government company was incorporated on 01-10-2017, Mr B managing director of K LTD, himself appointed the first auditor of the company on 31-12-2017. (T/F) [M18 (N) – 2M]
44. Few members of the board of directors oppose the appointment of Mr. an employee of the company, as an internal auditor, stating that Mr. M is not a chartered accountant and further he is an employee of the company. (T/F) [M18 (N) – 2M]
45. Casual vacancy of a cost auditor of a company is filled by shareholders in general meeting with in one month(T/F) [N17 (O) – 2M]
46. The managing director of a company has shifted company's books of accounts from registered office(Mumbai)to corporate office (New Delhi) (T/F) [N17 (O) – 2M]
47. If the board of directors fails to appoint the first auditor in case of a company other than a government company, the central government shall appoint the auditor. (T/F) [M17 (O) – 2M]
48. The members of XYZ Ltd .preferred a complaint against the auditor stating that he has failed to send the auditor's report to him.(T/F) [M16 (O) – 2M]
49. The scope of work of an internal auditor may extend even the beyond financial accounting.(T/F) [M16 (O) – 2M]
50. Mr. Pavan a practicing chartered accountant, is appointed as "tax consultant" of ABC LTD, in which his father. Mr. Singh is the managing director. (T/F) [M16 (O) – 2M]
51. Manner of rotation of auditor will not be applicable to company A, which is having paid up share capital of Rs. 15 crore because it is a private limited company. (T/F) [N15 (O) – 2M]
52. The auditor of a LTD. company wanted to refer to the minute books during audit but board of directors refused to show the minute books to the auditor. (T/F) [N15 (O) – 2M]
53. Managing Director of A LTD. himself appointed the first auditor of the company.(T/F) [N15 (O) – 2M]
54. Mr. N, a member of the institute of chartered accountants of England and Wales, is qualified to be appointed as auditor of Indian companies. (T/F) [N15 (O) – 2M]
55. AB & CO. is an audit firm having partners Mr. A, and Mr. B, Mr. C the relative of Mr. B is holding securities having face value of Rs 2,00,000 in XYZ LTD. Is AB & CO. qualified for being appointed as an auditor of XYZ LTD. (T/F) [N15 (O) – 2M]
56. A chartered accountant holding securities of S LTD. having face value of Rs 950 is qualified for appointment as an auditor of S LTD. (T/F) [N15 (O) – 2M]
57. As per sec. 138 of companies act 2013, private companies are not required to appoint internal auditor. (T/F) [M15 (O) – 2M]
58. Director's relative can act as an auditor of the company. (T/F) [M15 (O) – 2M]
59. If an LLP (Limited Liability Partnership firm) is appointed as an auditor of a company, every partner of a firm shall be authorized to act as an auditor. (T/F) [M15 (O) – 2M]
60. The first auditor of a government company was appointed by the board in its meeting after 10 days from the date of registration. (T/F) [M15 (O) – 2M]
61. The first auditor is generally appointed by the company at a general meeting. (T/F) [N14 (O) – 2M]
62. The board of director can fill the casual vacancy caused by the resignation of an auditor, who shall hold office until the conclusion of the next annual general meeting. (T/F) [M14 (O) – 2M]

6. AUDIT REPORTING

PART 1: DESCRIPTIVE QUESTIONS

1. Explain the Reporting requirements the auditor should ensure under CARO 2016 Related to fixed assets [M19 (N) – 3M]

2. State the matters to be included in the auditor's report as per CARO 2016, regarding:
 - i) Private placement of preferential issues.
 - ii) Utilisation of IPO and further public offer. [M18 (N) – 2M]
3. Discuss which classes of companies are specifically exempt from the applicability of CARO 2016. [N16 (O) – 6M]

PART 2: PRACTICAL QUESTIONS

4. The company has raised the funds by issuing fully convertible debentures. These funds were raised for the expansion and diversification of the business. However the company utilized these funds for repayment of long term loans and advances advise the auditor regarding reporting requirements under CARO 2016 [N18 (N) – 4M]

PART 3: OBJECTIVE QUESTIONS

5. where the firm is appointed as an auditor of the entity the audit report is signed only in the name of audit firm(T/F) [M19 (N) – 2M]
6. Fraud against the company shall be reported by the auditor to the central government within 45 days of his knowledge. (T/F) [M17 (O) – 2M]
7. The auditor has to central govt. within 90 days of his knowledge of an offence involving fraud. (T/F) [N15 (O) – 2M]
8. The auditor shall not modify the opinion in the auditor's report. (T/F) [M15 (O) – 2M]
9. Specific disclosure is required of the fundamental accounting assumptions followed in the financial Statements.(T/F) [M14 (O) – 2M]

7. CO-OPERATIVE SOCIETIES AUDIT

PART 1: DESCRIPTIVE QUESTIONS

1. Briefly explain the provisions for qualification and appointment of auditors under the multi-state cooperative societies act, 2002. [N18 (N) – 5M]
2. Under which circumstances can the central government appoint the special audit of a multi-state cooperative society? [N18 (N) – 5M]

PART 2: PRACTICAL QUESTIONS

3. Central Govt. hold 55% of the paid up share capital in Kisan credit. Co-operative Society, which is incurring huge losses. Advise when the Central Government can direct Special Audit under Section 77 of the Multi State Co-operative Society Act. [M19 (N) – 3M]
4. Mr. M, has served as an auditor in the cooperative department of the government, is appointed as a statutory auditor by a cooperative society that has receipts over Rs. 3 crores during the financial year. He is not a chartered accountant. Mr. D, chartered accountant is appointed to conduct tax audit of the society u/s 44 AB of income tax act, 1961. Comment [M18 (N) – 5M]

8. RISK ASSESSMENT AND INTERNAL CONTROLS

PART 1: DESCRIPTIVE QUESTIONS

1. The examination and evaluation of internal control system is an indispensable part of the overall audit programme. State the areas which the 'Review of Internal controls' will enable the auditor to know. [M19 (O) – 4M]
2. Why are "Tests of controls" performed ? Also explain what it includes. [M19 (O) – 4M]
3. The division of internal control into five components provides a use framework for auditors to consider how different aspects of an entity's internal control may affect the audit Mention those components of internal control. [M19 (O) – 3M]
4. "A satisfactory internal control environment may help reduce the risk of fraud but is not an absolute deterrent for fraud". Explain. [M17 (O) – 5M]

5. What is the difference between narrative records and check list? [N16 (O) – 4M]
6. Discuss the following, relationship between statutory auditor and internal auditor. [N16 (O) – 5M]
7. Use of flow charts in evaluation of internal control. [M16 (O) – 4M]
8. Why tests of control are performed? Also explain what does they include. [N15 (O) – 4M]
9. Discuss in brief the types of audit risk and inter relationship of components of audit risk [N14 (O) – 6M]

PART 2: PRACTICAL QUESTIONS

10. Mr. Piyush, the Bank Manager develops controls to aid in managing key business and Financial risks. Discuss the various requirements for an effective risk management system in a bank. [M19 (N) – 4M]
11. XYZ & Associates, chartered accountant, while evaluating the operating effectiveness of internal control, detects deviation from control. In such a situation state the specific inquiries to be made by an auditor to understand these matters and their potential consequences. [M18 (N) – 5M]

PART 3: OBJECTIVE QUESTIONS

12. Internal audit and internal check are similar terms. (T/F) [M19 (O) – 2M]
13. Letter of weakness is issued by the management. (T/F) [N18 (O) – 2M, M15 – 2M]
14. Inquiry alone is sufficient to test the operating effectiveness of controls. (T/F) [M18 (N) – 2M]
15. A flow chart is a graphical presentation of each point of the companies system of internal controls. (T/F) [N16 (O) 2M]
16. Internal control questionnaires are a good source of identifying in weakness in internal control system. (T/F) [M16 (O) – 2M]

9. FRAUD REPORTING

PART 1: DESCRIPTIVE QUESTIONS

1. Satisfactory Control environment is not an absolute deterrent to fraud. [M19 (N) – 2M]
2. Write any five circumstances of conflicting or missing evidence that indicate the possibility of fraud. [N18 (N) – 5M, M18 (O) – 5M]
3. There are many ways for cash defalcation, one of which is by suppressing cash receipts. List out Few techniques of how the receipts are suppressed. [M18 (O) – 4M]
4. Write short note on fraudulent financial reporting. [N15 (O) – 4M]
5. Write short note on defalcation of cash with examples. [M15 (O) – 4M]
6. Discuss the following: Is detection of fraud and error duty of an auditor? [M15 (O) – 5M]

PART 2: OBJECTIVE QUESTIONS

7. During the audit process the auditor can easily identify all mistakes or manipulation that may exist in the accounts through routine checking processes. (T/F) [M18 (N) – 2M]

10. AUDIT IN AN AUTOMATED ENVIRONMENT

PART 1: DESCRIPTIVE QUESTIONS

1. why are Computer Assisted Audit Techniques (CAAT) needed in Computerized Information System (CIS) environment ? [M19 (O) – 3M]
2. What are the specific risks related to internal control in an IT environment. [M19 (N) – 4M]
3. With respect to audit in an automated environment, explain the following: [N18 (N) – 5M]
 - i) CAATs ii) Data analysis iii) Data base iv)Information system v)Privileged access.
4. Alpha Ltd. Intends to maintain its books of accounts in electronic Form. State the conditions that the company should comply with in this Regard. [N18 (O) – 6M]

5. State the information to be gathered by auditor about the CIS environment that is relevant to the audit plan [N18 (O) – 6M]
6. The auditor should understand and consider the risks that may arise from the use of information technology system [M18 (N) – 5M]
7. List any five points that an auditor should consider to obtain an understanding of company automated environment [M18 (N) – 5M]
8. Auditor's job becomes simple in CIS environment, where trial balance always tally. [N16 (O) – 5M]
9. What are the specific risks related to internal control in an IT environment. [M16 (O) – 5M]
10. Write a short note on effect of computers on evidence collection on audit [M15 (O) – 4M]

PART 2: OBJECTIVE QUESTIONS

11. When auditing in an automated environment. Inquiry is often the most efficient and effective audit testing method. (T/F) [N18 (N) – 2M]
12. The use of computer facilities by a small enterprise may increase the control risk. T/F [M17 (O) – 2M]

11.STANDARDS ON AUDITING**INTRODUCTION TO STANDARDS ON AUDITING****PART 1: OBJECTIVE QUESTIONS**

1. It is the function of an audit to establish that payments have been made Validly to the persons who are shown to be recipients (T/F) [M19 (O) – 2M]
2. Management of the organization is solely responsible for the compliance of auditing standards while preparing financial statements. (T/F) [N18 (N) – 2M]

SA 200: OVERALL OBJECTIVES OF THE INDEPENDENT AUDITOR AND THE CONDUCT OF AN AUDIT IN ACCORDANCE WITH STANDARDS ON AUDITING**PART 1: DESCRIPTIVE QUESTIONS**

1. Principal aspects to be considered by an auditor while conducting an audit of financial statements of accounts. [M18 (N) – 2M]
2. Discuss with reference to SA's: the auditor is responsible for maintaining an attitude of professional skepticism throughout the audit. Do you agree with the statement? [M14 (O) – 6M]
3. "Independence of mind and independence in appearance are interlinked perspectives of Independence of auditors, Explain. [M19 (N) – 3M]

PART 2: OBJECTIVE QUESTIONS

4. It is necessary for the auditor to maintain professional skepticism throughout the audit. T/F [N16 (O) – 2M]

SA 210: AGREEING THE TERMS OF AUDIT ENGAGEMENT (REVISED)**PART 1: DESCRIPTIVE QUESTIONS**

1. P an auditor decides not to send a new engagement letter to G LTD every year, whether he is right in his approach? State the circumstances where sending a new engagement letter would be appropriate. [N15 (O) – 5M]
2. Indicate the factors which make it appropriate for an auditor to send a new engagement letter for a recurring audit. [N14 (O) – 5M]

PART 2: OBJECTIVE QUESTIONS

3. The terms of audit engagement can restrict the scope of an audit (T/F) [M19 (O) – 2M]

SA 220: QUALITY CONTROL FOR AN AUDIT OF FINANCIAL STATEMENTS**PART 1: DESCRIPTIVE QUESTIONS**

1. Mention any four information which assists the auditor in accepting and continuing of relationship with the client as per SA 220. [M15 (O) – 5M]

SA 230 (REVISED): AUDIT DOCUMENTATION**PART 1: DESCRIPTIVE QUESTIONS**

1. Discuss with reference to SA-230, factors affecting form, contents and extent of audit. [N18 (O) – 4M, N15 (O) – 4M]
2. Audit documentation serves a number of purposes. Explain with reference to SA-230. [M15 (O) – 6M]
3. "completion Memorandum" is helpful as part of the audit documentation. Explain [M19 (N) – 3M]

SA 260 (REVISED): COMMUNICATION WITH THOSE CHARGED WITH GOVERNANCE**PART 1: DESCRIPTIVE QUESTIONS**

1. State the significant difficulties encountered during audit with reference to SA-260 (communication with those charged with governance) [M19 (O) – 3M, M15 (O) – 6M]

SA 265: COMMUNICATING DEFICIENCIES IN INTERNAL CONTROL TO THOSE CHARGED WITH GOVERNANCE AND MANAGEMENT**PART 1: DESCRIPTIVE QUESTIONS**

1. During the course of Audit of an entity the Auditor ascertain that Internal control system is not effective and rather weak with certain lapses. Give in detail the communication in this regard the Auditor will have with the Management. [M18 (O) – 6M]
2. Write a short note on: Written communication in respect of significant deficiencies in internal controls. [N16 (O) – 4M]

SA 299: RESPONSIBILITY OF JOINT AUDITORS**PART 1: DESCRIPTIVE QUESTIONS**

1. Write short note on responsibility of joint auditors. [N17 (O) – 4M, N15 (O) – 6M]
2. Discuss the advantages and disadvantages of joint audit [N14 (O) – 5M]

PART 2: PRACTICAL QUESTIONS

3. As one of the joint auditors of X Ltd. For the immediately preceding three financial years, you have been considered for ratification by the members in the AGM as the sole auditor, while the said joint auditors are not re appointed. Comment [N16 (O) – 6M]

SA 300 (REVISED): PLANNING AN AUDIT OF FINANCIAL STATEMENTS**PART 1: DESCRIPTIVE QUESTIONS**

1. Planning is not a discrete phase of an audit, but rather a continual and iterative process that often begins shortly after (or in connection with) the completion of the previous audit and continues until the completion of the current audit engagement. Discuss stating clearly the broad points you would be covering in framing plan to conduct audit in an efficient and effective manner. [N18 (N) – 5M]
2. M & Co. was appointed as auditor of IGI Ltd. as an auditor What are the factors that would be considered in the development of overall audit plan? [M18 (N) – 5M]
3. You are appointed as an auditor of Banking Co., and hold discussions with engagement team "List out matters which you would discuss at the planning stage of an audit to gain better understanding of the bank and its environment. [M19 (N) – 4M]

PART 2: OBJECTIVE QUESTIONS

4. A well designed and drafted audit plan and audit strategy takes care of all the uncertainties and conditions, need not be changed during the course of audit (T/F) [N18 (N) – 2M]

SA 315: IDENTIFYING AND ASSESSING THE RISKS OF MATERIAL MISSTATEMENT THROUGH UNDERSTANDING THE ENTITY AND ITS ENVIRONMENT

PART 1: DESCRIPTIVE QUESTIONS

1. The auditor may exercise his judgment to identify which risks are significant risks. explain the above in context of SA 315 [M15 (O) – 6M]

SA 320: MATERIALITY IN PLANNING AND PERFORMING AN AUDIT

PART 1: DESCRIPTIVE QUESTIONS

1. State the factors which are to be considered in determining materiality. [N15 (O) – 4M]
2. Discuss the following: with reference to SA 320 indicate the factors which may affect the identification of an appropriate bench mark in determining materiality for the financial statements as a whole. [N15 (O) – 5M]

PART 2: OBJECTIVE QUESTIONS

3. The concept of materiality is an important and relevant consideration for the auditor in financial statement. (T/F) [N18 (O) – 2M]
4. The results of all cases of surprise checks are included in auditor's report on the accounts. (T/F) [M18 (O) – 2M]

SA 330: THE AUDITORS RESPONSES TO ASSESSED RISKS

PART 1: DESCRIPTIVE QUESTIONS

1. Audit evidence is influenced by its source, nature, and the circumstances under which it is obtained. elucidate the guiding principles which are useful in assessing the reliability of audit evidence. [M19 (O) – 4M]
2. A multinational co. wants to appoint you to carry the statutory audit. Discuss with reference to SA 330 the substantive procedures to be performed to assess the risk of material misstatement. [N18 (N) – 6M]
3. Explain the test of controls and substantive procedures as audit procedure of obtaining Sufficient appropriate audit evidence for forming an audit opinion. [N14 (O) – 4M]

PART 2: PRACTICAL QUESTIONS

4. 'P India' Ltd. is a manufacturer of various sports products. The company is having several cases of Litigation pending in courts. The auditor wanted to identify litigation and claims, which may give rise to risk of material misstatements. Suggest the audit procedures in the given case. [M19 (N) – 4M]

SA 500 (REVISED): AUDIT EVIDENCE

PART 1: DESCRIPTIVE QUESTIONS

1. With reference to SA 500 "audit evidence", discuss the different sources and their reliability of audit evidence. [M17 (O) – 6M]
2. Write about different methods to obtain audit evidence? [N15 (O) – 6M, M15 (O) – 4M]

SA 505 (REVISED): EXTERNAL CONFIRMATIONS

PART 1: DESCRIPTIVE QUESTIONS

1. Write short note on external confirmation as audit procedure [M18 (O) – 4M]
2. Explain the process of external confirmation. Give some examples where external confirmation can be used as audit evidence. [M18 (O) – 4M, N16 (O) – 4M]
3. What are the factors that are to be considered while designing a confirmation request? [N12 (O) – 8M]

PART 2: OBJECTIVE QUESTIONS

4. Positive Confirmation request is a request where the confirming party respond only if it disagrees with the information provided in the request(T/F) [M19 (N) – 2M]

SA 510: INITIAL AUDIT ENGAGEMENTS - OPENING BALANCES**PART 1: DESCRIPTIVE QUESTIONS**

1. Discuss with reverence to SA 510 initial audit engagements-opening balances. The procedures the auditor should undertake in respect of opening balances for a new audit engagement. [M17 (O) – 5M]

PART 2: PRACTICAL QUESTIONS

2. M/s Pankaj & associates a chartered accountant have been appointed as an auditor of ABC LTD.CA Pankaj didn't apply any audit procedures regarding opening balances. He argued that financial statements were audited by the predecessor auditor therefore he is not required to verify the .is CA Pankaj correct in his approach? [N18 (N) – 5M]

PART 3: OBJECTIVE QUESTIONS

3. An auditor is not concerned with the consistency of accounting policies relating to opening balances. (T/F) [N18 (N) – 2M]

SA 520 (REVISED): ANALYTICAL PROCEDURES**PART 1: DESCRIPTIVE QUESTIONS**

1. Discuss the techniques available as substantive analytical procedure. [M18 (N) – 5M]
2. Mention the analytical review procedures that may be useful as a means of obtaining audit evidence regarding various assertions relating to trade receivables, loans and advances. [M19 (O) – 4M]

PART 2: PRACTICAL QUESTIONS

3. Describe "analytical review procedures" in audit. Briefly discuss analytical procedures for verification of debtors [M14 (O) – 8M]
4. While auditing purchases which types of analytical procedures will be performed by the auditor to obtain audit evidence as to overall reasonableness of purchase quantity and price. [M19 (N) – 4M]

PART 3: OBJECTIVE QUESTIONS

5. Analytical procedure is a part of routine audit checking. (T/F) [M17 (O) – 2M]

SA 530 (REVISED): AUDIT SAMPLING**PART 1: DESCRIPTIVE QUESTIONS**

1. Factors that should be considered for deciding upon the extent of checking on a sampling plan? [N18 (N) – 5M]
2. While planning the audit of S Ltd. You want to apply sampling techniques. What are the Risk factors you should keep in mind? [N18 (N) – 5M]
3. As per SA 530, Meaning of audit sampling. Sample design, sample size and selection of items for testing. [N18 (O) – 5M, M16 (O)– 5M]
4. What precautions you will suggest in adopting test checking technique for audit work. [M16 (O) – 4M, M14 (O) – 8M]
5. Write short note on random sampling. [M15 (O) – 4M]
6. What are the advantages of Statistical sampling technique in auditing? [M19 (O) – 3M]
7. "sampling risk can lead to erroneous conclusions "Justify [M19 (N) – 4M]

PART 2: OBJECTIVE QUESTIONS

8. No entry is passed for cheques received by the auditee on the last day of the year and not yet deposited with the Bank. (T/F) [N18 (O) – 2M]
9. When statistical sampling is used to select a sample, sample need not be representative because the statistical sampling takes care of the representation. (T/F) [M18 (N) – 2M]
10. Cluster sampling is less effective than random sampling. (T/F) [M16 (O) – 2M]
11. Stratified sampling method involves dividing the whole population to be tested in a few separate groups(T/F) [M19 (O) – 2M]

SA 550: RELATED PARTIES**PART 1: DESCRIPTIVE QUESTIONS**

1. Discuss with reference to SA-550, Identification of significant related party transaction outside the entity's normal course of business. [M16 (O) – 5M]

SA 560 (REVISED): SUBSEQUENT EVENTS**PART 1: DESCRIPTIVE QUESTIONS**

1. Discuss the following: enquiry from management is helpful for auditor to evaluate subsequent events. Discuss specific enquiries in reference of SA 560, which might have effect on the financial statements. [N14 (O) – 5M]

SA 580: WRITTEN REPRESENTATIONS**PART 1: DESCRIPTIVE QUESTIONS**

1. Write short on the management representation. [N16 (O) – 4M]

PART 2: OBJECTIVE QUESTIONS

2. Letter of Representations received from Management relieve the auditors of their responsibility.(T/F) [M19 (O) – 2M]
3. Written representation from management can be a substitute for other Evidence that the auditor could expect to be reasonably available(T/F) [N18 (O) – 2M]

SA 610 (REVISED): USING THE WORK OF INTERNAL AUDITOR**PART 1: DESCRIPTIVE QUESTIONS**

1. Discuss with reference to SA's: The degree of reliance that a statutory auditor can place on the work of the internal auditor is a matter of individual judgment [N14 (O) – 8M]

SA 700 (REVISED): FORMING AN OPINION AND REPORTING ON FINANCIAL STATEMENTS**PART 1: DESCRIPTIVE QUESTIONS**

1. State the principal aspects which the statutory auditor should look into before framing an. opinion on finalization of audit of accounts. [M19 (O) – 4M]
2. An auditor is required to make specific evaluation while forming an opinion in an audit report. State them. [N18 (N) – 4M]
3. State any six basic elements of the auditor's report [N12 (O) – 6M]

PART 2: OBJECTIVE QUESTIONS

4. The statutory auditor of ABC LTD is of the opinion that communicating key audit matters in the auditor's report constitutes a substitute for disclosure in the financial statements. (T/F) [M18 (N) – 2M]

SA 701: COMMUNICATING KEY AUDIT MATTERS IN THE INDEPENDENT AUDITOR'S REPORT**PART 1: OBJECTIVE QUESTIONS**

1. The statutory auditor of ABC LTD is of the opinion that communicating key audit matters in the auditor's report constitutes a substitute for disclosure in the financial statements. (T/F) [M18 (N) – 2M]

SA 705 (REVISED): MODIFICATIONS TO THE OPINION IN THE INDEPENDENT AUDITOR'S REPORT**PART 1: DESCRIPTIVE QUESTIONS**

1. State the circumstances which could lead to any of the following in an auditor's report: [N18 (O) – 4M]
 - i) A modification of opinion
 - ii) Disclaimer of opinion
 - iii) Adverse opinion
 - iv) Qualified opinion.
2. What are the circumstances that may result in other than an unqualified opinion on the financial statements by an auditor? [N17 (O) – 5M]

PART 2: OBJECTIVE QUESTIONS

3. An auditor should issue disclaimer opinion when there is difference of opinion between him and the management on a particular point. (T/F) [N18 (N) - 2M, N18 (O) – 2M]
4. The auditor will issue a disclaimer of opinion if he disagrees with the Management with regard to the acceptability of the Accounting Policies and the inadequacy of disclosures in the financial statements. (T/F) [N18 (O) – 2M]
5. If financial statements are misstated, and in the auditor's judgment such misstatement is material and pervasive, he should issue a qualified opinion. (T/F) [M17 (O) – 2M]
6. An auditor issues unqualified opinion when he concludes that the financial statements give true and fair view. (T/F) [N16 (O) – 2M]

SA 706 (REVISED): EMPHASIS OF MATTER PARAGRAPHS AND OTHER MATTER PARAGRAPHS IN THE INDEPENDENT AUDITOR'S REPORT**PART 1: DESCRIPTIVE QUESTIONS**

1. Define emphasis of matter paragraph and how it should be disclosed in the independent auditor's report? [M18 (N) – 5M]

PART 2: OBJECTIVE QUESTIONS

2. The inclusion of an Emphasis of Matter paragraph in the Auditor's Report affects the auditor's opinion. (T/F) [M19 (O) – 2M]

12. AUDIT SAMPLING

COVERED IN STANDARDS ON AUDITING

13. ANALYTICAL PROCEDURES

COVERED IN STANDARDS ON AUDITING

14. AUDIT OF BANKS**PART 1: DESCRIPTIVE QUESTIONS**

1. The auditor should examine the efficacy of various internal controls over advances, to determine the nature, timing and extent of his substantive procedures. Discuss briefly. [N18 (N) – 5M]

PART 2: PRACTICAL QUESTIONS

2. Ramjilal & co. had been allotted the branch audit of A Nationalized Bank For The Year Ended 31st March,2018.in the audit planning ,the partner of Ramjilal & co, observed that the allotted branches Are Predominantly Based In Rural Areas And Major Portion Of The Advances Were For Agriculture Purpose. He Needs Your Assistance on the following points so as to Incorporate them in audit plan.
 - i) For Determination of NPA Norms of Agriculture Advances
 - ii) For accounts where there is erosion in the value of security/frauds committed by the borrowers. [N18 (N) – 5M]
3. Mr. A approaches a bank for financial assistance for his upcoming project. The Bank Branch Manager, after verifying the proposal is agreeable to financing Mr. A, But asks for the security to be offered to the Bank. Discuss the nature of securities required to be offered to the bank. [M18 (N) – 5M]

PART 3: OBJECTIVE QUESTIONS

4. Banks recognize income on non-performing assets on accrual basis. (T/F) [N18 (N) – 2M]

15. AUDIT OF DIFFERENT TYPES OF ENTITIES (INCLUDING GOVERNMENT AUDIT)**PART 1: DESCRIPTIVE QUESTIONS**

1. The audit of Government expenditure is one of the major components of Government audit. Briefly explain the basic standards set in relation to audit of Government expenditure. [M19 (O) – 4M]

2. State the important objectives of Local bodies Audit [M19 (O) – 4M]
3. List out the points that should be kept in mind by the auditor for the purpose of constructing an audit programme. [M19 (N) – 3M]
4. Discuss the power of C & AG in Government audit [M19 (N) – 3M]
5. Write a short note on basic standards set for audit of government expenditure. [N18 (N) – 5M]
6. What are advantages of the audit of the accounts of a partnership firm? [N18 (O) – 6M, M15 (O) – 6M]
7. State the objectives of audit of local bodies. [M18 (N) – 5M, M17 (O) – 4M, M16 (O) – 4M]
8. An audit of Expenditure is one of the major components of Government Audit. In the context of 'Government Expenditure Audit', write in brief, what do you understand by: [M18 (O) – 4M]
 - i) Audit against Rules and Orders ii) Audit of Sanctions iii) Audit against Provision of Funds
 - iv) Propriety Audit v) Performance Audit.
9. What short note on propriety audit [N17 (O) – 4M]
10. How will you vouch/verify the following investments income in the case of charitable institutions? [M17 (O) – 4M]
11. Discuss the audit against the propriety seeks to ensure that expenditure conforms to certain principles. [N16 (O) – 5M]
12. Mention important points which auditors will consider while conducting audit of accounts of a partnership firm. [M16 (O) – 6M]
13. Draft an audit programme for conducting audit of accounts of a local body. [M16 (O) – 6M]
14. Mention the eight important points which an auditor will consider while conducting the audit of educational institutions. [N14 (O) – 8M]
15. What short note on the power of Comptroller and Auditor General of India in performance of duties. [N14 (O) – 4M]
16. State the background of local bodies. Draft audit programme for audit of local bodies [M14 (O) – 8M]

PART 2: PRACTICAL QUESTIONS

17. An NGO operating in Delhi had collected large scale donations for Tsunami victims. The donations so collected were sent to different NGOs operating in Tamil Nadu for relief operations. This NGO operating in Delhi has appointed you to audit its accounts for the year in which it collected and remitted donations for Tsunami victims. Draft audit programme for audit of receipts of donations and remittance of the collected amount to different NGOs. Mention six points each, peculiar to the situation, which you will like to incorporate in your audit programme for audit of said receipts and remittances of donations. [N18 (O) – 6M]
18. National collage, an institution managed by a trust, has received a grant of 2.40 crore from government nodal agencies for funding a project of research on rural health systems in India. Draft an audit programme for auditing this fund in the accounts of the collage. [M17 (O) – 6M]

PART 3: OBJECTIVE QUESTIONS

19. NGOs registered under the Companies act 2013 can maintain their books on either accrual or cash basis. (T/F) [M17 (O) – 2M]
20. C&AG orders to conduct test audit of the accounts of a government company. (T/F) [M15 (O) – 2M]

16. AUDIT OF ITEMS OF FINANCIAL STATEMENTS

PART 1: DESCRIPTIVE QUESTIONS

1. List out the steps to be taken by auditor while vouching/ verifying the 'Refund of General Insurance premium paid'. [M19 (O) – 3M]
2. Newton Ltd. has made loans and advances on the basis of following securities to various borrowers. As an auditor what type of documents can be verified to ensure that the company holds a legally enforceable security? [M19 (O) – 3M]
 - (i) Shares and Debentures (ii) Life Insurance Policy (iii) Hypothecation of goods.

3. while reviewing Employee benefits expenses of a company how you as an auditor you will evaluate its hiring appraisal and retirement process [M19 (N) – 3M]
4. An entity in addition to undertaking purchases and incurring employee benefit expenses also spends on other expenditure like rent, power and fuel, repairs and maintenance, insurance, travelling, miscellaneous expenses etc., that are essential and incidental to running of business operations.
While the auditor may choose to analyse the monthly trends for expenses like rent, power and fuel, an auditor generally prefers to vouch for other expenses to verify some important attributes Advise stating clearly those attributes and the audit procedures generally required to be undertaken while auditing other expenses. [N18 (N) – 5M]
5. Write the audit procedures to be performed as an auditor for valuation(assertion) of the following: [N18 (N) – 5M]
- a) Loans and advances and other current assets b) Finished goods and goods for resale
6. How will you vouch/verify the following? [N18 (O) – 16M]
- a) Receipt of Capital subsidy b) Bank balances c) Sales commission expenditure d)Advance to suppliers
7. Write short notes on classification of contingent liabilities and commitments as per schedule III [N18 (O) – 4M]
8. You are the auditor and you are the auditor and examining the book debts of a company. Give some indications which leads to doubt about recovery as uncollectable debts from debtors and advances. [N18 (O) – 6M]
9. Computer software which is the integral part of the related hardware can be treated as an intangible assets or fixed assets? [N18 (O) – 2M]
10. As a statutory auditor of the company, List out audit procedures required to be undertaken for the following:
a) Interest income from fixed deposits [M18 (N) – 8M]
b) Dividend Income c) Gain or loss on sale of investment in mutual funds.
Also indicate disclosure requirements of above as per companies act 2013.
11. Discuss the following: Name the assistance for the following audit procedures: [M18 (N) – 5M]
- a)Depreciation has been properly charged on all assets, b)Year-end Inventory Verification,
c)The title deeds of the lands disclosed in the Balance Sheet are held in the name of the company,
d)All Liabilities are properly recorded in the financial statements
e) Related Party transactions are shown properly.
12. Expenses which are essentially of revenue nature if incurred for creating an asset or adding to its value for achieving higher productivity are regarded as expenses of capital nature. Describe any five such expenses. [M18 (N) – 5M]
13. Mention any five attributes to be considered by an auditor while verifying for depreciation and amortization expenses. [M18 (N) – 5M]
14. How will you vouch /verify following sale proceeds of junk material. [M18 (O) – 4M, N15 (O) – 4M]
15. How will you vouch /verify following- payment of taxes. [M18 (O) – 4M, N15 (O) – 4M]
16. Procedure for the recovery of bad debts written off [M18 (O) – 4M, M16 (O) – 4M]
17. Discuss on the following: purposes of providing depreciation. [M17 (O) – 4M, N14 (O) – 5M]
18. As the statutory auditor of A LTD, you have observed that gross profit of the company has decreased in comparison to last years. Mention the possible factors which may be responsible for decrease in gross profit [M17 (O) – 5M, N15 (O) – 6M]
19. State analytical review procedures normally carried out in the audit of inventories. [M17 (O) – 6M]
20. State the disclosure requirements in respect of statement of profit and loss as per schedule -3 of companies act 2013, in case of employee benefits expenses [N16 (O) – 4M]

21. How will you vouch /verify following royalties received [N16 (O) – 4M]
22. How will you vouch /verify following-foreign travel expenses [N16 (O) – 4M]
23. Mention the purposes for which capital expenditure is incurred [N16 (O) – 6M]
24. Is any statutory necessity to make disclosure of depreciation in companies accounts [N16 (O) – 6M]
25. How will you vouch /verify following goods sent out on sale or return basis. [N16 (O) – 4M]
26. Write short note on “scrutiny of general ledger”. [N16 (O) – 4M]
27. Mention the disclosure requirements of current investments as per schedule -3 of the companies act 2013. [M16 (O) – 6M]
28. How will you vouch /verify following preliminary expenses. [M16 (O) – 4M]
29. Write short note on recognition of interest on deposits [M16 (O) – 4M]
30. Write short note on remuneration paid to directors in case of public limited company. [N15 (O) – 4M]
31. Write short note on Payment for Acquisition of Assets. [N15 (O) – 4M]
32. Discuss the recognition principles of contingent liability [N15 (O) – 4M]
33. How will you vouch /verify following intangible assets. [N15 (O) – 4M]
34. How will you vouch /verify following refund of general insurance premium paid. [N15 (O) – 4M]
35. How will you vouch /verify following- repairs to assets. [M15 (O) – 4M]
36. How will you vouch /Verify following rental receipts [M15 (O) – 4M]
37. Disclosure Requirements relating to trade receivables under revised sch-3 to the Companies Act 2013 [N14 (O) – 5M]
38. How will you vouch /verify the retirement gratuity to employees [N14 (O) – 4M]
39. How will you vouch /verify following- Provision for Income Tax [N14 (O) – 4M]
40. How will you vouch /verify following-Investment in shares and debentures of a subsidiary. [N14 (O) – 4M]

PART 2: PRACTICAL QUESTIONS

41. Define the different types of lease agreements as per Accounting 4 Standard &-AS. [M19 (N) – 4M]

PART 3: OBJECTIVE QUESTIONS

42. A Company having an average Net profit of Rs. 100 lakhs during the three immediately preceding financial years can make a political contribution of Rs. 6 lakh. (T/F) [M19 (O) – 2M]
43. The summarized returns of the books of account of the company, kept and maintained outside India, shall be sent to the registered office at half-yearly intervals. (T/F) [N18 (O) – 2M]
44. Capital reserve and reserve capital are the same. (T/F) [N16 (O) – 2M]
45. All intangible assets are not required to be amortized. (T/F) [N16 (O) – 2M]
46. ABC Ltd. a government company came into existence in year 2012 donated Rs. 50,000 to political party. (T/F) [M14 (O) – 2M]

THE END

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