



K.R. MANGALAM UNIVERSITY

THE COMPLETE WORLD OF EDUCATION

Rollno.....

End Semester Examination, December 2024
B. Com (Prog, \Hons.) – 5th Semester
CONTEMPORARY PRACTICES IN AUDITING-SMMC320A

Time: 2.5 hrs.

Max Marks: **50**

Note: *All Questions are compulsory. Marks are indicated against each question.*

PART-A

Q.1. Attempt any five questions:

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|--|-----------------------|
| (a) What qualifications are required for an auditor of a public company? | [CO-1] [L-1] 2 |
| (b) Why is auditing important for maintaining transparency in financial reporting? | [CO-1] [L-1] 2 |
| (c) How does auditing enhance the credibility of financial statements? | [CO-1] [L-1] 2 |
| (d) Explain the difference between internal check and internal audit. | [CO-1] [L-1] 2 |
| (e) How can Six Sigma principles be applied in the audit process? | [CO-1] [L-1] 2 |
| (f) What is depreciation? Why is it important to account for it? | [CO-1] [L-1] 2 |
| (g) How does an auditor verify the valuation of inventory during an audit? | [CO-1] [L-1] 2 |

2x5

PART-B

Q.2 How would you apply routine checking to ensure the accuracy of a company's sales transactions during an audit? [CO-2] [L-3] **10**

OR

Explain the procedure of vouching and how you would perform it to verify the authenticity of an expense recorded in the financial statements. [CO-2] [L-3] **10**

Q.3 Analyze the auditor's powers in relation to accessing company records and how these powers influence the audit's integrity. [CO-3] [L-4] **10**

OR

Analyze the key qualifications required for an auditor of a public company and explain how these qualifications ensure an unbiased audit process. [CO-3] [L-4] **10**

Q.4 Evaluate the significance of a qualified audit opinion and its impact on stakeholders' trust in a company's financial health. [CO-4] [L-5] **10**

OR

Evaluate the auditor's responsibility when identifying potential fraud during an audit and how this responsibility can influence the audit's outcome. [CO- 4] [L-5] **10**

Q.5 Create an audit program that integrates ESG (Environmental, Social, and Governance) principles to assess a company's sustainability practices. [CO-5] [L-6] **10**

OR

Design an audit program using Six Sigma principles to assess the efficiency and effectiveness of a company's internal processes. [CO- 5] [L-6] **10**