

**Note:** 1) All questions are compulsory.

**Q.1** Discuss the limitations of Auditing **15**

**OR**

**Q.1** Briefly explain the following terms (any three) **15**

- i) True & fair view                      ii) Window dressing
- iii) Business Entity concept          iv) Materiality
- v) Errors & fraud

**Q. 2 a)** Briefly explain the advantages of continuous Audit. **8**

**b)** What do you understand by Propriety Audit. **7**

**OR**

**Q. 2** Explain the difference between statutory audit & internal audit. **15**

**Q. 3 a)** What are the advantages of an Audit Programme. **8**

**b)** What are the contents of the audit programme **7**

**OR**

**Q. 3 a)** What are the contents of audit working papers. **8**

**b)** Explain the importance of audit working papers **7**

**Q. 4 a)** Explain the duties of the auditor towards events occurring after Balance Sheet date. **8**

**b)** Briefly explain the role of auditor towards verification of Investments **7**

**OR**

**Q. 4** Discuss the verification process of the following items (any three) **15**

- i) Secured loan,                      ii) Sundry creditors
- iii) Loans & Advances          iv) Sundry Debtors
- v) Miscellaneous Expenditure

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