

| | | | | | | | | | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|
| | | | | | | | | | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|

School of Finance and Commerce**Bachelor of Business Administration in Financial Investment Analysis
Semester End Examination - May 2024****Duration : 180 Minutes
Max Marks : 100****Sem VI - H1UA610T - Auditing**General Instructions*Answer to the specific question asked**Draw neat, labelled diagrams wherever necessary**Approved data hand books are allowed subject to verification by the Invigilator*

- 1) What is expectation gap. Briefly explain with an example. K1 (2)
- 2) Explain the impact of the lack of autonomy on both the operations and audit of departmental undertakings. K2 (4)
- 3) Differentiate between reasonable assurance engagement and limited assurance engagement. K2 (6)
- 4) Explain the advantages and disadvantages of test checking. K3 (9)
- 5) Apply the concept of unmodified audit opinions in the auditor's report through an example. K3 (9)
- 6) Assess the liability of an auditor for negligence and appraise potential consequences. K5 (10)
- 7) "Communicating Key Audit Matter is not a substitute for disclosure in the Financial Statements rather Communicating key audit matters in the auditor's report is in the context of the Auditor having formed an opinion on the financial statements as a whole". Analyse. K4 (12)
- 8) "In order to identify the risks of material misstatement in the financial statements the auditor is required to obtain an understanding of their clients' environments and their internal controls." Justify the above statement. K5 (15)
- 9) Examine the statutory provision with regard to appointment of auditors of a limited company. K5 (15)
- 10) The engagement letter specifies the nature of the contract between the firm and client. Discuss the content and purpose of engagement letter. K6 (18)