

ATKT Feb 09
7/2/09

RAJOURI

SY (A/F)
Auditing II

TIME : 2 hrs.

MARKS : 60

- N.B. :** 1) Attempt all questions are compulsory.
2) Figures to the right indicate marks.

- Q.1 a) What do you understand by internal check? What are the duties of an auditor in respect of internal check? 08
b) Explain the term depreciation. Discuss the factors causing depreciation 07

OR

- Q.1 Explain the term 'Voucher'. What is the importance and objective of vouching in the audit? 15
Q.2 a) What do you understand by internal control? What are its limitations? 08
b) State the importance of reading of ledger account. 07

OR

- Q.2 What are the points to be considered by an auditor during verification? What are the objects of verification? 15
Q.3 What do you understand by the term valuation? Discuss the matters to be considered while doing valuation of assets and liabilities. 15

OR

- Q.3 a) What is capital expenditure? What are the duties of an auditor as regards capital expenditure? 09
b) State the nature of the following items and justify with reasons. 06
i) Taxes paid.
ii) Cost of construction of a building.
iii) Heavy expenditure incurred on advertisement.

- Q.4 **Write short notes :- (Any 3)** 15
1) Test check.
2) Deferred revenue expenditure.
3) Evaluation of internal control
4) Techniques of verification.
5) Objects of valuation.