

- Note :-** 1. Attempt all questions
2. Figures to the right indicate marks.

Q. 1 What are the merits and limitations of test checking? Discuss the factors to be considered while deciding size of the sample. (15)

Q. 2 A) State with reasons whether the following statements are TRUE or FALSE :- (06)

- 1 The voucher need not be dated
- 2 Internal auditor is appointed by the shareholders.
- 3 Fixed assets are valued at cost or market value whichever is less.

B) Explain the following. (06)

1. Valuation
2. Routine checking
3. Verification

C) Match the Following :- (03)

A	B
1 Co-operative Society	1 Documentary evidence
2 Vouching	2 Prevention of frauds
3 Internal Control	3 Bye - laws

Q. 3 A) What is the difference between vouching and verification? (08)

B) State the disadvantages of internal control (07)

OR

Q. 3 How Would you vouch the following ? (15)

1. Advertisement expenses.
2. Cash Sales.
3. Rent received

Q.4 How do you audit Non-profit making organisation? (15)

OR

Q. 4 A) Discuss the features and objects of internal audit. (08)

B) How Would you verify Debtors and Land & Building. (07)

