



Avinashilingam Institute for Home Science and Higher Education for Women

Deemed to be University Estd. u/s 3 of UGC Act 1956, Category 'A' by MHRD (now MoE)

Re-accredited with an 'A++' Grade by NAAC CGPA 3.65/4, Category I by UGC

Coimbatore - 641 043, Tamil Nadu, India

Continuous Internal Assessment Test – I August, 2025

Semester V

23BCOC11 - Auditing

Class: III UG

Major: B.Com

Course Outcomes

CO1: Gain knowledge on different types of auditing in an organization.

CO2: Acquire knowledge on preparation and procedure of audit, audit programme and fundamental principles for internal check

CO3: Instil the knowledge on the verification techniques of assets, liabilities and its valuation for internal and external audit

CO4: Understand the share capital audit and its provisions.

CO5: Understand the law relating to appointment, rights, duties, liabilities of an auditor and preparation of audit reports

Time: 2 Hrs

Max. Marks: 60

Part A

Choose the correct answer

6 x 1 = 6

1. An Internal auditor is
a) Temporary Employee b) Permanent Employee
c) Daily wages base d) Appointed by Government
CO1 K1
2. The Work of one clerk is automatically check by another clerk is called
a) Internal control b) Internal check c) 50 Internal Audit d) Internal vouching
CO1 K1
3. This kind of audit is generally conducted between two annual audits
a) Internal Audit b) Interim Audit c) Final Audit d) Continuous Audit
CO2 K2
4. Undervaluation of stock is
a) Technical Error b) Compensatory error c) Error of Principle d) Error of omission
CO2 K2
5. Floating assets are valued at
a) Cost b) Cost price or market price whichever is less
c) Cost less than depreciation d) Market Price
CO3 K2
6. Valuation is the basis of
a) Verification b) Marketing c) Internal checking d) Vouching
CO3 K3

Part B

Answer the following

3x6=18

Answer should not exceed 400 words or two pages

- 7.a) What do you mean by auditing? Discuss its objects?
(or)
7.b) "A good audit programme should be flexible -comment
8.a) Distinguish between internal audit and external audit
(or)
8.b) Explain the general considerations while vouching trading transactions
9.a) Suggest an internal control system regarding the purchase of goods in a large organization.
(or)
9.b) How would you vouch the receipt side of your clients' cash book?

Part C

Answer the following

3x12=36

Answer should not exceed 800 words or four pages

- 10.a) Explain the different classification of Audit.
(or)
10.b) Describe the basic principles governing an audit
11.a) Explain the various types of evidence which may be used in audit?
(or)
11.b) What is statistical sampling? Explain its advantages and limitations.