



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 A++ Grade by NAAC. CGPA 3.65/4, Category I by UGC

Coimbatore - 641 043, Tamil Nadu, India

Bachelor's Degree Examination – November 2025

V Semester

**Class : III UG
Major: B.Com CS**

**Time: 3 Hours
Max. Marks: 100**

23BCRC11 Compliance Management, Audit and Due Diligence

Course Outcomes:

CO1: Develop skills in identifying and analyzing legal texts, including statutes, regulations, and case law, and interpreting them in accordance with legal principles and rules of interpretation.

CO2: Able to analyze and evaluate the legal principles and policies underlying civil procedure.

CO3: Gain knowledge on various evidence in the legal system.

CO4: Familiarize with the concepts of law relating to Registration of documents and Indian Stamp Law.

CO5: Understand the concept and methods of cybercrime and digital signature.

Part A

10 x 1 = 10

Choose the Correct Answer

1. What is the main objective of Corporate Compliance Management? CO1 K2
 - a. Enhance profits
 - b. Improve product quality
 - c. Ensure adherence to laws and regulations
 - d. Increase shareholder dividends
2. Which of the following is a benefit of compliance management? CO1 K2
 - a. Increased tax burden
 - b. Legal penalties
 - c. Risk mitigation
 - d. Increased litigation
3. CCR stands for CO2 K2
 - a. Corporate Central Records
 - b. Corporate Compliance Regulation
 - c. Corporate Compliance Reporting
 - d. Compliance and Control Report
4. What is an Electronic Repository? CO2 K2
 - a. A paper storage system
 - b. A computer virus
 - c. A digital archive for documents
 - d. A photocopying room
5. Which of the following is NOT a type of KYC? CO3 K3
 - a. E-KYC
 - b. C-KYC
 - c. Paper-based KYC
 - d. Visual-KYC
6. C-KYC stands for: CO3 K2
 - a. Corporate-Know Your Customer
 - b. Centralized-Know Your Customer
 - c. Custom-Know Your Customer
 - d. Certified-Know Your Customer
7. Which section of the Companies Act mandates Secretarial Audit for listed companies? CO4 K3
 - a. Section 204
 - b. Section 123
 - c. Section 195
 - d. Section 149
8. Internal audit is mandatory for certain companies under which rule? CO4 K3
 - a. Rule 8 of the Companies (Accounts) Rules, 2014
 - b. Rule 5 of Companies (Share Capital) Rules
 - c. Rule 3 of SEBI Rules
 - d. None of the above
9. Risk assessment in Due Diligence involves CO5 K3
 - a. Calculating employee bonuses
 - b. Evaluating potential legal, financial and operational risks
 - c. Tax evasion techniques
 - d. Promoting IPO
10. Which of the following is a factor in Due Diligence? CO5 K3
 - a. Social media popularity

Part B

5 x 6 = 30

Answer ALL questions

Each answer should not exceed 400 words or two pages

- 11.a. What are the key components of a compliance management framework? CO1 K4
(or)
- 11.b. Differentiate between activity-wise and sector-wise compliance with examples. CO1 K3
- 12.a. Explain the key principles of good documentation. CO2 K3
(or)
- 12.b. Describe the procedure for document circulation in an organization. CO2 K3
- 13.a. Define KYC and state its primary objectives. CO3 K3
(or)
- 13.b. What are the different types of KYC processes? CO3 K3
- 14.a. What is secretarial audit and when is it mandatory? CO4 K3
(or)
- 14.b. State the key objectives of an internal audit. CO4 K3
- 15.a. Define Due Diligence and its primary objective. CO5 K 3
(or)
- 15.b. List the types of Due Diligence. CO5 K 4

Part C

5 x 12 = 60

Answer ALL questions

Each answer should not exceed 800 words or four pages

- 16.a. Discuss the scope and significance of corporate compliance management. CO1 K4
(or)
- 16.b. Elaborate on the process of establishing a compliance management Framework in an organization. CO1 K 4
- 17.a. Discuss the purpose and significance of documentation in compliance management. CO2 K4
(or)
- 17.b. Why is document safety and retrieval system crucial in today's data-driven world? CO2 K4
- 18.a. Describe the step-by-step KYC process for opening a bank account. CO3 K4
(or)
- 18.b. Illustrate the challenges and solutions in implementing effective KYC compliance. CO3 K4
- 19.a. Compare Corporate Governance Audit and Financial Audit. CO4 K4
(or)
- 19.b. Explain the process of conducting a Corporate Governance Audit. CO4 K4
- 20.a. Explain how Due Diligence helps in risk assessment and mitigation. CO5 K4
(or)
- 20.b. Discuss the challenges in conducting Due Diligence and how to overcome them. CO5 K5
