Question Bank Auditing

Semester III, Year II

Unit 1 SAQ's

1. meaning of auditing
2. Who is an auditor
3. qualities of a good auditor.
4. remuneration of an auditor
5. Standards on Auditing

LAQ's

1. Define auditing and explain its evolution, objectives, advantages and limitations.
2. Discuss the qualifications and disqualifications of an auditor.
3. Explain the different types of audit in detail.
4. Explain the rights and duties of an auditor in detail.
5. Discuss the civil and criminal liabilities of an auditor.

Unit II SAQ's

1. Define an engagement letter
2. Define audit strategy
3. What is an audit plan
4. audit documentation
5. commencement of an audit

LAQ's

1. Explain the commencement of an audit and discuss the importance and contents of an engagement letter.
2. Explain the circumstances requiring alteration of an audit programme.
3. Define audit documentation and explain its meaning, importance and objectives.
4. What are audit working papers? Explain their importance, objectives and contents.

Unit III SAQ's

1. Define materiality in auditing
2. Define audit risk
3. internal audit
4. materiality in audit planning
5. material misstatement

LAQ's

1. Define materiality and explain its significance in audit planning and performing an audit.
2. Explain the relationship between materiality and audit risk.
3. Explain the meaning, scope and functions of internal audit.
4. Explain the importance of internal control in the effective functioning of an organisation

Unit IV SAQ's

1. Define audit evidence
2. sufficiency of audit evidence
3. sources of audit evidence
4. Define vouching

LAQ's

1. Define audit evidence and explain its importance, sufficiency and appropriateness
2. Define test of controls and substantive procedures. Explain their differences
3. Define vouching and explain its objectives, importance and procedure.
4. Explain the verification and valuation of various assets and Liabilities

Unit V SAQ's

1. audit completion procedures
2. audit opinion
3. material misstatement
4. importance of written representations.
5. elements of an audit report

LAQ's

1. Explain the various audit completion procedures performed by an auditor before issuing the audit report
2. What are written representations from management? Explain their importance and limitations.
3. Explain Emphasis of Matter and Other Matter paragraphs and distinguish between them.
4. Explain the circumstances requiring a qualified opinion, an adverse opinion or a disclaimer of opinion