



UNIVERSITY OF THE PUNJAB

Associate Degree in Commerce Part-II Annual Exam – 2022

Roll No.

Subject: Auditing

Paper: BC-402

Time: 3 Hrs. Marks: 100

NOTE: Attempt any FIVE questions. All questions carry equal marks.

Q.1 Write short notes on the following:

- | | |
|------------------------|--------------------|
| i) Calling Over | iii) Test checking |
| ii) Errors of Omission | iv) Working paper |

Q.2 What are the various commercial frauds? Briefly explain their nature and area.

Q.3 Elaborate internal control system. Suggest a suitable system of internal check over stock of a large manufacturing concern.

Q.4 Define verification. Discuss in detail the six point's techniques of verification.

Q.5 Describe the special points involved in examining the accounts of Insurance Company LTD.

Q.6 Discuss the qualification and disqualification of an auditor under Companies Act 2017.

Q.7 Explain in detail the techniques used by the auditors in vouching the following:

- | | |
|-------------------------|--------------------------|
| i) Payments to Creditor | iii) Commission Received |
| ii) Bills receivable | iv) Rent Expenses |

Q.8 Under what circumstances an auditor is held criminally libel. Illustrate your answer with case law references.



UNIVERSITY OF THE PUNJAB

PART – II A/14
Examination:- B. Com.

Roll No.

Subject: Auditing
PAPER: BC-402

TIME ALLOWED: 3 hrs.
MAX. MARKS: 100

Attempt FIVE questions. All questions carry equal marks

- Q.No.1 Explain the concept of audit and its objectives.
- Q.No.2 Define internal control. Suggest a suitable system of internal control for a large scale departmental store.
- Q.No.3 What is an Audit program? Give its advantages and disadvantages.
- Q.No. 4 Explain in detail the "Techniques of vouching".
- Q.No.5 How would you verify the following:-
(a) Investment (b) Plant and Machinery
(c) Bank Loan (d) Goodwill
- Q.No.6 Explain the legal provisions relating to appointment and removal of auditor in Pakistan.
- Q.No.7 Discuss Auditor's liabilities towards his client with relevant case law.
- Q.No.8 Explain the special point to be kept in mind while examining the accounts of Cement Plant.



UNIVERSITY OF THE PUNJAB

PART – II S/2014
Examination:- B. Com.

Roll No.

Subject: Auditing
PAPER: BC-402

TIME ALLOWED: 3 hrs.
MAX. MARKS: 100

NOTE: Attempt any FIVE questions. All questions carry equal marks.

- Q.No.1 Explain the qualities required in an auditor and also differentiate between Accounting and Auditing.
- Q.No.2 Define internal auditing. State the difference between internal auditing and external auditing.
- Q.No.3 Define final audit and explain its merits and demerits.
- Q.No. 4 Explain in detail the "Techniques of vouching".
- Q.No.5 Define verification. What are the six point techniques of verification?
- Q.No.6 What is meant by statutory report? What are its contents and also give specimen of such report?
- Q.No.7 Under what circumstances an auditor would be held liable to third parties support your answer with relevant case law.
- Q.No.8 Explain the special point required to be kept in mind by an auditor while examining the accounts of a Sugar Company.



UNIVERSITY OF THE PUNJAB

PART – II A/2015
Examination:- B. Com.

Roll No.

Subject: Auditing
PAPER: BC-402

TIME ALLOWED: 3 hrs.
MAX. MARKS: 100

Note: Attempt any FIVE questions. All questions carry equal marks.

- Q.NO 1 Explain different types of Accounting Errors. How would you discover them?
- Q.NO 2 Define Interim Audit. Discuss its merits and demerits.
- Q.NO 3 How would you investigate the accounts of a company on behalf of a Bank considering granting loan?
- Q.NO 4 How would you vouch the following:
a) Cash Purchase
b) Payment of Salaries
c) Credit Sales
- Q.NO 5 What are the different points which require auditor's attention while examining the accounts of Bank?
- Q.NO 6 Define Prospectus Reports? What work is performed by the auditor in this regard? Also draft the specimen of a Prospectus Report.
- Q.NO 7 What is liability for Negligence and Criminal of an Auditor? Prove your answer with case reference.
- Q.NO 8 Define "Internal Check"? What steps would you suggest for a trading concern



UNIVERSITY OF THE PUNJAB

PART – II S/2015
Examination:- B. Com.

Roll No.

Subject: Auditing
PAPER: BC-402

TIME ALLOWED: 3 hrs.
MAX. MARKS: 100

Note: Attempt any FIVE questions. All questions carry equal marks.

- Q.No.1 Explain in detail the main advantages of auditing. Also discuss the qualities of an auditor.
- Q.No.2 Define internal control internal check and internal audit. Suggest a suitable system of internal check over cash receipts and cash payments.
- Q.No.3 Define continuous audit. Discuss its merits and demerits.
- Q.No. 4 Explain in detail the techniques used by the auditor in vouching of :
(a) Cash Sales (b) Travelling Expenses (c) Wages and Salaries
(d) Purchases book
- Q.No.5 Define verification. How would you verify the following:-
(a) Cash in hand (b) Cash at bank (c) Land and Building (d) Trade marks
- Q.No.6 What is an Annual Audit Report? Also explain the audit work involved in the submission of such a report to the shareholders of a public limited company.
- Q.No.7 Explain the following liabilities of an auditor along with case reference
(a) Misfeasance (b) Negligence
- Q.No.8 Explain the special points to be kept in mind while examining the accounts of a News Paper Company.



UNIVERSITY OF THE PUNJAB

PART – II A/2016
Examination:- B. Com.

Roll No.

Subject: Auditing
PAPER: BC-402

TIME ALLOWED: 3 hrs.
MAX. MARKS: 100

NOTE: Attempt any FIVE questions. All questions carry equal marks.

- Q. # 1: Define Auditing. Also explain the difference between Auditing and Accounting?
- Q. # 2: Can the auditor be removed? If so what is the procedure of removal?
- Q. # 3: Define internal control. Suggest a suitable system of internal control for a large scale departmental store.
- Q. # 4: Discuss the special points involved in the audit of a Textile Mill.
- Q. # 5: What is meant by statutory report? What are its contents and also give the specimen of such report?
- Q. # 6: Under what circumstances an auditor would be held liable to third parties. Support your answer with relevant case law.
- Q. # 7: Explain criminal liability of a auditor, prove your answer with case reference.
- Q. # 8: Define audit Working Papers. Explain the advantages of working paper.

UNIVERSITY OF THE PUNJAB



PART – II S/2016
Examination:- B. Com.

Roll No.

Subject: Auditing
PAPER: BC-402

TIME ALLOWED: 3 hrs.
MAX. MARKS: 100

NOTE: Attempt any FIVE questions. All questions carry equal marks.

- Q. # 1: Explain the terms internal check, internal Audit and internal control. Suggest a suitable system of internal check over "Sales".
- Q. # 2: Define final Audit. Discuss its merits and demerits.
- Q. # 3: Explain in detail the technique used by the auditor in vouching.
- | | |
|--------------------|-----------------------|
| a) Cash Sale | b) Wages and Salaries |
| c) Dividend Income | d) Traveling Expenses |
- Q. # 4: Explain in a comprehensive manner the techniques of "verification".
- Q. # 5: What are the necessary information that the auditor must collect before the commencement of new audit.
- Q. # 6: Under what circumstances an auditor would be held liable to third parties support your answer with relevant case law.
- Q. # 7: Explain the special points to be kept in mind during the audit of an Insurance Company.
- Q. # 8: Briefly discuss the Rights and Duties of an Auditor of a Public Limited Company.



UNIVERSITY OF THE PUNJAB

PART – II A/2017
Examination:- B. Com.

Roll No.

Subject: Auditing
PAPER: BC-402

TIME ALLOWED: 3 hrs.
MAX. MARKS: 100

NOTE: Attempt any FIVE questions. All questions carry equal marks.

- Q.No.1 Briefly explain different types of Accounting Errors. How would you discover them?
- Q.No.2 Define internal Auditing. State the difference between Internal Auditing and External auditing.
- Q.No.3 Define interim audit. Discuss its merits and demerits.
- Q.No.4 Define Vouching. Briefly explain necessary steps to be taken in vouching of "purchases and sales"
- Q.No.5. Define verification. How would you verify the following :-
a) Cash in hand b) Cash at bank
c) Land and Building d) Trade Marks
- Q.No.6 Discuss the rights and duties of an auditor of a Public Limited Company in Pakistan.
- Q.No.7 Explain the following liabilities of an auditor along with case reference:
a) Misfeasance b) Negligence
- Q.No.8. Explain the special point to be kept in mind while examining the accounts of an Insurance Company.



UNIVERSITY OF THE PUNJAB

PART-II: 2nd Annual - 2017

Examination: B. Com.

Roll No.

Subject: Auditing

PAPER: BC-402

TIME ALLOWED: 3 hrs.

MAX. MARKS: 100

NOTE: Attempt any FIVE questions. All questions carry equal marks.

- Q. No. 1. What is meant by Audit? What are the objects of Auditing?
- Q. No. 2. What is Final Audit? State the advantages and disadvantages of final audit?
- Q. No. 3. Briefly discuss the rights and duties of an auditor of a Public Limited Company.
- Q. No. 4. Define verification and elaborate its techniques.
- Q. No. 5. Discuss the special points involved in the audit of a Cement Industry.
- Q. No. 6. What are the auditor's duties in respect of an Unqualified Report? Give an imaginary specimen of such a report.
- Q. No. 7. Explain the Auditor's Liabilities for **Misfeasance** with the support of Legal Cases.
- Q. No. 8. Define "Investigation". How does it differ from Auditing?



UNIVERSITY OF THE PUNJAB

PART – II A/2018
Examination:- B. Com.

Roll No.

Subject: Auditing
PAPER: BC-402

TIME ALLOWED: 3 hrs.
MAX. MARKS: 100

NOTE: Attempt any FIVE questions. All questions carry equal marks.

- Q.No.1 Discuss in detail the advantages of an audit to:-
a) Business b) Public c) Government
- Q.No.2 Define Internal check. Suggest a suitable system of internal check over purchases of Manufacturing company.
- Q.No.3 Define continuous audit. Discuss its merits and demerits.
- Q.No.4 Explain in detail the techniques used by the auditor in vouching of :
(a) Cash Sales (b) Wages and Salaries
(c) Dividend Income (d) Traveling expenses
- Q.No.5 Define verification. How would you verify the following
(a) Furniture & fixture (b) Trade Marks
(c) Bills Receivable (d) Investments
- Q.No.6 Explain the legal provision relating to appointment and removal of auditor in Pakistan.
- Q.No.7 Discuss the auditor liability in respect of "Negligence" and libel support your answer with relevant case law.
- Q.No.8 Explain the special points to be kept in mind during the audit of a Cement Plant.



UNIVERSITY OF THE PUNJAB

PART – II : 2nd Annual – 2018

Examination: B. Com.

Roll No.

Subject: Auditing

PAPER: BC-402

TIME ALLOWED: 3 Hrs.

MAX. MARKS: 100

NOTE: Attempt any FIVE questions. All questions carry equal marks.

- Q1. Define Auditor. Also explain the qualities of an Auditor.
- Q2. Define and distinguish between Final and Continuous Audit.
- Q3. Discuss the special points involved in the Audit of Hotel.
- Q4. Define Internal Control. Suggest a system of internal control over Purchases
- Q5. Explain the various steps required to be taken by an auditor in submission of Statutory Report. Draft the specimen.
- Q6. How would you vouch the following:
a) Sales of Investments
b) Rent and Taxes
- Q7. What do you mean Audit Note Book? What are its contents? Also discuss its advantages.
- Q8. Briefly explain the Auditor's Liability for Negligence and Third Party



UNIVERSITY OF THE PUNJAB

B.Com. Part – II Annual Exam – 2019

Roll No.

Subject: Auditing

Paper: BC-402

Time: 3 Hrs. Marks: 100

NOTE: Attempt any FIVE questions. All questions carry equal marks.

- Q.1** Define continuous audit. Write down merits and demerits of continuous audit.
- Q.2** What are the accounting errors? How an auditor would discover them?
- Q.3** Explain techniques of vouching in detail.
- Q.4** Write down rights and duties of auditor.
- Q.5** What is statutory report? What are the contents of statutory report? Draw specimen of such report.
- Q.6** Write down at least 20 points kept in mind by auditor during audit of cinema house.
- Q.7** Write down difference between internal audit and external audit.
- Q.8** Explain liability of third party and misfeasance with the help of legal cases.



UNIVERSITY OF THE PUNJAB

B.Com. Part – II 2nd Annual Exam – 2019

Roll No.

Subject: Auditing

Paper: BC-402

Time: 3 Hrs. Marks: 100

NOTE: Attempt any FIVE questions. All questions carry equal marks.

- Q.1 Define audit. What are its objects?
- Q.2 Define internal check internal audit & internal control system. Suggest a suitable system of internal check over cash receipts and cash payments of large retail store.
- Q.3 Define vouching. What are the techniques of vouching?
- Q.4 Describe the special points involved in examining the accounts of Sugar Mill.
- Q.5 Briefly explain the duties of an auditor of a public limited company.
- Q.6 Under what circumstances an auditor can be held responsible for "Criminal Liability" and "Liability for Libel". Illustrate your answer with relevant case law references.
- Q.7 Define interim audit. Discuss its merits and demerits.
- Q.8 Write a note on the following:
- a) Compensating errors
 - b) Teeming & lading
 - c) Working papers
 - d) Audit note book



UNIVERSITY OF THE PUNJAB

Associate Degree in Commerce /B.Com. Part – II Annual Exam – 2020

Roll No.

Subject: Auditing

Paper: BC-402

Time: 3 Hrs. Marks: 100

NOTE: Attempt any FIVE questions. All questions carry equal marks.

- Q.1 Write a note on the following:
- a) Test checking
 - b) Teeming & lading
 - c) Calling Over
 - d) Audit working paper
- Q.2 Define Balance Sheet audit. Discuss its merits and demerits?
- Q.3 Explain the necessary information that the auditor must collect before commencing a new audit.
- Q.4 Briefly explain verification. How would you verify the following?
- a) Share Capital
 - b) Plant and Machinery
 - c) Bill Receivables
 - d) Debenture/Bonds
- Q.5 What is meant by vouching? Explain the objectives and techniques of vouching.
- Q.6 Briefly explain the rights and duties of an auditor of a public limited company.
- Q.7 Explain the special points to be kept in mind by an auditor while examining the accounts of a Textile Mill.
- Q.8 Under what circumstances an auditor can be held criminally liable? Support your answer with relevant case reference.



UNIVERSITY OF THE PUNJAB

Associate Degree in Commerce / B.Com. Part – II

2nd Annual – 2020 & Annual – 2021

Roll No.

Time: 3 Hrs. Marks: 100

Subject: Auditing

Paper: BC-402

NOTE: Attempt any FIVE questions. All questions carry equal marks.

- Q.No.1 Define Auditing? What are the objects of Auditing?
- Q.No.2 What is an Unqualified Audit report? Write its contents and draw an imaginary specimen of such a report
- Q.No.3 Discuss the special points involved in the audit of an Insurance Company.
- Q.No.4 Define Internal Control System? What are the Principles of an effective Internal Control System in a large-scale departmental store?
- Q.No.5 Define Audit Program? Write merits and demerits of an Audit Program.
- Q.No.6 Define Vouching? Briefly explain the necessary steps to be taken in vouching of Receipt Side of Cash Book.
- Q.No.7 What is the Appointment criteria of an auditor in Public Limited Companies?
- Q.No.8 Define and distinguish between Balance sheet audit and Continuous audit?