

Int. LLB Sem.-6 Examination**ILBCom 307****Company A/C - II****Time : 2-30 Hours]****March-2025****[Max. Marks : 70**

Q.1 1 Define Auditing. Discuss Objects/Objectives of Auditing in detail. [18]

OR

Q. 1 Explain the following:

(a) Discuss Eligibility, Qualifications and Disqualifications of an Auditor under Companies Act 2013. (Section 141 (1), & 141 (2), 141(3) and 141(4)). [10]

(b) Discuss Duties of an Auditor under Companies Act 2013. [08]

Q.2 What is Internal Control? Define Internal Check and Internal Audit. And discuss procedure of Organizing Audit Work. [18]

OR

Q. 2 Explain the following:

(a) Internal Check System for Payment of Wages [08]

(b) Internal Check of Cash Sales [10]

Q.3 What is Vouching? Discuss objectives of vouching and points that auditors should keep in mind while vouching. [18]

OR

Q.3 How would you Vouch for the Following: (ANY 4). [18]

- | | |
|--------------------------------------|---------------------|
| 1. Technical Know-how | 2. Payment of Wages |
| 3. Income from Interest and Dividend | 4. Share capital |
| 5. Audit Fees | 6. Cash Sales |

Q.4 [a] Discuss Verification and Valuation of Assets and Liabilities. (ANY 2) [10]

1. Verification and Valuation of Goodwill
2. Verification and Valuation of Investments
3. Verification and Valuation of Cash at Bank
4. Verification and Valuation of Copyrights

OR

Q.4 [a] Explain the meaning of Verification and Valuation. What are the Principles of Verification. Point out the Difference between Valuation and Verification. [10]

Q.4 [b] Choose the most appropriate answer from the following: [06]

1. **Internal audits are conducted by:**
 - a) External auditors
 - b) Government auditors
 - c) Employees of the company.
 - d) Independent forensic experts
2. **Which of the following is NOT a component of internal control?**
 - a) Control environment
 - b) Risk assessment
 - c) Financial statements.
 - d) Monitoring
3. **The tenure of an individual auditor in a listed company cannot exceed:**
 - a) 3 years
 - b) 5 years.
 - c) 10 years
 - d) 15 years
4. **Under the Companies Act, the auditor submits the audit report to:**
 - a) The Board of Directors
 - b) The Shareholders
 - c) The CFO
 - d) The Tax Authorities
5. **Verification refers to:**
 - a) Checking the arithmetical accuracy of accounts
 - b) Examining vouchers and supporting documents
 - c) Confirming the existence, ownership, and value of assets and liabilities.
 - d) Checking compliance with accounting standards
6. **Vouching is primarily concerned with:**
 - a) Recording of transactions in books of accounts
 - b) Checking the authenticity of transactions with supporting documents
 - c) Verification of financial statements
 - d) Physical verification of assets
