

TILAK MAHARASHTRA VIDYAPEETH, PUNE
BACHELOR OF COMMERCE(B.COM)
EXAMINATION – MAY - 2026
SIXTH SEMESTER

Sub.: Auditing & Assurance (BCOM23-602)

Date: 8/05/2026

Total Marks: 60

Time: 10.00 am to 12.30pm

Instructions: 1) All questions are compulsory. 2) Figures to the right indicate full marks.

Q.1a) Fill in the blanks (Any 5) (05)

1. ACCA Code deals with:
 - a) Accounting
 - b) Ethics
 - c) Law
 - d) Finance
2. Assurance engagement increases:
 - a) Risk
 - b) Confidence
 - c) Errors
 - d) Fraud
3. Engagement acceptance requires:
 - a) Risk assessment
 - b) Profit
 - c) Cost
 - d) Time
4. Analytical procedures are used for:
 - a) Analysis
 - b) Recording
 - c) Posting
 - d) Summarizing
5. Audit primarily aims to:
 - a) Detect fraud
 - b) Express opinion
 - c) Prepare accounts
 - d) Manage company
6. External audit is conducted by:
 - a) Internal staff
 - b) Government
 - c) Independent auditor
 - d) Shareholders
7. Audit is governed by:
 - a) ISA
 - b) GST
 - c) Income Tax
 - d) Companies Act only

b) State whether the following statement are true or false (any 5) (05)

1. Internal control ensures accuracy and reliability of records.
2. Flowchart method is used to record internal control systems.
3. Vouching is checking arithmetic accuracy only.
4. Auditor has right to access books of accounts.

5. Audit report expresses auditor's opinion.
6. Statement of facts is same as auditor's opinion.
7. Qualifications are included when there are material issues.

Q. 2a) Explain how auditors deal with subsequent events occurring after the balance sheet date but before the report is issued. **(20)**

Or

- b)** Discuss the auditor's duty to report fraud under Section 143(12) of the Companies Act.

Q.3 a) Explain the role of internal audit in preventing fraud and errors. **(10)**

b) Write short notes. (Any 2) **(05)**

1. Duties of an Auditor.
2. Auditor's Duty to Report Fraud.
3. Rights of an Auditor.
4. Audit Report – Definition and Purpose

Q.4 a) Define 'Error' in auditing. Explain in detail the classification of errors and the techniques used by an auditor for their detection. **(15)**

OR

- b)** Discuss the disqualifications of an auditor and their significance in maintaining independence.
