

Name:
Enrolment No:



School of Business
UPES
End Semester Examination December, 2022

Program: B Com Mba
Subject/Course: Auditing and Assurance
Course Code: FINC2077

Semester: 3rd
Max. Marks: 100
Duration: 3 Hours

IMPORTANT INSTRUCTIONS
All questions are compulsory.

Q.No	Section A (10 questions of 2 marks each)	Marks	COs
1	The income of a resident individual becomes taxable only when it exceeds Rs. a. 2,50,000. b. 5,00,000. c. Zero. d. None of these.	2	1
2	..... is a sequence of steps which is followed by an auditor while performing audit. a. Audit Verification. b. Audit Programme. c. Audit Planning. d. None of these.	2	1
3	A is eligible for doing financial audit of business organizations. a. Chartered accountant. b. Cost accountant. c. Management accountant. d. All of these.	2	1
4	Goods and service tax registration is required compulsorily only when turnover exceeds Rs. a. 30,00,000. b. 25,00,000. c. 20,00,000. d. 15,00,000.	2	1
5	A single individual cannot have more than one a. Pan number. b. GST number. c. Both a and b.	2	1

	d. None of these.		
6	Audit is mandatory in case of business if turnover exceeds Rs. a. 1 Crore. b. 2 Crore. c. 3 Crore. d. None of these.	2	1
7	..... controls the banking system of a country. a. Reserve bank of India. b. Syndicate bank. c. World bank. d. SEBI.	2	1
8	..... shareholders are not entitled to a fixed rate of dividend. a. Preference. b. Equity. c. Both a and b. d. None of these.	2	1
9	..... capital is invested for day to day operations of a business. a. Fixed. b. Working. c. Nominal. d. None of these.	2	1
10	..... income is totally exempt from tax. a. Agricultural. b. Share of profit from partnership firm. c. Both a and b. d. None of these.	2	1
Section B (Four questions of five marks each)			
11	Describe the different types of audit which can be done by an auditor.	5	2
12	Define the following terms:- a. Test checking b. Internal audit	5	2
13	Describe the main duties of an auditor.	5	2
14	Discuss the different aspects of vouching the following:- a. Purchases of goods. b. Travelling expenditure bill	5	2
Section C (3 Questions of 10 Marks each)			
15	Suresh has incurred preventive health check up expense on his family members (excluding parents) of Rs.8,000 and an amount of Rs.22,000 on his parent's medical treatment. How much amount suresh can claim as deduction. Apply the provisions of income tax act.	10	3
16	Manisha has earned a income of Rs.7,00,000 and the assessing officer sends a notice demanding 20% tax as it falls in 20% bracket. Is he justified in doing so. If not determine the correct amount of tax payable (if any).	10	3

17	Sonal has obtained a home loan of Rs.5,00,000 on 01/08/2009 for construction of house at 8% rate of interest. The construction was completed on 15/12/2012. Apply the income tax provisions and tell how much amount can be claimed as a deduction in the financial year 2012-13.	10	3
Section D (Two questions of 15 marks each)			
18	An auditor has to follow many regulations of different acts and rules so that the books of accounts show a true and fair view of affairs of business. Name and explain any two such acts or rules in detail.	15	4
19	Manohar has a taxable income of Rs.14,00,000 and he approaches his tax consultant to suggest measures of reducing his tax liability. As a tax consultant or financial advisor suggest some ways of minimizing tax liability. Also suggest whether the total tax payable can be reduced to zero or not.	15	4