

PRIME ACADEMY
FINAL - 41ST SESSION PROGRESS TEST
ADVANCED AUDITING AND PROFESSIONAL ETHICS

No. of page: 1

Total Marks: 75
Time Allowed: 2 Hrs

PART - A

1. Match the following

S. No	Standard No	Standard Name
1	SA 505	Responsibility of joint auditor
2	SA 560	Audit Documentation
3	SA 299	External confirmation
4	SA 230	Analytical procedures
5	SA 520	Subsequent events

(5 Marks)

2. Write short notes on the following

- a) Classification of frauds by NBFC
- b) Core investment companies
- c) Public Accounts Committee
- d) Broad objectives of operational audit

(4 x 4 = 16 Marks)

3. As a statutory auditor, how will you deal with the following?

You notice a misstatement resulting from fraud or suspected fraud during the audit and conclude that it is not possible to continue the performance of audit **(4 Marks)**

PART - B

1. Give your comments with reference to Chartered Accountants Act, 1949 and Schedules thereto.

- a) Mr. A, a practicing Chartered Accountant, failed to return the books of account and other documents of a client despite many reminders from the client. The Client had settled in his entire fees dues also. **(4 Marks)**
- b) Mr. B, a practicing Chartered Accountant As well as a qualified lawyer, was permitted by the bar council to practice as a lawyer also. He Printed his visiting card where he mentioned his designation as Chartered Accountant And Advocate. **(4 Marks)**
- c) Mr. C, a practicing Chartered Accountant, In the course of the audit of a listed company discovered serious violations of the provisions of the Companies Act 1956, informed the Registrar of Companies out of public interest. **(4 Marks)**
- d) Mr. D a practicing Chartered, did not complete his work relating to the audit of the accounts of the company and had not submitted his audit report in due time to enable the company to comply with the statutory requirements. **(4 Marks)**

2.

- a) How are Non-Banking Financial companies (NBFCs) classified? **(6 Marks)**
- b) State the requirements regarding maintenance of Books of Accounts of a multi- state Co-operative Society. **(4 Marks)**

3.

- a) What essential qualities should a management/ operational Auditor possess to be effective in his work? **(8 Marks)**
- b) What are the basic differences in the method of auditing followed in case of statutory audit under the companies Act and propriety Audit carried out by the C& AG? **(8 Marks)**

4. Comprehensive audit involves assessing efficiency and effectiveness of public enterprises. Discuss what is Comprehensive Audit? Enlist some of the areas to be examined therein.

(8 Marks)