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Register Number:

DATE:

**ST. JOSEPH’S COLLEGE (AUTONOMOUS), BANGALORE-27**

**UG – IV SEMESTER**

**SEMESTER EXAMINATION: APRIL 2022**

(Examination conducted in July-August 2022)

**BC IFA 4319: Principles of Audit**

Time- 2 ½ hrs Max Marks-70

**This paper contains ONE printed page and four parts**

**Section A**

**I.** Answer ***any five*** of the following (**5 x 2 = 10 marks)**

1. What is meant by Assurance engagement?
2. What is expectation gap?
3. State any two objectives of Internal control.
4. What is the relationship between Audit strategy and Audit Plan?
5. List any two needs for auditor to obtain evidence to draw conclusion.
6. Give the meaning of Audit Sampling.

**Section B**

**II.** Answer ***any three*** of the following (**3 x 5 = 15 marks)**

1. Briefly explain the five elements of an Audit Assurance.
2. Write a short note Audit Risk.
3. Brief out the five components of Internal Control System.
4. Summarise the audit procedures involved in collecting audit evidence.

**Section C**

**III.** Answer ***any two*** of the following (**2 x 15 = 30 marks)**

1. Explain in detail the code of professional ethics along with their threats.
2. Enumerate the responsibilities of Internal and External Auditors in respect of Fraud.
3. Describe the audit checks of the following items:
   1. Receivables
   2. Share Capital
   3. Director’s Remuneration.  **(5 marks each)**

**Section D**

**IV.** Answer the following **compulsory** question **(15marks)**

1. Anderson Audit Firm wants to conduct audit in Zenith Company. Anderson Audit firms wants to check the controls applied in the company. Therefore, prepare the flow of stages and explain the objectives of controls involved in the following:
   1. Sales System
   2. Purchase System
   3. Payroll System **(5 marks each)**

**BCIFA 4319-A-22**