

# JS PG COLLEGE SIKANDRABAD

## BBA 6<sup>th</sup> Semester

### AUDITING

#### **Important questions:**

- 1) What do you understand by Auditing? Explain its objectives.
- 2) Advantages and Importance of auditing.
- 3) “Accounting is necessity while auditing is luxury”. Do you agree with this statement? Explain.
- 4) Difference between continuous audit and periodical audit.
- 5) What is Internal Check? Explain the essentials of an efficient check system and discuss the position of an auditor in this regard.
- 6) Differentiate between Internal Audit and Internal Check.
- 7) “Vouching is the backbone of Auditing”. Explain and point out importance of vouching.
- 8) “An auditor is not a valuer yet he is intimately concerned with proper valuation of assets & liabilities”. Discuss.
- 9) What are Contingent Liabilities? Give the examples of contingent liabilities and state how they should appear in a company’s published balance sheet.
- 10) What are the duties of an auditor in connection with the issue and redemption of redeemable preference shares by a limited company?
- 11) What are the provisions of companies act 1956 regarding appointment, renewal and remuneration of a company auditor?
- 12) Discuss the liabilities of an auditor under the companies act 1956.
- 13) State the statutory rights and duties of a company’s auditor.
- 14) What do you mean by Audit Report? What are its main contents? Explain its importance.
- 15) Difference between financial audit and cost audit.