

⑦ Audit of Trade Receivable:

Q.1. It is important to carry out tests of controls for checking the effectiveness of internal controls over sales as a part of debtor's audit procedure.

Mention the points to be considered while performing tests of controls.

(4 Marks)

Q.2. Write the audit procedure for verification of valuation of trade receivable.

(4 Marks)

Q.3. Mention the Analytical Review procedures that is to be performed by the auditor for the purpose of obtaining evidences regarding various assertions relating to trade receivables, loans and advances.

(4 Marks)

⑧ Audit of Cash and Cash Equivalent:

Q.1: Explain direct confirmation procedure w.r.t. bank balances as on B/S date.

(4 Marks)

Q.2: Mention the disclosure requirements of Sch-III of Companies Act, 2013, w.r.t. Cash and Cash Equivalent.

(3 Marks)

9) Audit of Inventories:

Q.1: Auditor is required to evaluate certain assertions while examining the financial statement items.

Mention any four assertions, that are to be evaluated while verifying the inventories.

Q.2: How will you vouch/verify the following: Goods sent on consignment.

Q.3: What are the points to be considered while verifying valuation of

(a) Raw Materials and Consumables

(b) finished Goods and Goods held for resale

10) Audit of loans and advances and Other Current Assets:

Q.1: Mention the criteria on the basis of which an asset is to be classified as current asset. (4 Marks)

Q.2: Mention the disclosure requirements of Sch-III w.r.t. loans and advances granted to promoters, directors, KMPs and other related parties. (3 Marks)