

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)