

## INTER COURSE: GROUP II

## PAPER-5: AUDITING AND ETHICS

## (MTP 6: Ch. 6 – Audit Documentation)

## Suggested Answers

Q. No.	Correct Option	Remarks
1	(a) He should have documented the explanation received, the evidence reviewed and how he concluded that the corrections were appropriate.	<i>Because the auditor relied on management's explanation and evidence (screenshots) to accept year-end corrections, the discussion and basis for the conclusion should have been documented. This supports how the auditor formed the final judgement.</i>
2	(a) She should document the discussion because it influences audit conclusions and relates to evidence obtained.	<i>Since the discussion helped resolve inconsistencies in vendor statements and directly affected the auditor's understanding of evidence, it must be documented. Even if resolved orally, such discussions impact audit decisions and support how conclusions were reached, making documentation necessary.</i>
3	(a) 10 August 2025	<i>The file must be assembled within the permitted period counted from the audit report date (20 June 2025). A date like 10 August 2025 falls comfortably within the allowable time window for completing the assembly, whereas the later options occur beyond the acceptable limit.</i>
4	(d) 30 June 2027	<i>Working papers must be retained for at least the required minimum number of years from the audit report completion date. For papers completed on 30 June 2020, the earliest permissible deletion is 30 June 2027. Any deletion before this date would violate retention requirements, even if the client requests it.</i>
5	(c) The nature, timing and extent of work performed and significant judgements made, without requiring prior involvement.	<i>Proper documentation must enable an experienced auditor to understand what work was done, when it was done, how it was done and the key judgements applied. This allows review and future reference without needing the involvement of the original team, making this the correct principle.</i>

**Link for Resources (Revision Videos, MTPs, Amendments, Charts, etc.)**

1	Youtube Channel	<a href="https://www.youtube.com/@altclassesca9193">https://www.youtube.com/@altclassesca9193</a>	 www.altclasses.in
2	Telegram Channel	<a href="https://t.me/altclasses">https://t.me/altclasses</a>	
3	Whatsapp Group for Doubts	<a href="https://chat.whatsapp.com/DiDJAVV1TdiLaf3zd1JH4A">https://chat.whatsapp.com/DiDJAVV1TdiLaf3zd1JH4A</a>	
4	LMS Link	<a href="https://altclasses.in/knowledge-forum-ca-inter/">https://altclasses.in/knowledge-forum-ca-inter/</a>	
5	Contact Number	<b>9319805511, 7206941195</b>	<b>CA Pankaj Garg</b>
6	Website Link	<a href="https://altclasses.in/">https://altclasses.in/</a>	

**ALT-MCQ** *pro*

**“TEST – ANALYSE – IMPROVE”**