

College Name: _____

Student Name: _____ Seat No: _____

Copy No: _____

**KARACHI UNIVERSITY BUSINESS SCHOOL
UNIVERSITY OF KARACHI
FINAL EXAMINATION JUNE 2016; AFFILIATED COLLEGE
AUDITING; BA (M)-612 (PART B)
MBA-IV**

Date: July 19, 2016

**Max Time: 1.5 Hrs
Max Marks: 30**

INSTRUCTIONS:

- 1. Attempt any 3 questions. Do not write anything on the question paper.**
- 2. Mobile phone(s) or any other communicating device is not allowed in the examination room. Students will have to remove the batteries of these devices before entering the examination hall.**

Q1 Define scope and need of audit. What are the objectives of audit according to ISA-240?

Q2 a) What is audit engagement letter?

b) Draft an engagement letter issued by ABC Chartered accountant firm to conduct external audit of XYZ textile firm for the year July 2014 to June 2015.

Q3 Give outline of audit program for the verification of any one item from following:

- a. Fixed Assets
- b. Inventory
- c. Account Receivable

Q4 Discuss the importance of internal control system in an organization and who are responsible for it.

END OF SUBJECTIVE PAPER