

**PGDCAA-05**  
June - Examination 2017  
**PGDCAA Examination**  
**Auditing in Computer Environment**  
**Paper - PGDCAA-05**

**Time : 3 Hours ]**

**[ Max. Marks :- 100**

---

**Note:** The question paper is divided into three sections A, B and C. Write answers as per given instructions.

**Section - A**

**10 × 2 = 20**

(Very Short Answer Questions)

**Note:** Answer **all** questions. As per the nature of the question delimit your answer in one word, one sentence or maximum upto 30 words. Each question carries 2 marks.

- 1) (i) What is continuous audit?
- (ii) What aspects are included in internal accounting controls?
- (iii) Give any two advantages of audit programme.
- (iv) What is PERT chart?
- (v) What do you understand by “Accounting Information System”?
- (vi) What is meant by ‘Audit Software’?
- (vii) What is the purpose of designing computer operations controls?

- (viii) What is an audit report?
- (ix) Give any two points of differences between internal check and internal audit.
- (x) What do you mean by transaction processing system?

**Section - B****4 × 10 = 40**

(Short Answer Questions)

**Note:** Answer **any four** questions. Each answer should not exceed 200 words. Each question carries 10 marks.

- 2) Discuss the following: “Internal check reduces the work of the auditor but does not reduces his liability.”
- 3) Explain the advantages and disadvantages of continuous audit.
- 4) Explain Software Development life cycle model.
- 5) Explain various types of Data Base management systems in brief.
- 6) What do you mean by “audit working papers”? Explain the advantages of audit working papers.
- 7) How would you assess the reliability of internal control system in Computerised Information System (CIS) environment.
- 8) What precautions are necessary while using Computer Assisted Audit Techniques.
- 9) Write short notes on following:
  - (i) Electronic Data Processing
  - (ii) System Analysis

**Section - C****2 × 20 = 40**

(Long Answer Questions)

**Note:** Answer **any two** questions. You have to delimit your each answer maximum upto 500 words. Each question carries 20 marks.

10) Write short notes on following:

- (i) Letter of weakness
- (ii) Use of flow charts in evaluation of internal control

11) “Two main purposes of an audit are the prevention and detection of errors and frauds”. Discuss the statement in detail.

12) Distinguish between clean report and qualified audit report. Draft a specimen of a qualified report inserting four qualification therein.

13) Explain the following:

- (i) Expenditure cycle
  - (ii) Revenue cycle
  - (iii) Audit Trial
  - (iv) Internal control questionnaire
-