

International Islamic University Chittagong
Faculty of Business Studies
Department of Business Administration
BBA Program, Mid-Term Examination, Autumn-2022
Course Code: **ACC-4704** Course Title: **Taxation and Auditing**

Time: 1.5 Hours

Full Marks: 30

[Answer any three of the following questions. Figures in the right-hand margin indicate marks]

Question-1

(02+04+04=10)

- a) Why should an audit be an independent examination? CLO1
- b) Briefly explain the detection and prevention of fraud and error. CLO1
- c) How general ethics and professional ethics differ from each other. Describe IFAC/ICAB Guidelines of Ethics for Professional Accountants. CLO1

Question-2

(04+03+03=10)

- a) Define internal check and internal control. Show types of internal control and discuss its components. CLO1
- b) Differentiate between internal control, internal check, and internal audit. CLO1
- c) What are the responsibilities of management and the auditor in an audit engagement? CLO1

Question-3

(04+03+03=10)

- a) Briefly explain generally accepted auditing standards. CLO1
- b) What steps do auditors need to follow to complete the audit? CLO1
- c) Discuss different types of audit opinions/reports. Show the contents include in an audit report format. CLO1

OR

(03+03+04=10)

- a. Mention the steps involved in Bank audit. Explain the step (I) checking loans and advances (II) checking assets and liabilities in balance sheet. CLO2
- b. What steps need to be taken when testing premium and testing claims in insurance audit? CLO2
- c. How flowchart, statistical sampling and ratio analysis techniques can be applied in cost audit. CLO2