

**HIMACHAL PRADESH PUBLIC SERVICE COMMISSION**

S.A.S. (LAD)-(Part-II) EXAMINATION, DECEMBER, 2012

**RULES AND REGULATIONS FOR THE AUDIT AND INSPECTION OF ACCOUNTS**

Paper-VII  
(WITHOUT BOOKS)

**TIME: 2<sup>1</sup>/<sub>2</sub> HOURS**

**MAXIMUM MARKS: 100**

**NOTE: Attempt any five questions. All questions carry equal marks. In the answer, correct question number should be given, failure to do so will entail cancellation of answer(s) straightway.**

Q.No.1 "Vouching is an essence of auditing". Explain and justify the statement with examples. (20)

Q.No.2 Enumerate the checks which are required to be applied while carrying out audit of accounts relating to award and execution of works? (20)

Q.No.3 Elaborate the steps you would take to frame an audit plan for conducting audit of contract agreements entered by the organisation with the service providers regarding outsourcing of non-core activities? (20)

Q.No.4 Discuss the broad principles of audit of receipts? Also outline the difference between receipt audit and expenditure audit. (20)

Q.No.5 List out the checks required to be applied while conducting the audit of the following:

- a. Externally aided projects.
- b. Grant in aid. (20)

Q.No.6 Write short notes on the following:

- a. Computer Assisted Audit Techniques.
- b. Limitations of Resident audit in State funded universities. (20)

Q.No.7 Differentiate between internal control, internal audit and statutory audit. Also suggest measures to strengthen internal control system in educational institutions to minimise irregularities of serious nature and better utilisation of funds.

(20)