

Sl. No. of Q.P. : 637

Unique Paper Code: 22411601_OC

Name of the Paper: **Auditing and Corporate Governance**

Name of the Course: **B.Com (Hons.), CBCS**

Semester: **VI**

Duration: **3 hours**

Maximum Marks: **75 Marks**

Instructions for Candidates

Note: Answers may be written *either* in English or in Hindi; but the same medium should be used throughout the paper.

Attempt *all* questions.

All questions carry equal marks.

Q1.

i) "An auditor is a watchdog, not a bloodhound". In light of this statement, summarize the duties of an auditor. (8)

ii) What points should be considered while framing a system of internal checks? (7)

or

i) Can the duly appointed auditor be removed before the expiry of his term? Explain in brief. (8)

ii) What kind of opinion shall an auditor give when he/she is unable to obtain sufficient and appropriate audit evidence that the financial statements are free from material misstatement? Explain. Also, briefly discuss the different types of modified reports. (7)

Q2. Explain:

i) Anglo-Saxon Model vs Indian Model of Corporate Governance (8)

ii) What is whistleblowing? State the conditions that need to be met for an act of whistleblowing to be morally justified. (7)

or

- i) Specify what the Listing Obligations and Disclosure Requirements Regulations (LODR), 2015 mentions about Board of Directors and Independent Directors. (8)
- ii) Explain the main pillars of Corporate Governance. (7)

Q3.

- i) Which aspects of corporate governance were lacking in Enron? (8)
- ii) What rights has the Indian Companies Act, 2013 given to shareholders to bring activism towards better corporate governance? (7)

or

- i) List out the reasons for the downfall of Kingfisher Airlines? (8)
- ii) Briefly explain the provisions of Section 245 for Class Action suit. (7)

Q4. Comment:

- i) "There are no separate ethics for business". Explain. (8)
- ii) Creating Shared Value model versus Carroll's model of CSR. (7)

or

- i) Specify the environmental issues identified in the ISO 26000. (8)
- ii) Explain the role of Remuneration Committee. (7)

Q5.

- i) Discuss the role of Credit Rating Agencies in corporate governance. Are they performing their function well? (8)
- ii) "One common way of abusing one's position in a company is through Insider Trading". How? Suggest measures to prevent insider trading. (7)

or

- i) State the provisions of the Indian Companies Act, 2013 on CSR. (8)
- ii) Discuss the guidelines on CG applicable to public sector undertakings (PSUs). (7)