

MIZORAM PUBLIC SERVICE COMMISSION
MIZORAM FINANCE & ACCOUNTS SERVICE (JUNIOR GRADE)
DEPARTMENTAL EXAMINATIONS, JANUARY-2022

PAPER - V

Time Allowed : 3 hours

Full Marks : 100

Pass Marks : 40

Marks for each question is indicated against it.
Attempt all questions.

AUDITING

1. What are the statutory duties and powers of the Comptroller & Auditor General as regards audit of Union and State transactions? (10)
2. Distinguish between “Audit against regularity” and “Audit against propriety.” (10)
3. (a) Enumerate the checks applied in the scrutiny of rules and orders. Why is it necessary to scrutinise orders of delegation of financial authority carefully. (10)
OR
(b) What are the principles which should be observed in the audit of sanctions to expenditure?
4. (a) Describe the checks which Audit is required to exercise in conducting audit of accounts of stores and stock? (10)
OR
(b) Enumerate briefly the duties of Audit in respect of Debt, Deposit and Remittance transactions.

BOOK KEEPING AND ACCOUNTANCY

5. (a) State the principles of Double Entry System of accounting? Give briefly its chief advantages. (10)
OR
(b) What is Accounting Equation? Explain the method of computation of Accounting Equation.
6. (a) Define a Ledger. Why is it known as the principal book of accounting? (10)
OR
(b) What is Journal? Which transactions are usually recorded in it? Give one example of such transaction.

7. Write Short Notes on **any two (2)** of the following:

(2×5 = 10)

- (a) Difference of Book Keeping and Accountancy
- (b) Assets and Liabilities
- (c) Debtors and Creditors
- (d) Matching Principle and Full Disclosure Principle

PRACTICAL

8. From the transactions given below prepare **Journal and Ledger Accounts**. (15)

On 1st April, 2021 Liana starts business with Rs 50,000. He opens a bank account and deposits Rs 20,000.

On 2nd April, 2021 he bought furniture for Rs 5,000 and machinery for Rs 10,000.

On 3rd April, 2021 purchased goods for Rs 14,000.

9. Classify the following accounts into **Personal A/c, Real A/c, and Nominal A/c**. (15)

Sl. No	Name of Item	Type of Account
1	Cash A/c	
2	Salary A/c	
3	Goods A/c	
4	SBI A/c	
5	Dividend Received A/c	
6	Furniture A/c	
7	Purchase A/c	
8	Sales A/c	
9	Capital A/c	
10	Drawings A/c	
11	Vanlalsawma's (Proprietor) A/c	
12	House Rent A/c	
13	Postage A/c	
14	Discount A/c	
15	Drawings A/c	