

PRACTICE PAPER TYBBI SEM VI AUDITING – II

Question	Answer1	Answer2	Answer3	Answer4	Correct Option
first auditor is appointed under section..... .	224(5)	228	331	435	Answer1
branch auditor can be.....	shareholder	board of director	auditor u/s143	accountant	Answer3
removal of auditor can be done by.....	accountant	shareholder	director	BOD	Answer2
the auditor must be.....	director	CA	ICWAI	ICS	Answer2
failure of company to inform the central government penalties.....	500	50	5000	1000	Answer1

first duty of auditor is to	verify	investigate	to detect fraud	to find error	Answer1
the person to act as a watch dog is.....	auditor	shareholder	director	accountant	Answer1
branch auditor can be.....	shareholder	BOD	auditor u/s143	director	Answer3
the first auditor is appointed by.....	banker	BOD	auditor u/s143	shareholders	Answer2
CAG stands for	controller & auditor general	control audit general	control of AGM	BOD	Answer1
the vacancy caused by death of auditor can be filled in by	BOD	old auditor	Central govt	state govt	Answer1

Auditor has to inform the register about his accepted within.....	30 days	10 days	21 days	20 days	Answer1
the audit working paper are the property of.....	BOD	shareholder	auditor	CEO	Answer3
books of account must be prepared for.....	7 years	9 years	8 years	10 years	Answer3
books of account can be inspected at.....	registered office	head office	branch office	registrar office	Answer2
relatives means.....	family	son	daughter	sister	Answer1
branch books must be kept at.....	head office	branch	govt office	registered office	Answer2

AS..... deals with related party relationship	18	22	35	16	Answer1
banking company have to transfer.....% of profit to reserve fund	30	20	50	25	Answer2
dividend is paid out of..... .	profit	sales	loss	commission	Answer1
dividend is paid within..... days after declaration	30	60	180	90	Answer1
section..... governs divisible profit	123	231	111	121	Answer1
banking companies have to transfer reserve fund.....%of profit	20	30	25	12	Answer1

imprisonment to director in case of default in payment of dividend	2 years	5years	1years	10years	Answer1
in case of default in payment of dividend company has to pay simple interest at.....	12%	18%	5%	10%	Answer2
consolidated financial statement are mandatory under companies act.....	2016	2013	2000	2001	Answer2
..... provides for disclosure of accounting policies	AS1	AS2	AS3	As21	Answer1
..... is a statement of collected and considered fact about the account.	audit report	audit statement	audit planning	auditor signature	Answer1
the report must be..... by the auditor.	signed	checked	analysed	written	Answer1

audit report is addressed to the.....	company	management	members	CA	Answer3
SA..... provides for audit report.	500	300	100	200	Answer4
the scope of audit report..... then the scope of audit certificate	wide	short	long	narrow	Answer1
a company auditor address his report to.....	board of directors	members	MD	company Secretary	Answer3
the auditor which says that financial statement of company with GAAP is an..... report.	unqualified	modified	qualified	clear report	Answer1
government guaranteed advance become NPA is it remain overdue for more than days	90	120	180	60	Answer1

format of LFAR is design by.....	RBI	SBI	HDFC	ICIC	Answer1
every banking company has to transfer..... of current profit to reserve fund.	20%	30%	50%	25%	Answer1
reserve for unexpired risk in respect of fire insurance is.....	50%	100%	60%	25%	Answer1
report has to be as per guidelines.	RBI	AS2	ICAI	IRDA	Answer3
term loan becomes NPA when it remains overdue for more than..... days.	90	180	365	60	Answer1
cost auditor is appointed by.....	board of directors	shareholders	MD	MCA	Answer1

cost auditor must be a member of.....	ICAI	ICWAI	MCA	ICSI	Answer2
HR audit identifies..... needs of employees.	training	guiding	promotion	selection	Answer1
management audit is.....	voluntary	involuntary	not compulsory	mandatory	Answer1
turnover limit for tax audit is..... crore.	1	2	3	4	Answer1
.....audit encourage local democracy.	social	Central	State	energy	Answer1
..... audit manage environmental risk	social	environment	energy	forensic	Answer2

..... audit measures energy balance.	energy	social	forensic	environment	Answer1
trial balance is always.....	balanced	unbalanced	error	fraud	Answer1
in EDP environment data is stored on.....	tapes	floppies	tips & floppies	data	Answer3