Sec.140 of the Companies Act 2013 deals with \_\_\_\_\_. a. none of the above b.Removal an auditor c. Appointment of an auditor d. Remuneration of an auditor

ChatGPT

**ChatGPT**

Section 140 of the Companies Act 2013 deals with the "Removal of Auditor". So, the correct answer is:

b. Removal of an auditor

User

**You**

is a method of organizing the accounting systemof a business concern or a factory by which the duties of various clerks are arranged in such a way that the work of one person is automatically checked by another. a. internal control b. internal check c. none of the above d. internal audit

ChatGPT

**ChatGPT**

The method described, where the duties of various clerks are arranged so that the work of one person is automatically checked by another, is known as "internal check."

So, the correct answer is:

b. internal check

User

**You**

Which is the following is not a kind of audit a. statutory and private audit b. none of the above c.government and conitinous audit d.final,internal,management audit

ChatGPT

**ChatGPT**

The correct answer is:

b. none of the above

All the options listed are types of audits. So, none of them is not a kind of audit.

User

**You**

bonus shares issued to \_\_\_. a.employees b.new members

ChatGPT

**ChatGPT**

Bonus shares are issued to existing shareholders of the company, not to employees or new members.

So, the correct answer is:

b. existing shareholders

User

**You**

the audit that is made compulsory under statue is called \_\_\_.

ChatGPT

**ChatGPT**

The audit that is made compulsory under statute is called "Statutory Audit."

So, the correct answer is:

Statutory Audit

User

**You**

a company auditor can be removed before expiry of his term by a. board of directors b.state of government c. central government d.shareholders

3 / 3

ChatGPT

**ChatGPT**

A company auditor can be removed before the expiry of his term by the shareholders.

So, the correct answer is:

d. shareholders

User

**You**

which of the following persons is qualified to be a company auditor? a. a person who is indepted to the company for an amount exceeding Rs.100 b. a body corporate c.an employee of the company

ChatGPT

**ChatGPT**

The person qualified to be a company auditor should not be indebted to the company for an amount exceeding Rs. 100. So, the correct answer is:

a. a person who is indebted to the company for an amount exceeding Rs.100

User

**You**

duties of an auditor is \_\_\_\_\_. a. all of the above b.statutory duties imposed by the Companies act c.duties imposed by legal or court decisions d.duties arising out of professional etiquette

2 / 2

ChatGPT

**ChatGPT**

The duties of an auditor encompass a combination of statutory duties imposed by the Companies Act, duties imposed by legal or court decisions, and duties arising out of professional etiquette. Therefore, the correct answer is:

a. all of the above

2 / 2

User

**You**

\_\_\_\_ lays out the strategies to be followed to conduct an audit. a.all of the above b.an auditprogramme c. an action plan d.an audit plan

2 / 2

ChatGPT

**ChatGPT**

The document that lays out the strategies to be followed to conduct an audit is typically referred to as an "audit plan." So, the correct answer is:

d. an audit plan

User

**You**

internal check is suitable for \_\_\_. a.smallers concern b.larger concern c. none of the above d. petty-shop keepers

ChatGPT

**ChatGPT**

Internal check is more suitable for smaller concerns and petty-shop keepers.

So, the correct answer is:

a. smaller concerns d. petty-shop keepers

User

**You**

this kind of audit is conducted generally between two annual audits. a.internal audit

ChatGPT

**ChatGPT**

The kind of audit conducted generally between two annual audits is known as an "internal audit."

So, the correct answer is:

a. internal audit

User

**You**

sole proprietary concerns are \_\_\_ to get their financial statements audited by independent financial auditors a.not legally required b.legally required c.not ethically required d.ethically required

ChatGPT

**ChatGPT**

Sole proprietary concerns are generally not legally required to get their financial statements audited by independent financial auditors. Therefore, the correct answer is:

a. not legally required

User

**You**

sec.139 (7) provides that in the case a Government Company or any other company owned or controlled by the Central Government, or by an State Government, the first auditor shall be appointed by\_\_\_\_\_ a.comptroller and Audit-General of India b.Central government c.state government

ChatGPT

**ChatGPT**

Section 139(7) of the Companies Act 2013 provides that in the case of a Government Company or any other company owned or controlled by the Central Government, or by a State Government, the first auditor shall be appointed by the Comptroller and Auditor-General of India.

So, the correct answer is:

a. Comptroller and Auditor-General of India

User

**You**

which of the following is not kind a kind of audit? a. government and continous audit b.none of thes c.internal audit d.statutory and private

2 / 2

ChatGPT

**ChatGPT**

The correct answer is:

b. none of these

All the options listed are types of audits. So, none of them is not a kind of audit.

User

**You**

auditing begins where \_\_ends a.purchases b.accounting c.selling d.inventory valuation

2 / 2

ChatGPT

**ChatGPT**

Auditing begins where accounting ends.

So, the correct answer is:

b. accounting

User

**You**

\_\_\_\_ is examination of all documentary evidence which are available to support the authenticity of transactions entered in the client's record. A. accountin b.none of the above c.internal check d.vouching

ChatGPT

**ChatGPT**

The examination of all documentary evidence available to support the authenticity of transactions entered in the client's records is known as "vouching."

So, the correct answer is:

d. vouching

User

**You**

cost auditor submits reports to the: a. board of directors b.shareholder c.creditors d.employees

ChatGPT

**ChatGPT**

The cost auditor typically submits reports to the Board of Directors of the company.

So, the correct answer is:

a. Board of Directors

User

**You**

accounting standards are prepared by a.sebi b.ita c.asb d.rbi

2 / 2

ChatGPT

**ChatGPT**

Accounting Standards in India are prepared by the Accounting Standards Board (ASB) of the Institute of Chartered Accountants of India (ICAI).

So, the correct answer is:

c. ASB (Accounting Standards Board)

User

**You**

internal auditor of a company must be \_\_\_. a.icwa b.chartered accountant c.cost accountant d.need to possess any professional qualification

ChatGPT

**ChatGPT**

The internal auditor of a company does not necessarily need to possess any specific professional qualification. However, it is common for internal auditors to have qualifications such as Chartered Accountant (CA), Cost Accountant (ICWA/ CMA), Certified Internal Auditor (CIA), or other relevant certifications.

So, the correct answer is:

d. need to possess any professional qualification

User

**You**

balance sheet audit is also known as a.internal audit b.annual audit c.financial audit d.continues audit

ChatGPT

**ChatGPT**

Balance sheet audit is also known as a "financial audit".

So, the correct answer is:

c. financial audit

User

**You**

share premium account should be in the balance sheet under a.paid-up capital b.reserved capital c.reserves&amp; surplus d.subcribed capital

ChatGPT

**ChatGPT**

The share premium account should be in the balance sheet under:

c. reserves & surplus

User

**You**

the objective of the auditor planning is \_\_\_\_ a, all of the above b.to coordinate work with other auditors and experts c.to identify potential problem d.to give appropriate attention to all imporant areas of audit

ChatGPT

**ChatGPT**

The objective of auditor planning encompasses various goals, including coordinating work with other auditors and experts, identifying potential problems, and giving appropriate attention to all important areas of the audit. Therefore, the correct answer is:

a. all of the above

User

**You**

remuneration of an internal auditor is fixed by\_\_\_\_\_.

ChatGPT

**ChatGPT**

The remuneration of an internal auditor is typically fixed by the management or the Board of Directors of the company.

So, the correct answer is:

Management or Board of Directors

User

**You**

civil liability of an auditor implies liability for a.misfeasance b.misappropriation of cash c.fraud d.missappropriation of goods

ChatGPT

**ChatGPT**

Civil liability of an auditor typically implies liability for misfeasance, which refers to the improper performance of a lawful act or duty. This can include negligence or failure to exercise due care in the performance of audit duties.

So, the correct answer is:

a. misfeasance

User

**You**

voucher relates to\_\_\_\_ a.credit transaction b.all of the above c.cash receipt d.cash payment

ChatGPT

**ChatGPT**

A voucher typically relates to all of the above options. It can be related to credit transactions, cash receipts, and cash payments.

So, the correct answer is:

b. all of the above

User

**You**

audit papers are the property of\_\_\_. a.client b.auditor c.the audit committee d. both client and auditor

ChatGPT

**ChatGPT**

Audit papers are the property of the auditor.

So, the correct answer is:

b. auditor

User

**You**

internal control includes \_\_\_. a.internal audit b.internal check c.both internal audit and external check d.internal check and external audit

ChatGPT

**ChatGPT**

Internal control includes internal check, which involves the arrangement of duties in such a way that the work of one person is automatically checked by another. Therefore, the correct answer is:

b. internal check

User

**You**

when a transaction has not been recorded in the books of account either wholly or partially such errors are called \_\_\_\_. a.error of commission b.compensating error c.error of omission d.none of the above

ChatGPT

**ChatGPT**

When a transaction has not been recorded in the books of account either wholly or partially, such errors are called "error of omission."

So, the correct answer is:

c. error of omission

User

**You**

final audit implies a.audit for submitting report immediately at the end of the year b.audit of accounts at the end of the year c.finally checking of accounts to reveal funds d.audit of banking companies

2 / 2

ChatGPT

**ChatGPT**

Final audit implies the audit of accounts at the end of the year to ensure their accuracy and completeness before preparing financial statements.

So, the correct answer is:

b. audit of accounts at the end of the year

User

**You**

audit done by the employees of the business undertaking is called \_\_\_\_\_. a.company audit b.statutory auidt c.internal audit d.final audit

ChatGPT

**ChatGPT**

Audit done by the employees of the business undertaking is called "internal audit."

So, the correct answer is:

c. internal audit

User

**You**

internal audit is appointed by\_\_\_\_\_ a.shareholders b.management c.statutory body d.government

ChatGPT

**ChatGPT**

Internal audit is appointed by the management of the company.

So, the correct answer is:

b. management

User

**You**

auditor has no lien on a.audit working papers b. audit note book c.all of the above d.books of accounts of clients

ChatGPT

**ChatGPT**

An auditor typically has no lien on the books of accounts of clients.

So, the correct answer is:

d. books of accounts of clients

User

**You**

when the auditor is an employee of the organization being audited,the audit is classified as \_\_\_\_ a.internal b.compliance c.both a and b d.external

ChatGPT

**ChatGPT**

When the auditor is an employee of the organization being audited, the audit is classified as an "internal audit."

So, the correct answer is:

a. internal

User

**You**

auditor should see that amount received for premium on issue of should be shown in \_\_\_\_ a. paid-up capital account b.capital reserve account c.share premium account d.subribed capital

ChatGPT

**ChatGPT**

The amount received for premium on the issue of shares should be shown in the "Share Premium Account."

So, the correct answer is:

c. share premium account

User

**You**

window dressing implies a.over valuation of assests b.checking wastages c.none of the above d.under valuation of assets

2 / 2

ChatGPT

**ChatGPT**

Window dressing implies the manipulation of financial statements to make a company's financial performance appear better than it actually is. This can include actions such as overvaluation or undervaluation of assets, manipulation of expenses, or hiding liabilities.

So, the closest option is:

a. overvaluation of assets

User

**You**

the performace audit may be initiated by the organisation or by \_\_\_\_. a.shareholders b.employees and management c.external interested parties d.government

ChatGPT

**ChatGPT**

Performance audits may be initiated by the organization itself or by external interested parties, such as government agencies, regulatory bodies, or stakeholders.

So, the correct answer is:

c. external interested parties

User

**You**

if there is capital loss, the auditor should a.allow payment of dividends after making such losses good} b.allow payment of dividends c.none of the above d.not allow payment of dividend

2 / 2

ChatGPT

**ChatGPT**

If there is a capital loss, the auditor should not allow payment of dividends until such losses are made good.

So, the correct answer is:

d. not allow payment of dividends

User

**You**

if an auditor is appointed at annual general meeting, he is appointed by the a. shareholders b.the central government c.board of directors d.company law board

ChatGPT

**ChatGPT**

If an auditor is appointed at the annual general meeting (AGM), typically, the appointment is made by the shareholders of the company.

So, the correct answer is:

a. shareholders

User

**You**

internal check is a part of a.external audit b.internal audit c.internal control d.internal accounting

2 / 2

ChatGPT

**ChatGPT**

Internal check is a part of internal control.

So, the correct answer is:

c. internal control

User

**You**

internal check is a part of a.external audit

ChatGPT

**ChatGPT**

Apologies for the confusion in my previous response. Let me correct that.

Internal check is indeed a part of internal control, not external audit.

So, the correct answer is:

c. internal control

User

**You**

management audit otherwise called as \_\_\_\_\_. a. efficiency audit b.cash audit c.cost audit d.financial audit

ChatGPT

**ChatGPT**

Management audit, otherwise called efficiency audit, focuses on evaluating the efficiency and effectiveness of management processes and decisions.

So, the correct answer is:

a. efficiency audit

User

**You**

objectives of internal audit include \_\_\_\_\_. a. all of the above b.asset protection c.perfect accounting system d.proper control

ChatGPT

**ChatGPT**

The objectives of internal audit typically include all of the options listed:

a. all of the above

These objectives encompass asset protection, ensuring a perfect accounting system, and maintaining proper control within the organization.

User

**You**

misapporiation of goods may be checked by a.punishment of employees b.none of the above c.checking of employees d.proper supervision over stock

ChatGPT

**ChatGPT**

Misappropriation of goods may be checked by proper supervision over stock.

So, the correct answer is:

d. proper supervision over stock

User

**You**

\_\_\_\_\_\_ is the specific guidelines and directions for effecient and effective completion of the audit work on timely and daily basis, so as to minimize audit risk. a.audit report b.audit programme c.audit certificate d.audit planning

ChatGPT

**ChatGPT**

The specific guidelines and directions for efficient and effective completion of audit work on a timely and daily basis, to minimize audit risk, are provided by an "audit programme."

So, the correct answer is:

b. audit programme

User

**You**

the term "audit" originated from the latin word

ChatGPT

**ChatGPT**

The term "audit" originated from the Latin word "audire," which means "to hear" or "to listen."

User

**You**

effective internal check system reduces a.work of auditor b.none of the above c.the liability of auditor d.responsibilities of an audiator

2 / 2

ChatGPT

**ChatGPT**

Effective internal check systems reduce the work of the auditor.

So, the correct answer is:

a. work of auditor

User

**You**

\_\_\_\_\_\_ is the medium through which an auditor expensses his opinion on the state of affairs of the client's business a.audit certificate b.audit programme c.audit report d.audit planning

ChatGPT

**ChatGPT**

The medium through which an auditor expresses his opinion on the state of affairs of the client's business is an "audit report."

So, the correct answer is:

c. audit report

User

**You**

in the case of a company which not less than \_\_\_\_ % of the subcribed share capital is held whether singly or in combination by certain special institutions and bodies, the appointment or re-appointment of auditors shall be made at each annual general meeting by a special resolution A.25% b.15% c.30% d.20%

ChatGPT

**ChatGPT**

In the case of a company where not less than 25% of the subscribed share capital is held, whether singly or in combination, by certain special institutions and bodies, the appointment or re-appointment of auditors shall be made at each annual general meeting by a special resolution.

So, the correct answer is:

A. 25%

User

**You**

audit means \_\_\_\_\_. a.preparing final account b.recording business transactions c.decision making d.examination of books,accounts or vouchers

ChatGPT

**ChatGPT**

Audit means the "examination of books, accounts, or vouchers" to verify their accuracy and compliance with relevant regulations and standards.

So, the correct answer is:

d. examination of books, accounts, or vouchers

User

**You**

the liabilities of an auditor can be \_\_\_\_. a. civil b.financial c.criminal d.civil and criminal

ChatGPT

**ChatGPT**

The liabilities of an auditor can be both civil and criminal, depending on the nature of the actions or negligence involved.

So, the correct answer is:

d. civil and criminal