

**QUESTION PAPER ALONG WITH THE ANSWER KEY OF WRITTEN EXAMINATION FOR THE POST OF  
DEPUTY SUPERITENDENT ACCOUNTS-ST HELD ON 06-OCT-2019**

No.		ANSWER
1	Operating leverage is equal to A) Contribution/EBIT B) Contribution/GP C) Contribution/total expenses D) Contribution/operating PBT	A
2	Which bank Card raised Rs. 700 crore from banks and financial institutions to grow above industry average? A)Kotak Mahindra Bank Card B)Yes Bank Card C)Dena Bank Card D)SBI Card	D
3	Appointment of debenture trustee (under Companies Act) is mandatory when ____ A)The company issues prospectus to member exceeding 500 for subscription of debentures B) The company issues prospectus to member exceeding 1000 for subscription of debentures C)The company issues prospectus to member exceeding 100 for subscription of debentures D) The company issues prospectus to member exceeding 50 for subscription of debentures	A
4	Which of the following schemes is introduced by the government to boost the adoption of electric and hybrid vehicles in the country? A)Udyamimitra Scheme B)Auto Swap Scheme C)Vehicle Swap Scheme D)FAME II scheme	D
5	Most risky source of funds A) Equity B) Preference C) Debt D) Redeemable Preference	A
6	Under Ind AS 34, Interim Financial reports should be published: A)Once a year at any time in that year B)Within a month of the half-year end C)On a quarterly basis D)Whenever the entity wishes	D
7	Finance minister Nirmala Sitharaman reduced the fiscal deficit target to ____ for 2019-20 in a move that signals government's commitment to fiscal consolidation. A)3.3 per cent from 3.4 percent B)3.4 per cent from 3.5 percent C)3.5 per cent from 3.6 percent D)2.3 per cent from 2.4 percent	A
8	Under Income Tax, an Indian company would ____ A)Be resident in India if its control and management is wholly situated in India B)Be resident in India if its control and management is wholly or partly situated in India C)Be resident in India if its control and management is wholly situated outside India D)Be always resident in India irrespective of control and management	D
9	Maximum number of members in CBDT is- A)4 B)5 C)6 D)Unlimited	B
10	National Tax Tribunal is also known as- A)High court B)Appellate tribunal C)Supreme court D)Revenue court	A
11	The votes of Central Government shall have a weightage of ____ of the total votes casted in the GST Council formed of the Union Cabinet of India. A)1/4th B) 1/3rd C) 1/2 D)1/10th	B
12	What is SP-500? A) A crop of wheat B)The name of Mumbai-based office of SEBI C) A stock exchange of USA D)A scheme announced by the Government of India	C
13	How many companies are included in the SENSEX? A)30 B)50 C)111 D)25	A
14	Beta measures the A)Investment risk rate B)Financial risk C)Market risk D)Market and Finance risk	C

- 15 CIF price includes  
A) FOB price  
B) Cost of freight  
C) Marine insurance upto the port of destination  
D) All the three **D**
- 16 Share allotment account is a  
A) Personal accounts  
B) Real accounts  
C) Nominal accounts  
D) None of the above **A**
- 17 While repairing the factory shed, few goods were also supplied along with the labour service. Under GST, whether it is a  
A) Composite Supply  
B) Mixed Supply  
C) Works Contract Service  
D) None of the above **C**
- 18 Slump sale under Income Tax is  
A) Undertaking transferred (+) Item wise consideration charge(d)  
B) Undertaking transferred (+) item wise consideration determined but received in lump sum.  
C) Undertaking transferred (+) Sale (+) Lump sum consideration (+) No item wise determination or discussion in such sale.  
D) Undertaking transferred (+) No item wise determination and consideration received in lump sum but in kind i.e. case of exchange. **C**
- 19 Audit Committee shall meet atleast \_\_\_ times in a year as per the provision of the Companies Act 2013  
A) 5  
B) 2  
C) 3  
D) 4 **D**
- 20 Finance Function comprises  
A) Safe custody of funds only  
B) Expenditure of funds only  
C) Procurement of finance only  
D) Procurement & effective use of funds **D**
- 21 An entity (other than a financial institution) receives dividends from its investment in shares. How should it disclose the dividends received in the cash flow statement prepared under Ind AS 7?  
A) Operating cash inflow.  
B) Either as operating cash inflow or as investing cash inflow.  
C) Either as operating cash inflow or as financing cash inflow.  
D) As an adjustment in the "operating activities" section of the cash flow because it is included in the net income for the year and as a cash inflow in the "financing activities" section of the cash flow statement. **B**
- 22 Which one of the following has a right to claim compensation for any loss due to mis statement in prospectus issued for offer for shares for public issue?  
A) Purchasing shares in Primary Market  
B) Secondary Market  
C) Subscribers to memo.  
D) All the above **A**
- 23 Ctrl, Shift and Alt are called ..... keys.  
A) Modifier  
B) Function  
C) Alphanumeric  
D) Adjustment **A**
- 24 MAT Credit can be carried forward for how many assessment years?  
A) 10  
B) 12  
C) 14  
D) 15 **D**
- 25 According to the 2018-19 budget speech of Hon'ble Finance Minister Late Shri Arun Jaitley, India is at third rank on the basis of what?  
A) Purchasing Power Parity (PPP)  
B) Gross domestic product (GDP)  
C) Agricultural Production  
D) Foreign Direct Investment (FDI) **A**
- 26 Capital Gain on transfer of depreciable assets would be -  
A) Long Term Capital Gain, if held for more than 36 months  
B) Long Term Capital Gain, if held for more than 24 months  
C) Long Term Capital Gain, if held for more than 12 months  
D) Short Term Capital Gain irrespective of period of holding **D**
- 27 What is the relation between fiscal deficit (FD) and primary deficit (PD)  
A)  $PD = FD - \text{Depreciation}$   
B)  $PD = FD - \text{Interest payment}$   
C)  $FD = PD - \text{Interest payments}$   
D)  $FD = PD - \text{Depreciation}$  **B**
- 28 Appointment of debenture trustee (under Companies Act) is mandatory when \_\_\_\_  
A) The company issues prospectus to member exceeding 500 for subscription of debentures  
B) The company issues prospectus to member exceeding 1000 for subscription of debentures  
C) The company issues prospectus to member exceeding 100 for subscription of debentures  
D) The company issues prospectus to member exceeding 50 for subscription of debentures **A**

- 29 Which of the following is NOT an objective for inorganic growth **B**  
 A) Other firms may not be utilizing the assets as effectively as they could be utilized by the acquiring firm  
 B) There may be opportunities to complement the capabilities of other firms  
 C) Some goals and objectives may be achieved more speedily through external acquisitions  
 D) The firm may be able to issue securities for financing acquisition of other companies, whereas it might not be able to finance the acquisition of equivalent assets and capabilities internally
- 30 RBI introduced a new framework called, Prompt Corrective Action (PCA) to regulate bank's \_\_\_\_\_. **A**  
 A) Non-Performing Assets (NPA)  
 B) Statutory Liquidity Ratio (SLR)  
 C) Monetary Policy  
 D) Cash Reserve Ratio (CRR)
- 31 Except with the approval of the Central Government, remuneration of a whole time director or a managing director shall not exceed ..... of the net profits for one such director. **C**  
 A) 3%  
 B) 5%  
 C) 10%  
 D) 11%
- 32 If the nominal rate of interest is 10% per annum and there is quarterly compounding, the effective rate of interest will be **D**  
 A) 10% per annum  
 B) 10.10 per annum  
 C) 10.25% per annum  
 D) 10.38% per annum
- 33 Under Income Tax, advance salary is taxable and advance against salary is \_\_\_\_\_. **C**  
 A) Fully taxable  
 B) Partially taxable  
 C) Not taxable  
 D) None of the above
- 34 The salary of Member of Parliament is taxable under the head **A**  
 A) Salary  
 B) Income from Other Sources  
 C) Income from Business  
 D) All of the above
- 35 What is Corporate Debt Restructuring? **A**  
 A) scheme that restructures or varies the debt obligations of a company towards its creditors  
 B) scheme that restructures or varies the debt obligations of a company towards its debtors  
 C) scheme that restructures or varies the equity obligations of a company towards its creditors  
 D) None of the above
- 36 The rate which the income tax is imposed in India is called.... **A**  
 A) Digressive rate  
 B) Progressive rate  
 C) Regressive rate  
 D) Proportionate rate
- 37 What are the GST registration limits for goods and services respectively **C**  
 A) 20 lacs and 20 lacs  
 B) 20 lacs and 40 lacs  
 C) 40 lacs and 20 lacs  
 D) 40 lacs and 40 lacs
- 38 Which document is to be issued by the consignor instead of tax invoice for transportation of goods for job work? **B**  
 A) E-way Bill  
 B) Delivery challan  
 C) Debit note  
 D) Receipt voucher
- 39 The financial year of Reserve Bank of India is **C**  
 A) April - March  
 B) January - December  
 C) July-June  
 D) October - September
- 40 In case of conflict between the provisions of The Income tax act, 1961 and Income Computation and Disclosure Standards (ICDS), the provisions of \_\_\_\_\_ shall prevail to that extent. **B**  
 A) ICDS  
 B) The Income Tax Act, 1961  
 C) Both  
 D) None of the above
- 41 In which union territory, SGST is applicable instead of UTGST **B**  
 A) Diu & Daman  
 B) Pondicherry  
 C) Andaman and Nicobar islands  
 D) Chandigarh
- 42 Total return is equal to **D**  
 A) Yield and interest  
 B) Yield  
 C) Capital gain  
 D) Capital gain and Yield
- 43 The current repo rate is \_\_\_\_ upto the date 4th September 2019. **B**  
 A) 5.20 %  
 B) 5.40 %  
 C) 5.45 %  
 D) 5.65 %

- 44 There is an inverse relationship between \_\_\_\_\_  
 A) Inherent risk and control risk  
 B) Combined risk of inherent risk and control risk with risk of material misstatement  
 C) Detection risk and audit risk  
 D) Materiality and audit risk **D**
- 45 Capital gain Index under Income Tax, for financial year 2019-20 is  
 A) 289  
 B) 290  
 C) 272  
 D) 264 **A**
- 46 \_\_\_\_\_ is a budget designed for companies with fluctuating income, high fixed cost, income depending on sunk costs as well as NPO's and NGO's  
 A) Appropriate budget  
 B) Project budget  
 C) Conditional budget  
 D) Flexibility budget **C**
- 47 The expansion of CAPM is \_\_\_\_\_  
 A) Capital amount pricing model  
 B) Capital asset pricing model  
 C) Capital asset pricing model  
 D) Capital amount pricing model **B**
- 48 An example of derivative security is \_\_\_\_\_  
 A) a common share of General Motors  
 B) a call option on Mobil Stock  
 C) a commodity futures contract  
 D) B and C **D**
- 49 The total number of IND AS specified till date are  
 A) 40  
 B) 42  
 C) 41  
 D) 45 **C**
- 50 Which of the following statements is true  
 (i) Budgetary Control is a wider concept whereas budget and budgeting are narrower concepts.  
 (ii) Budget is the process of preparing business estimates.  
 A) Only (i)  
 B) Only (ii)  
 C) Both (i) and (ii)  
 D) Neither (i) or (ii) **A**
- 51 Key audit matters are selected from matters  
 A) Communicated to members of engagement team  
 B) Communicated to TCWG of the entity  
 C) Communicated to the management of the entity  
 D) Communicated to CG **B**
- 52 Which of the following source of funds has implicit cost of capital?  
 A) Equity share capital  
 B) Preference share capital  
 C) Debentures  
 D) Retained earnings **D**
- 53 The objective of the auditor is to implement quality control procedures at engagement level that provide reasonable assurance that \_\_\_\_\_  
 A) Audit comply with standards  
 B) Audit comply with legal requirements  
 C) Audit report issued is appropriate  
 D) All of the above **D**
- 54 \_\_\_\_\_ are the examples of significant deficiencies  
 A) Management inability to oversee FS Preparation  
 B) Ineffective response to identified risk  
 C) Both A) and B)  
 D) None of the above **C**
- 55 \_\_\_\_\_ are the techniques to obtain audit evidence  
 A) Observation  
 B) Inspections  
 C) Computation  
 D) All of the above **D**
- 56 \_\_\_\_\_ are events creating significant doubt over going concern  
 A) Financial  
 B) Operating  
 C) Both  
 D) None of the above **C**
- 57 \_\_\_\_\_ refers to dividing population into sub populations  
 A) Statistical sampling  
 B) Stratification  
 C) Sampling  
 D) None of the above **B**
- 58 Which of these is not one of the constraints of a project?  
 A) Scope  
 B) Resource  
 C) Team  
 D) Budget **C**

- 59 Gujarat Electricity Board (GEB) was reorganized effective from \_\_\_\_\_ in to Seven Companies with functional responsibilities of Trading, Generation, Transmission and Distribution etc. **B**
- A) 1st April, 2004 C) 1st April, 2003  
B) 1st April, 2005 D) 1st April, 2006
- 60 The power of appointing additional director can be exercised by the **B**
- A) Annual General Meeting C) Statutory Meeting  
B) Board Meeting D) None of the above
- 61 Employees required to furnish evidence of tax deduction claimed by him in \_\_\_\_\_ to the employer. **A**
- A) Form 12B/12BB C) Form 12A/12AA  
B) Form 12C/12CA D) Note of the above.
- 62 Sita is a Project Manager. She is coordinating a bidder conference to allow vendors to get clarification on the work that needs to be performed. Which phase of Project Management is in progress. **A**
- A) Conduct Procurements C) Control procurements  
B) Plan Procurements D) Close Procurements
- 63 Expand the term IFRS **C**
- A) Indian Financial Reporting Standards C) International Financial Reporting Standards  
B) Indian Financial Reporting Systems D) International Financial Reporting Systems
- 64 The employer shall pay, from the date on which the gratuity becomes payable to the date on which it is actually paid, simple interest at the rate of \_\_\_\_\_? **B**
- A) 8% C) 12%  
B) 10% D) 15%
- 65 Gratuity shall be payable to an employee on the termination of his employment after he has rendered continuous service for not less than \_\_\_\_\_. **C**
- A) 1 Year C) 5 Years  
B) 20 Years D) None of the above
- 66 Which of the following authorities are the important functionaries in the operation of the Payment of Gratuity Act? **A**
- A) Controlling & Appellate Authority C) Concessional Authority  
B) Arbitration Authority D) Adjunct Authority
- 67 What is the minimum number of employees required in an establishment for it to come under the purview of the Payment of Gratuity Act? **A**
- A) 10 C) 20  
B) 15 D) 25
- 68 The Employees Provident Fund Scheme is administered by \_\_\_\_\_. **A**
- A) Central Board C) Pension Board  
B) State Board D) None of the above
- 69 Employees' Provident Fund and Miscellaneous Provisions Act applies to industries specified in schedule-I with persons \_\_\_\_\_ or more. **B**
- A) 10 C) 50  
B) 20 D) 100
- 70 Employees' Provident Funds and Miscellaneous Provisions Act is applicable to employees drawing pay not exceeding \_\_\_\_\_. **C**
- A) Rs. 5000 p.m. C) Rs. 15000 p.m.  
B) Rs. 6500 p.m. D) Rs. 20000 p.m.
- 71 Which of the following benefits have not been provided under the Employee's State Insurance Act, 1948? **C**
- A) Sickness Benefit C) Children's' Allowance  
B) Unemployment Allowance D) Disablement Benefit
- 72 What is the content of the Schedule I of the ESI Act, 1948? **D**
- A) List of injuries deemed to result in permanent total disablement. C) List of occupational diseases.  
B) List of injuries deemed to result in permanent partial disablement. D) None of the above

- 73 Gujarat Electricity Board (GEB) was reorganized effective from 1st April, 2005 into seven companies with functional responsibilities of Trading, Generation, Transmission and Distribution etc. Which of the company is Transmission Company? **A**
- A) Gujarat Energy Transmission Corporation Limited      C) Gujarat Energy Transmission Company Limited  
B) Gujarat Electricity Transmission Corporation Limited      D) None of the above
- 74 In case of goods sent on sale on approval basis, as per GST, invoice has to be issued: **C**
- A) While sending the goods, another invoice has to be issued by the recipient while rejecting the goods      C) When the recipient accepts the goods or six months from the date of removal whichever is earlier  
B) While sending the goods but the recipient can take credit only when the goods are accepted by him      D) When the recipient accepts the goods or three months from the date of supply, whichever is earlier
- 75 Under GST, what is the time of supply of service in case of reverse charge mechanism? **D**
- A) Date of payment as entered in the books of account of the recipient      B) Date of invoice  
B) Date immediately following 60 days from the date of issue of invoice      D) Earlier of (a) & (b)
- 76 Time value of money indicates that **A**
- A) A unit of money obtained today is worth more than a unit of money obtained in future      C) There is no difference in the value of money obtained today and tomorrow  
B) A unit of money obtained today is worth less than a unit of money obtained in future      D) None of the above
- 77 Which of the following cannot be treated as revenue expenditure? **B**
- A) Cost of goods purchased for resale.      C) Obsolescence cost.  
B) Wages paid for the erection of plant and machinery      D) Expenses incurred by way of repairs of existing assets which do not in any way add to their earning capacity
- 78 Minimum number of members in case of public company \_\_\_\_\_ **D**
- A) 1      C) 5  
B) 2      D) 7
- 79 Which one of the following inventory costing methods is supposed to issue the most recently purchased goods **C**
- A) FIFO      C) LIFO  
B) Weighted Average      D) Average Cost Method
- 80 Expand the term NCLT **C**
- A) National Corporate Law Tribunal      C) National Company Law Tribunal  
B) National Commercial Law Tribunal      D) National Company Law Trial
- 81 Which formula will give price variance **C**
- A)  $(\text{Budgeted Quantity} - \text{Actual Quantity}) \times \text{Budgeted Price}$       C)  $(\text{Budgeted Price} - \text{Actual Price}) \times \text{Actual Quantity}$   
B)  $(\text{Budgeted Quantity} - \text{Actual Quantity}) \times \text{Actual Quantity}$       D)  $(\text{Budgeted Price} - \text{Actual Price}) \times \text{Budgeted Quantity}$
- 82 \_\_\_\_\_ are short term debt instruments of the Central Government maturing in a period of less than one year. **C**
- A) Commercial Paper      C) Treasury Bills  
B) Commercial Bills      D) Inter Corporate Deposits
- 83 In case of Audit of Government companies, who will decide remuneration of auditor appointed by CAG under section 619 of the Companies Act, 1956? **D**
- A) Board      C) Share holders  
B) Central government      D) CAG
- 84 When project should be accepted? **C**
- A)  $IRR < \text{Cost of capital}$       C)  $IRR > \text{Cost of capital}$   
B)  $NPV < 0$       D) Profitability Index  $< 1$
- 85 An agreement to do an act impossible in itself is \_\_\_\_\_ **B**
- A) Illegal      C) Enforceable  
B) Void      D) Contract
- 86 Which of the following is wrong? **D**
- (A) All real and personal accounts are transferred to balance sheet      (B) Nominal accounts are transferred to P & L account  
(C) Each account is opened separately in ledger      (D) Rent is a personal account, outstanding rent is nominal account

- 87 Human resources will not appear in the balance sheet according to \_\_\_\_\_ concept. C  
 A) Accrual B) Going concern  
 C) Money measurement concept D) None
- 88 Provision for discount on debtors is calculated on the amount of debtors. B  
 A) Before deducting provision for doubtful debts. B) After deducting provision for doubtful debts.  
 C) Before deducting actual debts and provision for doubtful debt D) After adding actual bad and doubtful debts.
- 89 Which of the following is incorrect? D  
 A) Good will intangible asset B) Sundry debtors - current asset  
 C) Loose tools tangible fixed asset D) Outstanding expenses -current asset.
- 90 Small items like, pencils, pens, files, etc. are written off within a year according to \_ concept. A  
 A) Materiality B) consistency  
 C) Conservatism D) Realisation
- 91 Cost concept basically recognises \_\_\_\_ B  
 A) Fair Market value B) Historical cost  
 C) Realisable value D) Replacement cost
- 92 The HUF is said to be resident in India if \_\_\_\_\_. A  
 A)The control and management of its affairs is wholly or partly situated in India B) The control and management of its affairs is partially situated out of India  
 C) The control and management of its affairs is wholly or partly in out of India D) None of the above
- 93 The death-cum-retirement gratuity received by the Government Employee or employee of local authority is \_\_\_\_\_. B  
 A) Partially exempted B) Fully exempted  
 C) Half taxable D) None of the above
- 94 The assesses can claim relief under \_\_\_\_\_ for arrears or advance salary. A  
 A) Section 89(1) B) Section 89(2)  
 C) Section 89(3) D) Section 89(4)
- 95 The children education allowance, the amount exempted from taxable income is limited to \_\_\_\_\_. C  
 A) 100 per month per child upto 3 children C) 100 per year per child upto 2 children  
 B) 1,000 per year per child upto 2 children D) None of the above
- 96 The provision regarding TDS is given under \_\_\_\_\_ of income tax. B  
 A) Section 195 B )Sections 192-206  
 C) Sections 190-230 D ) Sections 185-205
- 97 If the payee does not furnish PAN and TDS under section 194, dividends shall be made @ \_\_\_\_\_. A  
 A) 20% B) 15%  
 C) 10% D) Nil
- 98 Loss on sale of machinery will be: B  
 A) Debited on machinery A/c B) Credited to machinery A/c  
 C) Credited to profit and loss A/c D) None of them
- 99 Total depreciation cannot exceeds its: D  
 A) Scrap value B) Cost value  
 C) Market value D) Depreciable value
- 100 Mr. A has paid fees for professional services to a lawyer for settling his personal family case and pay Rs. 25,000 in advance and Rs. 40,000 after settlement of case. Which of the following statement is correct? C  
 A) A is required to deduct TDS on Rs. 65,000 and paid net amount. B) A is required to deduct TDS only on Rs. 40,000.  
 C) A is not required to deduct any TDS. D) A is required to deduct TDS at the time of payment of Rs 25,000 and of 40,000 respectively.