

FINAL ANSWER KEY

Paper: Introduction to Indian Government Accounts and Audit & Kerala Account Code Vol 1
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Question1:-The responsibility for watching the progress of expenditure of a grant or appropriation devolves on the

- A:-Executive
- B:-Legislature
- C:-Finance department
- D:-Audit Department

Correct Answer:- Option-A

Question2:-A money bill shall be introduced in

- A:-The House of people
- B:-The council of states
- C:-The House people or council of states
- D:-None of the above

Correct Answer:- Option-A

Question3:-Select the expenditure below which shall not be charged on the consolidated fund of union Government

- A:-any sum required to satisfy any judgement decree of any court
- B:-the emoluments and allowances of Prime Minister
- C:-debt charge of Govt. of India
- D:-salary, allowance payable to comptroller and Auditor General

Correct Answer:- Option-B

Question4:-State the law listed below which shall not deemed to be an amendment of the constitution for the purpose of article 368

- A:-the representation of states in parliament
- B:-formation of new states
- C:-the representation of states in parliament
- D:-any of the list in the seventh schedule

Correct Answer:- Option-B

Question5:-The President of India shall be elected by the members of an electoral college consisting of

- A:-members of both house of parliament
- B:-elected members of both house parliament and legislative assemblies of the states
- C:-elected members of both house of parliament
- D:-members of both house of parliament and legislative assemblies

Correct Answer:- Option-B

Question6:-Court which shall have power for enforcement of any rights conferred by part III of the constitution

- A:-The Supreme Court
- B:-The High Court
- C:-District Court
- D:-(1) and (2)

Correct Answer:- Option-D

Question7:-National goods and service tax became law by _____ amendment of the constitution.

- A:-one hundred and second
- B:-one hundred and fifteenth
- C:-one hundred and first
- D:-one hundred and twenty second

Correct Answer:- Option-C

Question8:-The executive power of states shall be vested in

- A:-Chief Minister
- B:-Council of Ministers
- C:-Governor

D:-President

Correct Answer:- Option-C

Question9:-Panchayats at village, intermediate and district level have been constituted under _____ of the constitution.

A:-Article 243

B:-Article 243 R

C:-Article 243 B

D:-Article 243 Q

Correct Answer:- Option-D

Question10:-Select from below which is not constitution body or authority

A:-Block panchayat

B:-District panchayat

C:-Municipal council

D:-Town panchayat

Correct Answer:- Option-C

Question11:-Which article of the constitution stipulates that the Annual Financial statement be laid before the Legislative Assembly?

A:-Art. 282

B:-Art. 112

C:-Art. 196

D:-Art. 202

Correct Answer:- Option-D

Question12:-The authority for formation of a new state or alteration of areas or boundaries or names of existing state is vested with

A:-Parliament

B:-Rajya Sabha (council of states)

C:-President

D:-Lok Sabha (House of the people)

Correct Answer:- Option-A

Question13:-The authority to amend any provision of the constitution is vested in the

A:-Union cabinet

B:-President

C:-Parliament

D:-Supreme court

Correct Answer:- Option-C

Question14:-All contracts made in the exercise of the executive power of a state shall expressed to be made or executed by the

A:-Chief Secretary to Government

B:-Secretary in charge of the Department Concerned

C:-Chief Minister

D:-Governor

Correct Answer:- Option-D

Question15:-Which of the following is not a fundamental right under the constitution of India?

A:-Right to Equality

B:-Right to property

C:-Right to freedom of speech and expression

D:-Right to constitutional remedies

Correct Answer:- Option-B

Question16:-Under how many parts are Government accounts kept?

A:-Four

B:-Five

C:-Three

D:-Two

Correct Answer:- Option-C

Question17:-Which among the following is a fundamental duty?

- A:-Provide for equal justice and free legal aid
- B:-Provide for organisation of village panchayat
- C:-Provide for the promotion of co-operative societies
- D:-Safe guard public property and to abjure violence

Correct Answer:- Option-D

Question18:-Whose approval is necessary for the introduction of a minor head in the state Budget?

- A:-Governor
- B:-Comptroller and Auditor General
- C:-Finance Minister
- D:-Accountant General (Audit)

Correct Answer:- Option-B

Question19:-Payment of grant in aid to certain states out of the consolidated fund of India on the recommendation of the finance commission is based on which article of the Constitution?

- A:-270
- B:-269
- C:-275
- D:-268

Correct Answer:- Option-C

Question20:-How often is a finance commission constituted?

- A:-At the expiry of every fifth year or at such earlier time as the president considers necessary
- B:-once in six years
- C:-once in four years or at such earlier time as the prime minister considers necessary
- D:-once in five years or at such earlier time as the union Finance Minister considers necessary

Correct Answer:- Option-A

Question21:-How many digits are there in Arabic number code for a major Head?

- A:-Four
- B:-Two
- C:-Three
- D:-Five

Correct Answer:- Option-A

Question22:-In public account which alphabet is assigned to denote deposits and advances?

- A:-M
- B:-J
- C:-N
- D:-K

Correct Answer:- Option-D

Question23:-The main unit of classification in accounts is the

- A:-Sub head
- B:-Detailed head
- C:-Major head
- D:-Minor head

Correct Answer:- Option-C

Question24:-Expenditure incurred with the object of either increasing concrete assets of a material and permanent character or extinguishing or reducing recurring liabilities is classified as

- A:-revenue expenditure
- B:-voted expenditure
- C:-charged expenditure
- D:-capital expenditure

Correct Answer:- Option-D

Question25:-Which among the following departments settle the claims against it through cheques?

- A:-forest
- B:-health services
- C:-commercial taxes
- D:-agriculture

Correct Answer:- Option-A

Question26:-Under which detailed head of account is the expenditure on purchase and maintenance of a staff car to be debited?

- A:-other charges
- B:-motor vehicles
- C:-office expense
- D:-travel expense

Correct Answer:- Option-C

Question27:-Which among the following is a commercial department?

- A:-Forest
- B:-Text Book Department
- C:-Commercial taxes department
- D:-Agriculture department

Correct Answer:- Option-B

Question28:-The annual accounts of the Central or State Governments are prepared for the Financial year running from

- A:-1st July to 30th June
- B:-1st April to 31st March
- C:-1st January to 31st December
- D:-1st March to 28th February

Correct Answer:- Option-B

Question29:-The fifth and the last tier of classification in the accounts is the

- A:-Detailed head
- B:-Sub head
- C:-Sub Major head
- D:-Minor head

Correct Answer:- Option-A

Question30:-The transactions relating to the contingency fund of a state are recorded under which part of the Government accounts

- A:-Part III
- B:-Part I and III
- C:-Part I
- D:-Part II

Correct Answer:- Option-D

Question31:-The travelling allowance of an officer paid from General Revenues when travelling on duty connected with a Local fund is charged to

- A:-Local fund
- B:-To the head of account from which he is drawing pay
- C:-Local fund and government on 50:50 basis
- D:-None of the above

Correct Answer:- Option-A

Question32:-Tax collected by Government are classified under

- A:-Contingency fund
- B:-Revenue account
- C:-Consolidated fund
- D:-Public account

Correct Answer:- Option-C

Question33:-Items of receipt or payment which cannot be at once be taken to a final head of receipt or charge may be temporarily held under which head?

- A:-settlement head
- B:-suspense head

C:-remittance head

D:-other receipts under revenue head to which it appears to belong

Correct Answer:- Option-B

Question34:-Which type of control is exercised by Audit?

A:-Financial

B:-Legal

C:-Administrative

D:-Budgetary

Correct Answer:- Option-A

Question35:-Who is responsible for maintenance of leave accounts of Gazetted officers of the State Government?

A:-The head of department concerned

B:-Head of office where the Gazetted officer is working

C:-The District Treasure officer

D:-The Accountant General (A & E)

Correct Answer:- Option-D

Question36:-Who is responsible for keeping the expenditure within the Grant or Appropriation?

A:-Director of treasuries

B:-Chief controlling officer

C:-Accountant General

D:-Finance department

Correct Answer:- Option-B

Question37:-Which legislative committee examines the appropriation accounts, finance accounts and audit reports (civil)?

A:-Subject committee

B:-Estimate committee

C:-Public Accounts Committee

D:-Committee on public undertakings

Correct Answer:- Option-C

Question38:-The method of maintaining the Governments daily cash balance at a level sufficient to meet its day to day requirements is known as

A:-vote of credit

B:-ways and means

C:-vote on account

D:-none

Correct Answer:- Option-B

Question39:-If the revenue expenditure major head of forestry and wild life in 2406, what is the corresponding capital outlay on Forestry and wildlife?

A:-4604

B:-3406

C:-4406

D:-6406

Correct Answer:- Option-C

Question40:-The priced stores ledger is closed for both quantities and value

A:-at the end of the calendar year

B:-at the end of each month

C:-half yearly

D:-quarterly

Correct Answer:- Option-B

Question41:-Among the following which is not included in the meaning of three E's of audit?

A:-Economy

B:-Efficiency

C:-Effectiveness

D:-Empower

Correct Answer:- Option-D

Question42:-The issue rate of an article is fixed

- A:-at the beginning of each year
- B:-at the close of the financial year
- C:-at the close of the calender year
- D:-half year

Correct Answer:- Option-A

Question43:-What is the main object of investigation of frauds?

- A:-To identify the person responsible for the fraud
- B:-To quantify the amount involved
- C:-Whether the exercise of ordinary common sense and application of existing rules would not have rendered the fraud impossible
- D:-Whether similar frauds were detected earlier

Correct Answer:- Option-C

Question44:-BIN cards of stores is posted from

- A:-Issue notes
- B:-Priced stores ledger
- C:-In voices
- D:-Goods received sheets and store indents

Correct Answer:- Option-D

Question45:-A nominal roll or list of labourers employed daily on works is known as

- A:-Muster rolls
- B:-Measurement Book
- C:-Work Abstract
- D:-Contractors ledger

Correct Answer:- Option-A

Question46:-Detailed checking of service books are done in the case of

- A:-Those who have completed 25 years of service
- B:-Those who are likely to retire or likely to complete 30 years of service
- C:-Those who have availed leave without allowance for more than 25 years
- D:-Those who have completed probation in the entry post

Correct Answer:- Option-B

Question47:-The second stage of legislative control over the finances is exercised at the time of

- A:-Policy making
- B:-Budget preparation
- C:-Policy implementation
- D:-Scrutiny by the legislative committee

Correct Answer:- Option-C

Question48:-Which of the following is not included in the monthly returns from treasury to A.G.

- A:-Chellan account
- B:-Schedule of receipts
- C:-Cash account
- D:-List of payments

Correct Answer:- Option-A

Question49:-Tax assessment comes under which of the following?

- A:-Judicial act
- B:-Statutory act
- C:-Legal act
- D:-Quasi judicial act

Correct Answer:- Option-D

Question50:-If a member of a finance committee is appointed as a minister can he continue in the committee

- A:-He may continue as a member with the permission of the speaker
 - B:-He may continue to be a member of the committee
 - C:-He ceases to be a member from the date of appointment as minister
 - D:-He can continue to be a member of the committee at his option
- Correct Answer:- Option-C

Question51:-How many members are there in the Estimated committee of the parliament?

- A:-22
- B:-30
- C:-25
- D:-15

Correct Answer:- Option-B

Question52:-Two digit code is allotted to

- A:-Sub head
- B:-Detailed head
- C:-Minor head
- D:-Sub major head

Correct Answer:- Option-D

Question53:-Which of the following does not come under the main division of the Government Account?

- A:-Public Account
- B:-Contingency fund
- C:-Sinking fund
- D:-Consolidated fund

Correct Answer:- Option-C

Question54:-The system of Government account is based on

- A:-Cash based system
- B:-Accrual based system
- C:-Double entry system
- D:-Zero balance system

Correct Answer:- Option-A

Question55:-Expenditure of Capital nature is usually met from

- A:-Contingency fund
- B:-Proceeds of taxation
- C:-Accumulated balance with Government
- D:-Borrowed funds

Correct Answer:- Option-D

Question56:-The roll of audit and administration are

- A:-Complementary to each other
- B:-Opposite
- C:-Identical
- D:-Different

Correct Answer:- Option-A

Question57:-The procedure for granting advance for part of a financial year pending presentation of demand and passing the appropriation bill is called

- A:-vote of credit
- B:-vote on account
- C:-contingency fund advance
- D:-sinking fund

Correct Answer:- Option-B

Question58:-Major head for accounting revenue expenditure starts with digits

- A:-2 and 3
- B:-6 and 7

C:-1 and 2

D:-4 and 5

Correct Answer:- Option-A

Question59:-How often do the balances under 'suspense heads' have to be reviewed?

A:-once in six months

B:-at the close of the calendar year

C:-at the close of the financial year

D:-at short intervals to ensure that no item remains unadjusted for longer than is necessary

Correct Answer:- Option-D

Question60:-What type of audit is central audit?

A:-Routine audit

B:-Propriety audit

C:-Propriety and regularity audit

D:-Regularity audit

Correct Answer:- Option-C

Question61:-The Resource operations are carried out by whom?

A:-Director of Treasuries

B:-Currency officer of the RBI

C:-Finance Department

D:-Accountant General

Correct Answer:- Option-B

Question62:-Who is responsible for the preparation of the finance accounts of the State Government?

A:-Finance Department

B:-Director, Kerala State Audit

C:-Accountant General

D:-Director of treasuries

Correct Answer:- Option-C

Question63:-The power to summon each House of parliament to meet to such time and place as he thinks fit is vested in

A:-President

B:-Chief justice

C:-Speaker

D:-Prime minister

Correct Answer:- Option-A

Question64:-The contingency fund of the state is at the disposal of

A:-President

B:-Finance Minister

C:-Chief Minister

D:-Governor

Correct Answer:- Option-D

Question65:-Who has the authority to open a new detailed head of account when absolutely necessary?

A:-Finance Department

B:-Finance Minister

C:-Accountant General

D:-Head of Department

Correct Answer:- Option-C

Question66:-Who has the authority to proclaim emergency when the security of India is threatened by war or external aggression or armed rebellion?

A:-Prime Minister

B:-Defence Minister

C:-Chief of Army

D:-President

Correct Answer:- Option-D

Question67:-The chief justice and other judges of the supreme court are appointed by

A:-Parliament

B:-Prime Minister

C:-Union Cabinet

D:-President

Correct Answer:- Option-D

Question68:-Who is regarded as a friend, philosopher and guide of the committee on public accounts of the public undertakings?

A:-Comptroller and Auditor General of India

B:-Speaker

C:-Vice-President

D:-Finance Minister

Correct Answer:- Option-A

Question69:-Languages recognised by the constitution are included under which schedule?

A:-Nineth Schedule

B:-Eighth Schedule

C:-Fifth Schedule

D:-Tenth Schedule

Correct Answer:- Option-B

Question70:-The Maximum numbers of Directors of a Co-operative society is limited to

A:-11

B:-15

C:-21

D:-9

Correct Answer:- Option-C

Question71:-To whom does the union public service commission submit its Annual report for being laid before each house of parliament?

A:-Speaker

B:-Vice President

C:-Prime Minister

D:-President

Correct Answer:- Option-D

Question72:-Among the following which one is an item of expenditure charged on the consolidated fund of Kerala

A:-Salaries and allowances of chief secretary to Government

B:-Salaries and allowances of Judges of the High Court

C:-Salaries and allowance of M.L.As.

D:-Salaries and allowances of Chief Ministers and other Ministers

Correct Answer:- Option-B

Question73:-Who has the power to promulgate ordinances during the recess of parliament?

A:-President

B:-Prime Minister

C:-Union Law Minister

D:-Speaker

Correct Answer:- Option-A

Question74:-Is the comptroller and Auditor General of India eligible for reappointment after he has demitted office

A:-He is eligible for reappointment

B:-He can be reemployed with the permission of the prime minister

C:-He can be reemployed with the permission of the president

D:-He is not eligible for further employment

Correct Answer:- Option-D

Question75:-The state shall provide free and compulsory education to children of the ages of

A:-3-9

B:-5-12

C:-6 to 14

D:-6-12

Correct Answer:- Option-C

Question76:-Which list contains matters in respect of which both parliament and state legislature have powers to make law?

A:-Concurrent list

B:-Union list

C:-State list

D:-In both 1 and 3 lists

Correct Answer:- Option-A

Question77:-The Monthly civil accounts are prepared by

A:-Director of Treasuries

B:-Accountant General (A & E)

C:-Finance Department

D:-Head of Department

Correct Answer:- Option-B

Question78:-Is re-appropriation from one grant or appropriation to another grant or appropriation permissible?

A:-permissible

B:-can be done with the approval of Minister Finance

C:-Not permissible

D:-May be done if the amount involved is less than Rupee 1 lakh

Correct Answer:- Option-C

Question79:-The transactions relating to loans and advances made by the Government and their recoveries are accounted under

A:-Grant in aid

B:-Capital Account

C:-Revenue account

D:-Public debt

Correct Answer:- Option-D

Question80:-Major works come under which category?

A:-Detailed head

B:-Sub head

C:-Minor head

D:-Major head

Correct Answer:- Option-A

Question81:-The Vice-President shall hold office for a term of

A:-Six years

B:-Five years and six months

C:-Five years

D:-6 years or 70 years of age which ever is earlier

Correct Answer:- Option-C

Question82:-Amounts drawn from treasury for payment of rewards for destruction of wild animals, is an example of what kind of contingent charges?

A:-fully vouched

B:-special

C:-contract

D:-scale regulated

Correct Answer:- Option-D

Question83:-Which among the following is a non-tax revenue?

A:-Income tax

B:-Customs duty

C:-Registration fee

D:-Estate duty

Correct Answer:- Option-C

Question84:-Which among the following is a Direct tax?

A:-Entertainment Tax

B:-Commercial Tax

C:-Motor vehicle tax

D:-Agricultural Income Tax

Correct Answer:- Option-D

Question85:-Which among the following is an Indirect Tax?

A:-Land revenue

B:-Estate duty

C:-Income Tax

D:-Wealth Tax

Correct Answer:- Option-A

Question86:-The State election commission for conducting elections to Panchayat is appointed by

A:-President

B:-Government

C:-Chief Minister

D:-Minister in charge of Local Administration

Correct Answer:- Option-B

Question87:-Audit is an instrument of

A:-Administration Control

B:-Appropriation Control

C:-Financial Control

D:-Budgetary control

Correct Answer:- Option-C

Question88:-The control of resource operations of the Government of India and State Government vests in the

A:-Finance Department

B:-Accountant General

C:-Treasury Department

D:-Reserve Bank of India

Correct Answer:- Option-D

Question89:-The Budget of the Government of India consists of

A:-Capital Budget and Revenue Budget

B:-Revenue Budget and Performance Budget

C:-Revenue Budget and Railway Budget

D:-Capital Budget and Railway Budget

Correct Answer:- Option-A

Question90:-No money can be withdrawn from consolidated fund of a State Government until

A:-Demands for grants are passed

B:-Vote on account is passed

C:-Appropriation Act is passed

D:-Finance Minister presents the Budget in the State Assembly

Correct Answer:- Option-C

Question91:-The role of Audit and Administration are really

A:-Different

B:-Complementary to each other

C:-Identical

D:-Opposite

Correct Answer:- Option-B

Question92:-The expenditure of Capital nature is usually met from

A:-Borrowed funds

B:-Proceeds of taxation

C:-Contingency funds

D:-Public accounts

Correct Answer:- Option-A

Question93:-The powers, duties and functions of the comptroller and Auditor General in relation to Audit and Accounts are derived from

A:-The Constitution of India

B:-Audit and Accounts order 1936

C:-Chartered Accounts Act

D:-C and A.G.(DPC) Act 1971

Correct Answer:- Option-D

Question94:-Collection of non-tax revenue is based on

A:-Legislation

B:-Purely and administrative decision

C:-Quasi judicial assessment

D:-The recommendation of Finance Commission

Correct Answer:- Option-B

Question95:-The classification of expenditure from the consolidated fund are

A:-Plan and non plan

B:-Charged or voted

C:-Revenue and Capital

D:-Revenue and Expenditure

Correct Answer:- Option-B

Question96:-The Acceptance of counterfeit notes is regarded as

A:-Expenditure

B:-Loss of cash

C:-Receipt

D:-Reduction in expenditure

Correct Answer:- Option-B

Question97:-Transit pay of a Government servant shall be debited to

A:-office from which transferred

B:-office to which transferred

C:-either to the office from which transferred or to the office to which transferred

D:-other charge

Correct Answer:- Option-B

Question98:-Washing allowance paid to last grade employees shall be classified under

A:-Salaries

B:-Honorarium

C:-Wages

D:-Office expenses

Correct Answer:- Option-A

Question99:-The introduction of any new head or minor head as well as the abolition or change of nomenclature of any of the existing head shall require the approval of

A:-The Accountant General (A and E) of the state concerned

B:-The Comptroller and Auditor General of India

C:-The Finance Secretary

D:-The Finance Minister

Correct Answer:- Option-B

Question100:-In Public Accounts the alphabet K denotes

A:-Deposits and Advances

B:-Remittance

C:-Reserve Funds

D:-Suspense and Miscellaneous

Correct Answer:- Option-A