

**PROVISIONAL ANSWER KEY**

Paper: 004 - Introduction to the Indian Government Accounts and Audit(Lower)  
Date of Test 19-03-2023

Question1:-According to Kerala Account Code Volume 1, Comptroller and Auditor General means

- A:-Comptroller and Audit General of India
- B:-Comptroller and Auditor General of India
- C:-Comptroller and Audit General of State and Union Territories
- D:-Comptroller and Auditor General of State and Union Territories

Correct Answer:- Option-B

Question2:-\_\_\_\_\_ is/are 'Statement of facts relating to money or things having money value'

- A:-Accounts
- B:-Audits
- C:-Both 1 and 2
- D:-None of these

Correct Answer:- Option-A

Question3:-\_\_\_\_\_ is the adoption of a course of action which ensures the achievement of plans, objectives, in reasonable cost and practical manner within agreed time.

- A:-Economy
- B:-Efficiency
- C:-Effectiveness
- D:-None of these

Correct Answer:- Option-C

Question4:-How many digits (codes) is/are used in sub major head?

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

Correct Answer:- Option-B

Question5:-Which among the following is the general clearing house for the adjustment of transaction between different state governments and Central government

- A:-Central Account section of the Reserve Bank at Delhi
- B:-Central Account section of the Reserve Bank at Mumbai
- C:-Central Account section of the Reserve Bank at Calcutta
- D:-Central Account section of the Reserve Bank at Nagpur

Correct Answer:- Option-D

Question6:-Contingency Fund of the State/Central is setup under Article \_\_\_\_\_ of the Constitution

- A:-267
- B:-268
- C:-266
- D:-269

Correct Answer:- Option-A

Question7:-The expenditure incurred with an object of extinguishing or reducing recurring liabilities are called?

- A:-Revenue expenditure
- B:-Capital expenditure
- C:-Deferred Revenue Expenditure
- D:-None of these

Correct Answer:- Option-B

Question8:-Transactions with other states are booked under \_\_\_\_\_ Account in the remittance section of accounts

- A:-Interstate miscellaneous
- B:-Interstate mixed
- C:-Interstate suspense
- D:-Inter department adjustment

Correct Answer:- Option-C

Question9:-Which among the following is a permanent committee of Parliament?

- A:-Ad hoc committee
- B:-Standing committee
- C:-Expert committee
- D:-None of these

Correct Answer:- Option-B

Question10:-Which among the following is not a duty of Public Accounts committee?

- A:-To examine the statement of accounts showing the income and expenditure of state corporation, trading and manufacturing schemes, concern, and projects etc.
- B:-To consider the report of the comptroller and Auditor General on receipt and of stores and stocks
- C:-To examine that every reappropriation has been made in accordance with the provision made in this behalf under rules framed by competent authority
- D:-To examine the functions of public undertakings

Correct Answer:- Option-D

Question11:-In which year Estimate committee was formed?

- A:-1950
- B:-1951
- C:-1952
- D:-1953

Correct Answer:- Option-A

Question12:-Which among the following committee consists of only the members of Lok Sabha?

- A:-Estimate committee
- B:-Public Accounts committee
- C:-Committee on Public Undertakings
- D:-None of these

Correct Answer:- Option-A

Question13:-Which among the following is an example of Residual standard detailed head?

- A:-Suspense
- B:-Depreciation
- C:-Office Expense

D:-Other charges

Correct Answer:- Option-D

Question14:-The expenditure major head on capital accounts are assigned the code numbers from \_\_\_\_\_ to \_\_\_\_

A:-4011 to 5999

B:-5011 to 6999

C:-2011 to 3999

D:-6001 to 6010

Correct Answer:- Option-A

Question15:-The duties and powers of the Comptroller and Auditor General of India in relation to the accounts of Union and of the states are mentioned in

A:-Article 145 and 146 of constitution

B:-Article 146 and 147 of constitution

C:-Article 148 and 149 of constitution

D:-Article 149 and 150 of constitution

Correct Answer:- Option-D

Question16:-A non-votable expenditure from the consolidated fund of the State is called?

A:-Voted expenditure

B:-Suspense expenditure

C:-Charged expenditure

D:-Re appropriation expenditure

Correct Answer:- Option-C

Question17:-The combined Finance and Revenue Accounts of the Central and State government is called?

A:-Annual General Planning Statement

B:-Annual General Efficiency Statement

C:-Annual General Financial Statement

D:-Annual General Economic Statement

Correct Answer:- Option-C

Question18:-The expenditure incurred by the Public Works Department on the construction of a hospital shall be debited under the major head of:

A:-2218 medical and public health or 4010 capital outlay on medical and public health

B:-2219 medical and public health or 4100 capital outlay on medical and public health

C:-2210 medical and public health or 4120 capital outlay on medical and public health

D:-2210 medical and public health or 4210 capital outlay on medical and public health

Correct Answer:- Option-D

Question19:-The payment of leave salary and allowances in respect of Earned Leave surrendered by the State Government employee on deputation to the Central government will be liability of:

A:-Central Govt

B:-State Govt

C:-Both Central and State Govt on equal basis

D:-Neither 1 nor 2

Correct Answer:- Option-B

Question20:-In case of deputation of a Govt servant who is governed by Contributed Provident Fund Rule, Govt contribution for the period of deputation is payable by the \_\_\_\_\_

A:-Borrowing department

B:-Parent Department

C:-Both 1 and 2 on equal basis

D:-None of these

Correct Answer:- Option-A

Question21:-The accounts between the Central Govt and State Govt are settled through \_\_\_\_\_ Accounts

A:-Adjusting

B:-Current

C:-Settlement

D:-Exchange

Correct Answer:- Option-D

Question22:-The term 'audit' is derived from the \_\_\_\_\_ word.

A:-German

B:-Aramaic

C:-Greek

D:-Latin

Correct Answer:- Option-D

Question23:-Who wrote the book "The Accountability and Audit of Government"?

A:-Steven Glover

B:-J.R. Russel

C:-G. Stevenson

D:-E. L Normanton

Correct Answer:- Option-D

Question24:-Who among the following appoints Comptroller and Auditor General of India?

A:-Chief Justice of supreme Court

B:-Ministry for Law

C:-President of India

D:-Vice President of India

Correct Answer:- Option-C

Question25:-In the revised coding pattern, a four digit \_\_\_\_\_ code is assigned to major heads

A:-Indo numerical

B:-Latin numerical

C:-Arabic numerical

D:-Hind numerical

Correct Answer:- Option-C

Question26:-The comptroller and Auditor general of India can be removed from office only by?

A:-The President on the advice of the Chief Justice of India

B:-The Chief Justice of Supreme Court

C:-The President on the advice of Cabinet

D:-The President after the approval of both the houses of Parliament

Correct Answer:- Option-D

Question27:-Which among the following is a non-tax receipt?

A:-Estate duty

- B:-Stamp duty
- C:-Registration fee
- D:-Gift tax

Correct Answer:- Option-C

Question28:-Which among the following is not a Direct tax?

- A:-Income tax
- B:-Wealth tax
- C:-Agricultural Income tax
- D:-Motor Vehicle Tax

Correct Answer:- Option-D

Question29:-The audit of customs revenue is limited to the \_\_\_\_\_

- A:-Customs Act, 1962
- B:-Customs Tariff Act 1975
- C:-Central Excise Act, 1944
- D:-Customs and Excise Management Act, 1979

Correct Answer:- Option-A

Question30:-The provident Fund Account of the employees of Govt of Kerala are maintained and kept by?

- A:-Concerned Head of Department
- B:-Accountant General (Audit)
- C:-Director, Treasury Dept
- D:-Accountant general (Accounts and Entitlement)

Correct Answer:- Option-D

Question31:-Taxes on income and expenditure, Taxes on property and capital transactions, Taxes on commodities and services are accounted in:

- A:-Contingency Fund
- B:-Public Account
- C:-Consolidated Fund
- D:-Current Account

Correct Answer:- Option-C

Question32:-Recoveries from private persons or bodies including local funds and Govt outside India shall be treated as

- A:-Current assets
- B:-A deduction from expenditure
- C:-Fixed assets
- D:-Revenue

Correct Answer:- Option-D

Question33:-The control of the resource operations of the Govt of India is vested in

- A:-Comptroller Auditor General
- B:-Reserve Bank of India
- C:-Finance Ministry
- D:-Planning and Economic Affairs Ministry

Correct Answer:- Option-B

Question34:-Which among the following is not a function of Estimate Committee?

- A:-To suggest alternative policies to bring about efficiency and economy in administration
- B:-To examine whether the money is well laid out within the limit of the policy implied in the Estimate
- C:-To suggest forms in which the estimate shall be presented to the parliament
- D:-To examine or comment on a policy approved by the parliament

Correct Answer:- Option-D

Question35:-The power to grant or refuse leave to the Comptroller and Auditor General of India is vested in the hands of:

- A:-Vice President of India
- B:-President of India
- C:-Chief Justice of India
- D:-Finance Minister

Correct Answer:- Option-B

Question36:-The amount writes off by the Accountant General should be reported to the Comptroller and Auditor General of India annually by

- A:-10th of December
- B:-20th of January
- C:-10th of March
- D:-10th of November

Correct Answer:- Option-D

Question37:-Annual Finance Account of the Central Govt is prepared by the C & AG and is submitted to:

- A:-The Lok Sabha
- B:-The President of India
- C:-Vice President of India
- D:-Finance Minister

Correct Answer:- Option-B

Question38:-Which among the following is not a function of committee on Public Undertakings?

- A:-To examine the reports and accounts of the Public Undertakings specified in Fourth schedule of the rule
- B:-To examine and consider whether the money is well laid out within the limit of the policy implied in the estimates
- C:-To examine the reports, if any, of the comptroller and Auditor General of India on the public undertakings
- D:-To examine in the context of the autonomy and efficiency of the Public undertakings

Correct Answer:- Option-B

Question39:-Transactions of Govt of India with United Kingdom and other countries are adjusted through the system of:

- A:-Settlement Account
- B:-Finance Account
- C:-Account current
- D:-Exchange Account

Correct Answer:- Option-C

Question40:-Expenditure on the maintenance and repairs of all Government non-residential buildings will be accounted under the major head of:

- A:-2059 Public works
- B:-2058 Public works
- C:-2056 Public works
- D:-2057 Public works

Correct Answer:- Option-A

Question41:-Which among the following is a judicial Function?

- A:-Making of law
- B:-Interpretation of law
- C:-Amendment of the law
- D:-All of these

Correct Answer:- Option-B

Question42:-The committee on Public Accounts and Public Undertaking have 15 members from Lok Sabha and \_\_\_\_\_ members from Rajya Sabha

- A:-5
- B:-8
- C:-7
- D:-10

Correct Answer:- Option-C

Question43:-Which of the following is/are the financial committees of parliament?

- (i) Estimate committee
- (ii) Committee on Public Undertakings
- (iii) Public Accounts Committee

- A:-(i) only
- B:-(i) and (ii) only
- C:-(i) and (iii) only
- D:-(i), (ii) and (iii)

Correct Answer:- Option-D

Question44:-What is the general quorum of financial committees of Parliament?

- A:-1/2 of the total number of members
- B:-1/3 of the total number of members
- C:-1/4 of the total number of members
- D:-1/5 of the total number of members

Correct Answer:- Option-B

Question45:-Which among the following Act determine the conditions of service, duties and powers of Comptroller and Auditor General of India?

- A:-The Comptroller and Auditor General's (Duties, Powers, and Conditions of Service) Act, 1970
- B:-The Comptroller and Auditor General's (Duties, Powers, and Conditions of Service) Act, 1972
- C:-The Comptroller and Auditor General's (Duties, Powers, and Conditions of Service) Act, 1969
- D:-The Comptroller and Auditor General's (Duties, Powers, and Conditions of Service) Act, 1971

Correct Answer:- Option-D

Question46:-Pay and allowance, travelling allowance, Expenditure on works etc are examples of \_\_\_\_\_

- A:-Charged Expenditure
- B:-Voted Expenditure
- C:-Capital Expenditure
- D:-None of these

Correct Answer:- Option-B

Question47:-Under Article \_\_\_\_\_ both Central and State can make any grants for public purpose even if they are not within their legislative competence

- A:-280
- B:-282
- C:-281
- D:-283

Correct Answer:- Option-B

Question48:-Which among the following is a service department of State/Central government?

- A:-Administration of Justice
- B:-Posts and Telegraph
- C:-Railways
- D:-State Water Transport Department

Correct Answer:- Option-A

Question49:-Refunds of revenues are generally taken as a \_\_\_\_\_ of revenue deposits

- A:-Addition
- B:-Reduction
- C:-Tax revenue
- D:-None of these

Correct Answer:- Option-B

Question50:-The recovery of pay and travelling allowance advance (on transfer) will be treated as:

- A:-Plus Expenditure
- B:-Minus Expenditure
- C:-Advance Expenditure
- D:-Deduct refunds

Correct Answer:- Option-B

Question51:-When was revised codification/coding pattern of 'Heads' introduced?

- A:-1986
- B:-1987
- C:-1988
- D:-1989

Correct Answer:- Option-B

Question52:-A sub major head has \_\_\_\_\_ code

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

Correct Answer:- Option-C

Question53:-The accounts of the Union and States shall be kept in a form as the President of India may prescribe on the advice of C & AG. Which Article of the constitution deals with this?

- A:-150
- B:-148
- C:-149
- D:-147

Correct Answer:- Option-A

Question54:-When was Modified Value Added Tax introduced?

- A:-1986
- B:-1996

C:-1976

D:-1975

Correct Answer:- Option-A

Question55:-Preparation of journal and Ledger are a part of \_\_\_\_\_

A:-Double entry system

B:-Single entry system

C:-Both 1 and 2

D:-None of these

Correct Answer:- Option-A

Question56:-The distribution of Legislative powers between Union and States are governed by Article \_\_\_\_\_ of the constitution

A:-356

B:-270

C:-246

D:-370

Correct Answer:- Option-C

Question57:-According to Article \_\_\_\_\_ of the constitution of India, each State has a separate Consolidated Fund called "Consolidated Fund of the State".

A:-255

B:-244

C:-266

D:-277

Correct Answer:- Option-C

Question58:-Which Article of the Indian Constitution permit/allows the Union Govt for borrowing money on the security of Consolidated Fund in India?

A:-282

B:-293

C:-292

D:-294

Correct Answer:- Option-C

Question59:-\_\_\_\_\_ shows the receipts and payment of Government under three heads namely, Consolidated Fund, Contingency Fund and Public Account

A:-Budget

B:-Balance sheet

C:-Finance Bill

D:-None of these

Correct Answer:- Option-A

Question60:-\_\_\_\_\_ act as a banker to the Central and State government (except Sikkim)

A:-Reserve Bank of India

B:-C and AG

C:-SBI

D:-None of these

Correct Answer:- Option-A

Question61:-What is the maximum time given to the States to repay the special Ways and means advance?

A:-Not later than one month

B:-Not later than three months

C:-Not later than two months

D:-Not later than four months

Correct Answer:- Option-B

Question62:-The sole right to issue bank notes in India has been vested with Reserve Bank of India with effect from:

A:-April 1934

B:-June 1934

C:-April 1935

D:-June 1935

Correct Answer:- Option-C

Question63:-Which Article of the Indian constitution deals with Grant in aid by the Union Govt to State Govt?

A:-275

B:-125

C:-265

D:-300

Correct Answer:- Option-A

Question64:-Part II of the Govt accounts records the transactions connected with the \_\_\_\_\_

A:-Consolidated Fund

B:-Contingency Fund

C:-Public Account

D:-Current Account

Correct Answer:- Option-B

Question65:-Washing allowance paid to class IV Govt employees shall be classified under the head \_\_\_\_\_

A:-Other Expense

B:-Office Expense

C:-Salary

D:-Sumptuary Allowance

Correct Answer:- Option-C

Question66:-Travelling allowance and daily allowance paid to the officers of the State Govt, appointed as members of committee and commissions setup by Govt of India are borne by the \_\_\_\_\_

A:-Central Govt

B:-State Govt

C:-Both 1 and 2 on equal basis

D:-Both 1 and 2 on an agreed ratio

Correct Answer:- Option-A

Question67:-Grant for the construction of a school shall be debited to \_\_\_\_\_ head

A:-2220 - General Education

B:-2002 - General Education

C:-0202 - General Education

D:-2202 - General Education

Correct Answer:- Option-D

- Question68:-Taxes both on residential or non-residential building owned or occupied by the Defence department shall be debited to the \_\_\_\_\_  
A:-Defence Service Estimate  
B:-Defence Service Annual Account  
C:-Defence Service project  
D:-Defence Service Taxes  
Correct Answer:- Option-A
- Question69:-Article 280 of the Indian constitution deals with \_\_\_\_\_  
A:-C & AG  
B:-Finance commission  
C:-Planning commission  
D:-Election commission  
Correct Answer:- Option-B
- Question70:-The mass of the Govt Account(s) is/are kept on a \_\_\_\_\_ system  
A:-Single Entry  
B:-Double Entry  
C:-Compound Entry  
D:-None of these  
Correct Answer:- Option-A
- Question71:-The audit of Govt transactions outside India is entrusted to \_\_\_\_\_  
A:-Embassy of India  
B:-Ministry of External Affairs  
C:-Department of planning and Economic Affairs  
D:-Indian Audit and Accounts Departments  
Correct Answer:- Option-D
- Question72:-Finance Commission is constituted:  
A:-Every Year  
B:-Once in three years  
C:-Once in four years  
D:-Once in five years  
Correct Answer:- Option-D
- Question73:-The forms of Appropriation Accounts are prepared by:  
A:-Finance secretary  
B:-Secretary, Economic and Planning affairs  
C:-Comptroller and Auditor General  
D:-None of these  
Correct Answer:- Option-C
- Question74:-Which one of the following is charged expenditure?  
A:-Govt of India debt charges, interest  
B:-Emoluments, allowances of President  
C:-Salary of C and AG  
D:-All of these  
Correct Answer:- Option-D
- Question75:-Which of the following fund/account has imprest in nature?  
A:-Consolidated fund  
B:-Contingency Fund  
C:-Public Account  
D:-Capital fund  
Correct Answer:- Option-B
- Question76:-Which among the following has no separate Public Account?  
A:-State Govt  
B:-Central govt  
C:-Union Territory Govt  
D:-None of these  
Correct Answer:- Option-C
- Question77:-Which among the following has only a Major head?  
A:-Contingency fund  
B:-Consolidated fund  
C:-Public Account  
D:-Both 2 and 3  
Correct Answer:- Option-A
- Question78:-As per revised coding pattern, the minor head has \_\_\_\_\_ digit code  
A:-One  
B:-Two  
C:-Three  
D:-Four  
Correct Answer:- Option-C
- Question79:-Monthly Accounts of State Govt is prepared by?  
A:-Director, Kerala State Audit department  
B:-Finance Secretary  
C:-State Accountant general  
D:-Planning board  
Correct Answer:- Option-C
- Question80:-\_\_\_\_\_ embrace regulation and authorisation of pay and allowance of Gazetted officers as per laws, regulations, and orders  
A:-Audit Function  
B:-Allotment Function  
C:-Entitlement Function  
D:-Authorisation Function  
Correct Answer:- Option-C
- Question81:-Subsidiary cages (maintained by Accountant General) of the Gazetted Officers are used for recording the following, Except:  
A:-Orders authorising each alteration of emoluments  
B:-Particulars of various post held  
C:-Adjustment of long-term advances  
D:-Detail regarding change in place of pension payment (Treasury)  
Correct Answer:- Option-D

Question82:-Which of the following is issued by Accountant General, if both pension and family pension are reported at the same time?

- A:-Pension Payment order
- B:-Family pension
- C:-Joint pension payment order
- D:-None of these

Correct Answer:- Option-C

Question83:-What is the minimum amount of subscription to General provident Fund of State Govt employee?

- A:-5% of basic pay
- B:-6% of basic pay
- C:-7% of basic pay
- D:-No minimum amount is fixed by Govt

Correct Answer:- Option-B

Question84:-Central Govt servants due to retire on superannuation is exempted from making any subscription to GPF during the last \_\_\_\_\_ month of service

- A:-Three
- B:-Two
- C:-Six
- D:-One

Correct Answer:- Option-A

Question85:-\_\_\_\_\_ determine the salary, allowance and other terms of service of comptroller and Auditor General of India

- A:-President of India
- B:-Finance Minister
- C:-Prime Minister of India
- D:-Parliament

Correct Answer:- Option-D

Question86:-Consider the following duties/ responsibilities/ functions: Which among the following is/are not belong to C & AG?

- (i) Upholding the constitution of India and Laws of Parliament in terms of financial Administration
- (ii) Auditing of accounts connected to consolidated Fund
- (iii) Auditing the debt transactions of central and State Govt
- (iv) Conduct audit of all transactions of Reserve Bank of India

- A:-(i) and (iv) only
- B:-(iii) and (ii) only
- C:-(ii) and (iv) only
- D:-(iv) only

Correct Answer:- Option-D

Question87:-The initial accounts of all receipts on behalf of State Govt are generally maintained in?

- A:-Accountant General's office
- B:-Directorate of Kerala State Audit Department
- C:-Treasury Department
- D:-Finance Department

Correct Answer:- Option-A

Question88:-Proforma Accounts are generally maintained by?

- A:-Service Department/ Establishment
- B:-Commercial/ Quasi commercial Department
- C:-Both 1 and 2
- D:-None of these

Correct Answer:- Option-B

Question89:-Appropriation Account of Govt of Kerala is prepared by?

- A:-Director, State Audit Dept
- B:-Expenditure Secretary, Finance dept
- C:-Director, Treasury dept
- D:-Accountant General, Kerala

Correct Answer:- Option-D

Question90:-Transactions relating to debt, deposit, Remittance, advances, Suspense etc shall be recorded in \_\_\_\_\_

- A:-Public Account
- B:-Contingency Fund
- C:-Consolidated Fund
- D:-None of these

Correct Answer:- Option-A

Question91:-The audit of accounts of Govt companies is performed by comptroller and Auditor general in accordance with the provisions of

- A:-Reserve bank of India Act
- B:-Partnership Act
- C:-Companies Act
- D:-Securities and Exchange Board of India Act

Correct Answer:- Option-C

Question92:-Finance Accounts are generally prepared in \_\_\_\_\_ parts

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

Correct Answer:- Option-B

Question93:-The Chairman of the public Accounts Committee of the parliament is appointed by?

- A:-Chairman, Rajya Sabha
- B:-President
- C:-Speaker, Lok Sabha
- D:-Prime Minister

Correct Answer:- Option-C

Question94:-Which one of the following committees scrutinise in detail the report of the Comptroller Auditor General of India?

- A:-Estimate Committee
- B:-Public Accounts Committee
- C:-Expenditure Committee
- D:-None of these

Correct Answer:- Option-B

Question95:-The reports of the public Accounts Committee are presented to the \_\_\_\_\_

- A:-Speaker, Lok Sabha

- B:-President
  - C:-Chairman, Rajya Sabha
  - D:-Finance Minister
- Correct Answer:- Option-A

Question96:-The Comptroller and Auditor General of India is regarded as a friend, philosopher, and guide of the \_\_\_\_\_

- A:-Committee on Public Accounts and Public Undertakings
- B:-Estimate Committee and Public Accounts committee
- C:-Committee on Public Undertaking and Estimate Committee
- D:-Committee on petition and Rules

Correct Answer:- Option-A

Question97:-The Comptroller and Auditor General of India have the complete authority to audit the accounts of:

- A:-Union Govt
- B:-State Govt
- C:-Union territories having legislative assembly
- D:-All of the above

Correct Answer:- Option-D

Question98:-Charges on account of all telegrams relating to currency matters should be debited to \_\_\_\_\_

- A:-Finance dept
- B:-Reserve Bank of India
- C:-Planning and Economic Affair Dept
- D:-India Post Department

Correct Answer:- Option-B

Question99:-Audit Board System was introduced in the year?

- A:-1967
- B:-1968
- C:-1969
- D:-1970

Correct Answer:- Option-C

Question100:-\_\_\_\_\_ is the method of maintaining Government's daily cash balance at a level sufficient to meets its day-to-day needs.

- A:-Ways and means
- B:-Appropriation
- C:-Surplus
- D:-Re appropriation

Correct Answer:- Option-A