

FINAL ANSWER KEY

Question 8/2025/OL

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Department Kerala State Financial Enterprises Limited

Question1:-XYZ Ltd. purchased machinery worth Rs.10,00,000 and paid Rs. 20,000 as installation charges. However, the accountant recorded only Rs. 10,00,000 under Machinery Account. What accounting principle has the accountant violated ?

A:-Consistency Principle

B:-Historical Cost Principle

C:-Accrual Concept

D:-Full Disclosure Principle

Correct Answer:- Option-B

Question2:-Which of the following statement is/are correct regarding a Trial Balance ?

1. A Trial Balance ensures that the financial statements are accurate.
2. A Trial Balance confirms the arithmetical accuracy of ledger accounts.
3. Errors of omission are revealed through a Trial Balance.

A:-Only 1 and 2 are correct

B:-Only 2 is correct

C:-Only 1 and 3 are correct

D:-All statements are correct

Correct Answer:- Option-B

Question3:-Match the following types of errors with their examples

List -I

List -II

- | | |
|------------------------|---|
| a) Error of Omission | i) Recording sales as purchases |
| b) Error of Principle | ii) Forgetting to record an expense |
| c) Compensating Error | iii) Over-debiting one account and over-crediting another |
| d) Error of Commission | iv) Recording an entry in the wrong ledger account |

A:-a-ii, b-i, c-iii, d-iv

B:-a-iii, b-ii, c-i, d-iv

C:-a-i, b-ii, c-iv, d-iii

D:-a-ii, b-iii, c-iv, d-i

Correct Answer:- Option-A

Question4:-A company prepares its final accounts. The following adjustments are noted.

1. Rent of Rs. 10,000 is outstanding.

2. Insurance premium of Rs. 5,000 is prepaid.
3. Provision for doubtful debts is increased by Rs. 2000.

How will these adjustments affect the Profit & Loss Account ?

- A:-Add Rs. 2,000 to net profit and subtract Rs. 10,0000
- B:-Add Rs. 5,000 to net profit and subtract Rs. 12,000
- C:-Subtract Rs. 13,000 from net profit
- D:-Subtract Rs. 7,000 from net profit

Correct Answer:- Option-D

Question5:-A company prepares its Trading Account and finds that the closing stock has been overvalued by Rs. 50,000.

What will be the immediate impact of this error on the financial statement ?

- A:-Net profit will be overstated
- B:-Gross profit will be understated
- C:-Balance Sheet will show an undervaluation of stock.
- D:-Net loss will increase

Correct Answer:- Option-A

Question6:-**Assertion (A)** : Errors in a Trial Balance can always be detected easily.
Reason (R) : The Trial Balance ensures arithmetical accuracy but not the absence of errors.

- A:-Both A and R are true, and R explains A
- B:-Both A and R are true, but R does not explain A
- C:-A is true, but R is false
- D:-A is false, but R is true

Correct Answer:- Option-D

Question7:-In the context of grouping and marshalling, liabilities are generally arranged in the Balance Sheet in the order of

- A:-Maturity
- B:-Importance
- C:-Liquidity
- D:-Relevance

Correct Answer:- Option-A

Question8:-What is a Ledger ?

- A:-A statement of income and expenses
- B:-A collection of all accounts where transactions are recorded
- C:-A book of original entry
- D:-A tool to prepare a trial balance

Correct Answer:- Option-B

Question9:-A company recorded the following transactions.

1. Purchased goods worth Rs. 20,000 on credit.

2. Paid Rs. 5,000 to creditors.
3. Received Rs. 10,000 from debtors.

What is the impact on the Cash Account after these transactions ?

- A:-Rs. 5,000 decrease
- B:-Rs. 10,000 increase
- C:-Rs. 5,000 increase
- D:-No change

Correct Answer:- Option-C

Question10:-**Statement I** : Deferred revenue expenditure is amortized over several accounting periods.

Statement II : This is an example of the Prudence concept.
Which of the following is correct ?

- A:-Both statement I and statement II are correct
- B:-Both statement I and statement II are incorrect
- C:-Statement I is correct, but statement II is incorrect
- D:-Statement II is correct, but statement I is incorrect

Correct Answer:- Option-C

Question11:-Which of the following is included within the definition of "revenue" according to Accounting Standard (AS) 9, 'Revenue Recognition', issued by the Institute of Chartered Accountants of India (ICAI) ?

- A:-Unrealised gains resulting from the restatement of the carrying amount of an obligation
- B:-Realised gains resulting from the disposal of a non-current asset
- C:-Unrealised gains resulting from the holding of a non-current asset
- D:-The use by others of enterprise resources yielding interest, royalties and dividends

Correct Answer:- Option-D

Question12:-Consider the following statement regarding AS-1, Disclosure of Accounting Policies

- i. All significant accounting policies adopted in the preparation and presentation financial statement should be disclosed.
 - ii. The disclosure of the significant accounting policies as such should not be form part of the financial statements.
 - iii. The significant accounting policies should normally be disclosed in one place.
- Which of the above statements is/are not correct ?

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

Correct Answer:- Option-B

Question13:-Which among the following are correct statements about International

Accounting Standards Board ?

- i. IASB members are appointed by the Trustees of the IFRS Foundation.
- ii. IASB members are responsible for the development and publication of IFRS Accounting Standards.
- iii. IASB is not responsible for approving interpretations of IFRS Accounting Standards as developed by the IFRS Interpretations Committee.

Choose the most appropriate answer from the options given below.

A:-Statement i and ii only

B:-Statement i and iii only

C:-Statement ii and iii only

D:-Statement i, ii and iii

Correct Answer:- Option-A

Question14:-Match List I with List II and choose the correct answer from the option given below

List I

List II

i. Profit and Loss Adjustment A/C profits

a. Prepared to show the distribution of among partners.

ii. Realisation A/C give and liabilities existing amounts of assets liabilities.

b. It is prepared when the partners decide to effect to the revaluation of assets without affecting the and

iii. Profit and Loss Appropriation A/C changes that assets and liabilities.

c. Prepared to incorporate all such are made in various

iv. Memorandum Revaluation A/C the assets and payment dissolution of a partnership firm.

d. A nominal account prepared to find out profit or loss on the sale of of liabilities on

A:-i-b, ii-c, iii-d, iv-a

B:-i-c, ii-b, iii-d, iv-a

C:-i-a, ii-c, iii-b, iv-d

D:-i-c, ii-d, iii-a, iv-b

Correct Answer:- Option-D

Question15:-Under Fixed Capital Accounts method, the withdrawal of capital by a partner is

A:-Credited in Partners' Capital Account

B:-Credited in Partner' Current Account

C:-Debited in Partners' Capital Account

D:-Debited in Partners' Current Account

Correct Answer:- Option-C

Question16:-Which of the following statements regarding the policy for recognition of income of Banking Company is correct ?

A:-The income from non-performing assets (NPA) should be recognised on an accrual basis

B:-Banks should charge and take to Income Account interest on all non-performing assets

C:-Interest on Standard Assets should not be recognised on accrual basis

D:-Interest on advances against term deposits may be taken to Income Account on the due date, provided adequate margin is available in the accounts

Correct Answer:- Option-D

Question17:-Consider the following statement regarding the preparation of Revenue Account of General Insurance Company.

i. Claims incurred but not reported should not be included in the amount for outstanding claims.

ii. The surveyor fees, legal and other expenses shall be included in the claim cost.

iii. Claims includes management expenses but not specific claims settlement cost.

Which of the above statements is/are correct ?

A:-Statement i only

B:-Statement ii only

C:-Statement iii only

D:-Statement i, ii and iii

Correct Answer:- Option-B

Question18:-Which of the following is not an Accounting Software ?

A:-SPSS

B:-Tally

C:-Sage

D:-Quickbook

Correct Answer:- Option-A

Question19:-The journal entry for issue of 1000, 5% Debentures of Rs. 100 each at a discount of 5% and Redeemable at a premium of 5% is

A:-Bank A/C	Dr.	Rs. 1,00,000
Premium on Redemption of Debentures A/C	Dr.	Rs. 5,000
To 5% Debentures		Rs. 1,00,000
To Loss on issue of Debentures A/C		Rs. 5,000

B:-Bank A/C	Dr.	Rs. 95,000
Loss on issue of Debentures A/C	Dr.	Rs. 5,000
To 5% Debentures		Rs. 1,00,000

C:-Bank A/C	Dr.	Rs. 95,000
Loss on issue of Debentures A/C	Dr.	Rs. 10,000
To 5% Debentures		Rs. 1,00,000
To Premium on Redemption of Debentures A/C		Rs. 5,000

D:-Bank A/C	Dr.	Rs. 95,000
Discount on issue of Debentures A/C	Dr.	Rs. 5,000
To 5% Debentures		Rs. 1,00,000

Correct Answer:- Option-C

Question20:-X Ltd. Forfeited 200 shares of Rs. 10 each for non-payment of final call of Rs. 4. Out of these forfeited shares, 120 shares were re-issued at par as fully paid-up. The amount transferred to Capital Reserve Account is

A:-Rs. 680

B:-Rs. 720

C:-Rs. 800

D:-Rs. 1200

Correct Answer:- Option-B

Question21:-Following statements are on Common Size Financial Statements, Except one. Identify it.

A:-It is calculated by dividing each item in the Financial Statement by taking an item from it as a common divisor

B:-It is also known as Vertical Analysis

C:-It helps to assess variations of an item over the years

D:-In this analysis a historical year is taken as base year

Correct Answer:- Option-D

Question22:-Consider the following statements on 'q ratio' proposed by James Tobin. Identify the wrong statement.

A:-The numerator of 'q ratio' is represented by market value of both equity and debt

B:-The denominator of 'q ratio' is represented by replacement cost of all assets

C:-It helps in assessing relative value of a firm

D:-A firm will have incentive to invest till 'q' is less than 1

Correct Answer:- Option-D

Question23:-Following assertions are related to 'Cash Flow Statement'. Read it carefully and identify the wrong assertion.

A:-To calculate cash flows from operations, one can use direct and indirect method

B:-Whatever method is used, the net cash flows will be same and is always equal to net income

C:-In indirect method, we start with 'Net Income' to calculate cash flow statement

D:-Direct method takes more time than indirect method

Correct Answer:- Option-B

Question24:-What is Break-even Quantity of a company with following information. Selling Price Rs. 9/unit; variable cost : Rs. 5/unit; Fixed Operating Expense : Rs. 1,00,000/year; Interest on borrowed capital: Rs. 5000/month.

A:-26,250 units

B:-40,000 units

C:-25,000 units

D:-46,250 units

Correct Answer:- Option-B

Question25:-Which of the following Functional Budget is prepared first ?

A:-Sales Budget

B:-Production Budget

C:-Purchase Budget

D:-Cash Budget

Correct Answer:- Option-A

Question26:-Following statements are related to depreciation and 'fund flow statement'. You are requested to find out correct assertion.

A:-Depreciation is a non-fund item

B:-Depreciation is a source of fund

C:-Depreciation is an application of fund

D:-Depending upon the treatment, depreciation can be either a source or an application of fund

Correct Answer:- Option-A

Question27:-The inflation Accounting method or system, which is specific to a firm or an industry, is

A:-Current purchasing power method

B:-Current inflation adjusted cost method

C:-Current cost accounting method

D:-Current cost of purchasing method

Correct Answer:- Option-C

Question28:-In forensic accounting, while doing analysis, different symbols and tools are used by investigator. A rectangle is often used to symbolise which of the following relations ?

A:-Individual

B:-Police/Law enforcement agency

C:-A group or organisation

D:-A court

Correct Answer:- Option-C

Question29:-Which of the following is not a mobile app for budgeting ?

A:-Mint

B:-Money tree

C:-FreshBooks

D:-InDinero

Correct Answer:-**Question Cancelled**

Question30:-Given below are the various valuation concept in Human Resource Accounting and it proposers. identify the option that correctly matches.

HR Valuation Concept	Proposer
i. Opportunity Cost Method	1. Lav and Schwartz
ii. Economic Valuation Method (Present value of Future Earnings method)	2. Rensis Likert and Eric G. Flamholtz
iii. Replacement cost	3. Heckiman and Jones

A:-i-2, ii-1, iii-3

B:-i-3, ii-2, iii-1

C:-i-3, ii-1, iii-2

D:-i-1, ii-3, iii-2

Correct Answer:- Option-C

Question31:-The ratio of the present value of project's future net cash flows to the projects initial cash outflow is called

A:-Profitability Index

B:-Average Rate of Return

C:-Internal Rate of Return

D:-None of these

Correct Answer:- Option-A

Question32:-The _____ is called a situation where a budget ceiling or constraint is placed on the total size of capital expenditure during a particular period.

A:-Capital Allocation

B:-Capital Budgeting

C:-Capital Restructuring

D:-Capital Rationing

Correct Answer:- Option-D

Question33:-Planning the operations of a business enterprise in such a way to earn maximum profit or maintain a specified level of profit is called

A:-Sales planning

B:-Financial planning

C:-Profit planning

D:-Business planning

Correct Answer:- Option-C

Question34:-If the present value of cash inflows from a project for a period of 3 years is Rs. 68,520 and the total initial investment of the project is Rs. 60,000, the profitability index will be

A:-0.88

B:-8.8

C:-11.4

D:-1.14

Correct Answer:- Option-D

Question35:-A _____ is a short term unsecured promissory note issued by firms for its working capital financing.

A:-Letter of Credit

B:-Commercial Paper

C:-Certificate of Deposits

D:-Bill of exchange

Correct Answer:- Option-B

Question36:-Which among is the following is not a method of working capital financing ?

A:-Factoring

B:-Bank Credit

C:-Issue of Equity share capital

D:-Inter-corporate Deposits

Correct Answer:- Option-C

Question37:-In financial Planning, which among the following inventory valuation model is best suitable in times of inflation ?

A:-Simple Average Method

B:-Weighted Average method

C:-LIFO method

D:-FIFO method

Correct Answer:- Option-C

Question38:-_____ is a graphical display of relationship between a present decision and a possible future event, future decision and their consequences.

A:-Graphical analysis

B:-Decision Tree

C:-Flow chart

D:-Sensitivity analysis

Correct Answer:- Option-B

Question39:-The difference between an investment project's net cash flows and the project's initial cash out flow is called

A:-Internal Rate of Return

B:-Net Present Value

C:-Average Rate of Return

D:-Net Profit

Correct Answer:- Option-B

Question40:-Trade credit as a source of working capital finance refers to

A:-Cash advance from suppliers

B:-Loans from financial institutions

C:-Loans from suppliers

D:-Deferred payment terms offered by suppliers

Correct Answer:- Option-D

Question41:-Which of the following statement are incorrect with respect to the marketing ?

i. It is a truism that marketing begins and ends with consumers.

ii. The 5Ps of marketing mix consists of 4Ps of marketing and people as the fifth P.

iii. The Marketing Mantra CCDVTP is popularised by Peter Drucker

A:-Statement i and iii are incorrect

B:-Statement iii alone is incorrect

C:-Statement ii alone is incorrect

D:-Statement i alone is incorrect

Correct Answer:- Option-B

Question42:-Identify the correct statements from the following with regard to the concepts/stages in marketing.

i. Mass production of goods is a characteristic of production Oriented Stage (Concept).

ii. Selling Oriented Stage (Concept) focus on inducing and influencing consumers to buy products.

iii. Customers or Consumer Oriented Stage (Concept) considers Consumers as the "king" in marketing.

A:-Statements i and ii alone are correct

B:-Statements i and iii alone are correct

C:-Statements ii and iii alone are correct

D:-Statements i, ii and iii are correct

Correct Answer:- Option-D

Question43:-Find the incorrect statement from the following.

i. In marketing, "Packing" means the essential wrapper forming part of a product which is done by the producer at the time of its production.

ii. The correct order of stages in Product Life Cycle is introduction, Maturity, Growth and Decline.

iii. Brand Equity consist of elements such as Brand Awareness, Perceived Value (Quality), Brand Association and Brand Loyalty.

A:-Statements i and iii are incorrect

B:-Statements ii and iii are incorrect

C:-Statements i and ii are incorrect

D:-Statements i, ii and iii are incorrect

Correct Answer:- Option-C

Question44:-Find the correct statements from the following.

- i. Augmented Product in the Customer Value Hierarchy means the additional benefits or services offered with a product which are not related to the original purpose.
- ii. Demand of industrial goods are primary in nature and are not depended on the demand of consumer goods.
- iii. Impulse goods are purchased immediately to fill an urgent need.

A:-Statement i alone is correct

B:-Statements i and iii alone are correct

C:-Statements i and ii alone are correct

D:-Statements ii and iii alone are correct

Correct Answer:- Option-A

Question45:-Identify the false statements from the following.

- i. moving average, least squares and trend projection methods are the examples of statistical methods of demand forecasting.
- ii. Delphi method of demand forecasting involves taking opinion survey from the sale force.
- iii. Barometric method of demand forecasting adopts the methodologies similar to weather forecasting

A:-Statement i alone is false

B:-Statement ii alone is false

C:-Statement iii alone is false

D:-Statements ii and iii alone are false

Correct Answer:- Option-B

Question46:-Identify the true statement from the following

- i. CRM typically involves the four stages such as customer acquisition, customer retention, customer expansion and customer reactivation.
- ii. Database marketing involves a systematic approach to gather, consolidate and process consumer data to create personalised communication for the promotion of products or services.
- iii. CRM aims at immediate sales improvement and has only narrow scope of short term results.

A:-Statements i and ii alone are true

B:-Statements i and iii alone are true

C:-Statements ii and iii alone are true

D:-None of the statements are true

Correct Answer:- Option-A

Question47:-Identify the wrong statement from the following

- i. Niche marketing a new concept in marketing which considers the entire market as a single unit without any segmentation.
- ii. De-marketing is adopted when the supply of goods exceeds its potential demand.
- iii. Remarketing is adopted when there is possible decline in the potential demand for a product in the market.

A:-Statements i and iii alone are wrong

B:-Statements ii and iii alone are wrong

C:-Statements i and ii alone are wrong

D:-Statements i, ii and iii are wrong

Correct Answer:- Option-C

Question48:-Which of the following is not true with respect to Rural Marketing ?

- i. Goods are generally sold in small packets or in small quantities.
- ii. Market Segmentation is relatively easy and positioning is effortless.
- iii. High degree of price sensitivity

A:-Statement i alone is not true

B:-Statement ii alone is not true

C:-Statement iii alone is not true

D:-Statements i, ii and iii are not true

Correct Answer:- Option-B

Question49:-Which of the following is true with regard to Digital Marketing ?

- i. Pay Per Click (PPC) is a popular revenue sharing model in digital marketing.
- ii. Search Engine Optimisation technique is largely used in digital marketing.
- iii. Social Media marketing is largely used for better reach and increased conversion rate.

A:-Statements i and ii alone are true

B:-Statement i and iii alone are true

C:-Statements ii and iii alone are true

D:-Statements i, ii and iii are true

Correct Answer:- Option-D

Question50:-Find the wrong statements from the following related to the content marketing.

- i. Content Marketing is an effective way to reach prospective customers and drive the sales revenue.
- ii. Social Media is a beneficial form of content marketing channel.
- iii. Content Marketing focuses on creating relevant educational contents for the benefit of targeted audience (current and potential)

A:-None of the statements are wrong

B:-Statement i is wrong

C:-Statement ii is wrong

D:-Statement iii is wrong

Correct Answer:- Option-A

Question51:-According to peter Senge, which of the following is not a discipline of a learning organization ?

A:-Shared vision

B:-Personal Mastery

C:-Transactional Leadership

D:-Systems Thinking

Correct Answer:- Option-C

Question52:-Which of the following is a key concept in the Theory of Constraints (TOC) ?

A:-Optimizing individual departments

B:-Continuous identification and resolution of bottlenecks

C:-Establishing clear authority levels

D:-Prioritizing human resource management

Correct Answer:- Option-B

Question53:-Match the following.

Column A

1. Theory of Constraints

2. Peter Senge

3. Michael Porter

4. Wernerfelt

Column B

A. Bottlenecks in process improvement

B. Organizational Learning

C. Competitive Strategy

D. Resource -Based View(RBV)

A:-1-D, 2-A, 3-C, 4-B

B:-1-A, 2-B, 3-C, 4-D

C:-1-B, 2-A, 3-C, 4-D

D:-None of the above

Correct Answer:- Option-A

Question54:-What is the main assumption of the Resource-Based View(RBV) of the firm ?

A:-External industry factors determine competitive advantage

B:-Unique internal resources are the source of sustained competitive advantage

C:-Employee motivation is the core of organizational success

D:-Organizational structures must adapt to external contingencies

Correct Answer:- Option-B

Question55:-Which leadership style is most closely associated with high concern for people and low concern for production in Blake and Mouton's Managerial Grid ?

A:-Country Club Management

B:-Team Management

C:-Impoverished Management

D:-Task-Oriented Management

Correct Answer:- Option-A

Question56:-According to Vroom's Expectancy Theory, motivation is determined by three factors. Which of the following is not one of them ?

A:-Expectancy

B:-Instrumentality

C:-Valence

D:-Equity

Correct Answer:- Option-D

Question57:-Which of the following statements aligns with Fiedler's Contingency Model of Leadership ?

A:-Leaders are always effective in every situation

B:-Leadership effectiveness depends on the leader's style and the situation's favorableness

C:-Leaders should always adopt a participative approach

D:-Task-oriented leaders are universally better than relationship-oriented leaders.

Correct Answer:- Option-B

Question58:-What is the primary focus of situational leadership theory by Hersey and Blanchard ?

A:-Matching leadership style to employee development level

B:-Using a democratic leadership style in all situations

C:-Encouraging a laissez-faire approach to management

D:-Motivating employees using intrinsic rewards

Correct Answer:- Option-A

Question59:-The balanced scorecard approach in controlling evaluates performance based on

A:-Only financial metrics

B:-Both financial and non financial metrics

C:-Only operational efficiency

D:-Employee satisfaction alone

Correct Answer:- Option-B

Question60:-Which motivational theory suggests that morale can improve when employees perceive fairness in the workplace ?

A:-Maslow's Hierarchy of Needs

B:-Herzberg's two-factor theory

C:-Equity theory

D:-Mcgregor's theory X and Theory Y

Correct Answer:- Option-C

Question61:-Audit of Govt Department and office is carried out by

A:-CAG and his staff

B:-CA

C:-CA appointed by CAG

D:-CA appointed by CAG as per the recommendations by company law Board

Correct Answer:- Option-A

Question62:-Sec 233 B of Companies Act 1956 deals with

A:-Special Audit

B:-Some Companies that should engage cost Audit

C:-Cash Audit

D:-Internal Audit

Correct Answer:- Option-B

Question63:-Which of the following entries are recorded in Journal proper ?

- i. Dishonour and renewal of bills.
- ii. Allotment of shares.
- iii. Forfeiture and reissue of forfeited shares.
- iv. Purchase and sale of assets on credit

A:-i Only

B:-iv Only

C:-ii and iii Only

D:-All

Correct Answer:- Option-D

Question64:-Which of the following statement is wrong ?

- i. Inherent risk - risk of material error in the accounts if controls were not there.
- ii. Control risk - risk that material error in accounts will escape the controls.
- iii. Detection risk - risk of material error escaping the substantive audit procedure.

A:-i Only

B:-i and ii

C:-iii Only

D:-None

Correct Answer:- Option-D

Question65:-Which Indian Company has been pioneer in issuing social audit document ?

A:-BHEL

B:-ONGC

C:-SAIL

D:-Tata Steel Ltd.

Correct Answer:- Option-D

Question66:-Weakness Letter is concerned with evaluation of

A:-Internal Audit

B:-External Audit

C:-Internal Control

D:-Internal Check

Correct Answer:- Option-C

Question67:-A Company Auditor addresses his audit report to the

A:-BOD

B:-Members

C:-Managing director

D:-Company Secretary

Correct Answer:- Option-B

Question68:-Which of the following statement is true ?

A:-The risks in audit in a CISE may be inherent risk or detection risk.

B:-Auditor should ensure that the audit evidence in electronic form is safely stored and can be retrieved when needed.

C:-Substantive audit procedure is known as auditing through computer and reliance procedure is known as auditing around computer.

D:-Use of computer facilities by a small enterprise may decrease the control risk.

Correct Answer:- Option-B

Question69:-Which of the following does not fall under outstanding liability ?

A:-Unearned income

B:-Unpaid expense

C:-Purchases made at the close of the year

D:-Deferred revenue expense

Correct Answer:- Option-D

Question70:-Approving of transactions by someone other than the person authorised to do so is

A:-Procedural error

B:-Intentional error

C:-Concealed error

D:-Non self revealing error

Correct Answer:- Option-A

Question71:-What does the term "network topology" refer to ?

A:-The number of computers in a network

B:-The physical and logical arrangement of computers in a network

C:-The operating system used in a network

D:-The security protocols used in a network

Correct Answer:- Option-B

Question72:-Which of the following is not true for a hybrid topology ?

A:-It combines two or more different topologies

B:-It is flexible and scalable

C:-It is always cost-effective to implement

D:-It is suitable for large and complex networks

Correct Answer:- Option-C

Question73:-Which of the following is a cyberspace-related organization ?

A:-ICANN

B:-WHO

C:-NASA

D:-UNESCO

Correct Answer:- Option-A

Question74:-Which cryptographic algorithm is based on the concept of a public and private key pair ?

A:-Symmetric Key Cryptography

B:-Asymmetric Key Cryptography

C:-Hash Functions

D:-Digital Signatures

Correct Answer:- Option-B

Question75:-Which protocol is used for secure and encrypted remote login ?

A:-Telnet

B:-SSH

C:-HTTPS

D:-FTP

Correct Answer:- Option-B

Question76:-Which of the following is a message access protocol for retrieving email from a mail server ?

A:-SMTP

B:-FTP

C:-POP3

D:-HTTP

Correct Answer:- Option-C

Question77:-What type of communication is supported by newsgroups ?

A:-Real-time text communication

B:-Asynchronous group discussions and message posting

C:-Live video chats

D:-Peer-to-peer file sharing

Correct Answer:- Option-B

Question78:-Which of the following is a supplementary protocol that allows non-ASCII data to be sent through e-mail ?

A:-HTTP

B:-FTP

C:-MIME

D:-SMTP

Correct Answer:- Option-C

Question79:-Which type of firewall examines the header information of each packet ?

A:-Application-layer firewall

B:-Packet-filtering firewall

C:-Proxy firewall

D:-Stateful inspection firewall

Correct Answer:- Option-B

Question80:-Which of the following verify the authenticity and integrity of digital data using cryptographic algorithms ?

A:-Passwords

B:-Firewalls

C:-Digital Signatures

D:-Biometrics

Correct Answer:- Option-C

Question81:-Which of the following statements correctly describes "Web Jacking" under the Information Technology Act, 2000 ?

A:-Unauthorized control over the victim's website and modifying its content

B:-Sending numerous emails to crash the victim's email server

C:-Unauthorized copying of website design and structure

D:-Hijacking the domain name of a website and redirecting users to another fraudulent website

Correct Answer:- Option-D

Question82:-Which statement correctly identifies an "e-contract" under the IT Act, 2000 ?

A:-Any contract formed through postal mail

B:-Contracts formed through electronic communication and digital signatures

C:-Verbal contracts over phone calls

D:-Contracts written on computer but signed physically

Correct Answer:- Option-B

Question83:-A multinational company's server in Mumbai was accessed by an employee in Delhi who downloaded confidential client data. While downloading, they accidentally triggered a security protocol that corrupted data on connected servers in Singapore and Dubai. Under the IT Act, 2000

A:-Only Indian authorities have jurisdiction as the primary server is in Mumbai

B:-Each country's authorities have independent jurisdiction over damages in their territory

C:-Indian authorities have jurisdiction over the entire act and its consequences globally

D:-The case falls outside the IT Act's purview as it involves international servers

Correct Answer:- Option-C

Question84:-An e-commerce platform's payment gateway was compromised through a sophisticated attack that :

First made micro-transactions of Rupee 1 (Salami attack)

Then redirected users to a fake payment page (web jacking)

Finally defaced then original website with fake offers

Which statement best describes the legal implications ?

A:-These are three separate offenses requiring separate legal proceedings

B:-This is a single continuous offense under section 66

C:-Only the largest financial damage will be considered for prosecution

D:-It's a composite cyber-crime requiring integrated investigation under multiple sections

Correct Answer:- Option-D

Question85:-A hacker gained unauthorized access to a bank's network but instead of stealing data :

identified critical security vulnerabilities

Documented the findings informed the bank's management published the methodology (Without specific vulnerability details) on a security forum

Under the IT Act, what is the legal position?

A:-No offense as there was no malicious intent

B:-Offense under Section 43 regardless of intent

C:-Protected under ethical hacking exceptions

D:-Qualified offense with reduced penalties

Correct Answer:- Option-B

Question86:-Regarding the scope of cyber laws in India, which statement is accurate

A:-Cyber laws apply only to government websites

B:-They cover both civil and criminal aspects of cyberspace

C:-They apply only to financial transactions

D:-They regulate only Indian websites

Correct Answer:- Option-B

Question87:-Which statement is accurate regarding cyber contraventions under the IT Act, 2000 ?

A:-All cyber contraventions are criminal offenses

B:-Cyber contraventions are civil wrongs punishable with compensation

C:-Cyber contraventions require physical damage to be actionable

D:-Only government can file complaints for cyber contraventions

Correct Answer:- Option-B

Question88:-Which statement correctly describes "Salami Attacks" in cyber law ?

A:-Large-scale data theft in a single attempt

B:-Multiple small fraudulent transactions that go unnoticed

C:-Physical damage to computer hardware

D:-Denial of service attacks on servers

Correct Answer:- Option-B

Question89:-Which statement is correct about denying access to authorized persons under the IT Act ?

A:-It's punishable only if done through hardware manipulation

B:-It's illegal only if data is permanently deleted

C:-Any act preventing authorized access is punishable

D:-It's legal if done for system maintenance

Correct Answer:- Option-C

Question90:-Which statement correctly describes "Web Defacement" under cyber law ?

A:-Changing or modifying the content of a website without authorization

B:-Creating a fake website similar to an existing one

C:-Blocking access to a website

D:-Stealing data from a website

Correct Answer:- Option-A

Question91:-Choose the most appropriate answer

Benefits of Core Banking are

i. Reliable centralized data recovery

ii. Data warehousing and data mining technologies

iii. Integrated customer centric services

iv. None of the above

A:-i, ii and iii

B:-i Only

C:-iii Only

D:-i and ii Only

Correct Answer:- Option-A

Question92:-Which type of card offers credit facility to customers ?

A:-Debit Card

B:-Add on Card

C:-Credit Card

D:-All of the above

Correct Answer:- Option-C

Question93:-Choose the most appropriate answers

Cheque truncation can be done by

i. Using MICR data

ii. Using image processing

iii. Sending Cheque by speed post

iv. All of the above

A:-i Only

B:-i and ii Only

C:-iii Only

D:-iv Only

Correct Answer:- Option-B

Question94:-Choose the most appropriate answer.

What are the services offered through mobile banking ?

i. Fund transfer and Bill payment

ii. Placing a stop payment on a cheque

iii. Requesting an account statement

iv. Cash withdrawal

A:-i Only

B:-i and ii Only

C:-iii Only

D:-i, ii and iii

Correct Answer:- Option-D

Question95:-Which type of card allows the holder to spend only what is in his account ?

A:-Debit Card

B:-Smart Card

C:-PAN Card

D:-Credit Card

Correct Answer:- Option-A

Question96:-Choose the most appropriate answer.

The services of CORE banking includes

- i. To deposit a cheque for collection into the account
- ii. To deposit cash into account
- iii. To obtain statement of account
- iv. To transfer of fund

A:-i Only

B:-i and ii Only

C:-iii Only

D:-i, ii, iii, iv

Correct Answer:- Option-D

Question97:-Which mechanism allows banks to transfer of fund from one bank to another bank on a 'real time' and on 'gross basis' ?

A:-NEFT

B:-RTGS

C:-IMPS

D:-Google pay

Correct Answer:- Option-B

Question98:-Choose the correct answer

Banking Sector Reforms includes

- i. Prudential accounting standards
- ii. Income Recognition
- iii. Asset Classification
- iv. Provisioning Requirements

A:-i Only

B:-ii Only

C:-i, ii, iii Only

D:-i, ii, iii, iv

Correct Answer:- Option-D

Question99:-Choose the most appropriate answer.

Computer audit Covers

- i. Asset Safeguarding
- ii. Data integrity
- iii. System effectiveness and efficiency
- iv. All of the above

A:-iii Only

B:-i, ii Only

C:-ii and iii Only

D:-iv Only

Correct Answer:- Option-D

Question100:-What is the process of ensuring access to appropriate financial products and services needed by all sections of the society in general and vulnerable groups such as weaker sections and low income groups in particular at an affordable cost in a fair and transparent manner by mainstream institutional players

A:-Lead banking

B:-Offshore banking

C:-Financial Inclusion

D:-Core banking

Correct Answer:- Option-C