

Q. No	Question Text	Option 1	Option 2	Option 3	Option 4	Correct Option
1	Which one of the following is the highest expenditure of the Government of India on revenue account?	Defense	Subsidies	Pensions	Interest Payments	4
2	Fiscal Policy is related to	Money supply in the economy	Regulation of the banking system	Planning for economic development	Government's Revenue and Expenditure	3
3	Which of the following is the largest single source of the Government's earning from tax revenue as per 2019-20 Budget?	RBI Dividends	Customs	Income tax	GST	4
4	Which of the following items fall under the concurrent list of the constitution?	Higher education	Electricity	Fisheries	Development of Mines	2
5	Which article under Indian Constitution provides the provision of financial emergency in the County	Article 352	Article 356	Article 360	Article 365	3
6	The amount of which of the following reflects the overall budgetary position of the Government of India at a given time.	Revenue Deficit	Total Amount of income tax collected	Capital Deficit	Fiscal Deficit	4
7	Which of the following is/are the components of the Fiscal Deficit? 1. Budgetary Deficit 2. Market Borrowings 3. Expenditure made from Pradhan Mantri Rahat Kosh Codes	Only 1	Only 2	Only 3	All 1, 2 and 3	4
8	Fiscal Responsibility and Budget Management Act (FRBMA) concerns	Fiscal deficit only	Revenue deficit only	Both fiscal deficit and revenue deficit	Neither fiscal deficit nor revenue deficit	3
9	Which one of the following is not a method for redeeming public debt?	Sinking fund	Capital levy	Terminal annuities	Grants in aid	4
10	Which one of the following is not the goal of the Inter-governmental fiscal transfers in a federal government set-up?	Correction of vertical fiscal imbalance	Bridge of Horizontal fiscal imbalance	Setting of National minimum standard	Setting of Fiscal / National Institutions	2
11	Which of the following statements is not correct?	The States possess exclusive jurisdiction over taxes enumerated in the State List.	The Union is entitled to the proceeds of the taxes in the Union List	The proceeds of taxes within the State Lists are retained by the States.	The proceeds of the taxes in the Union List are retained by the Union.	4
12	Taxes on income other than on agricultural income are:	Levied by the Union but collected and appropriated by the States	Levied and collected by Union but assigned to States	Levied and collected by the Union and distributed between the Union and the States	Levied and collected by States and distributed between the Union and the States.	3
13	Which form of tax incentive has the most comparative merit?	Tax holidays	Tax credits & Investment allowance	Accelerated depreciation	Investment subsidies	3
14	Accounting / Functional Classification of public expenditure is helpful in understanding productive usefulness of public expenditure.	TRUE	FALSE			2
15	Which of the following statement is correct?	An equivalent amount is drawn from the Public Account to recoup the Contingency Fund after ex-post-facto approval of Parliament.	Receipts from recoveries of loans granted by the Government are credited to Consolidated Fund of India.	Small Savings collections are kept in Consolidated Fund of India.	Parliamentary approval is not required for expenditure from Contingency Fund.	2
16	Which of the following statement is not correct?	Public expenditure is used as a structural tool for economic stabilisation.	Public investment can help in creating effective demand.	Public expenditure can stimulate private saving and investment.	Public expenditure can in the short run generate inflationary pressure.	1
17	What is the system that has been developed in CBIC which compiles challan wise data in the system and shares End of Day file with PFMS?	COMPACT RAMS	ARPIT	REVACT	NTRP	2

18	Finance Account is prepared on gross basis.	TRUE	FALSE			2
19	Who signs the Appropriation Accounts of the Grants / appropriations administered by a Ministry / Department?	Controller General of Accounts	Principal Chief Controller of Accounts of the Ministry/Department	Financial Advisor of the Ministry / Department	Secretary of the Ministry / Department	4
20	Which authority is responsible for submitting to a State Government a monthly account of its transaction?	Secretary Finance of the concerned State Government	Treasury Head of the State Government	Accountant General (A&E)	C&AG of India	3
21	The figures for preparing monthly account of a State Government are taken from:	Monthly Cash Accounts and the Lists of Payments received from District Treasuries.	Classified Abstracts prepared in AG's Office	Consolidated Abstracts prepared in AG's Office	None of the above	3
22	Which authority certifies the Appropriation Account of a State Government?	Secretary Finance of the State Government	Accountant General (A&E)	Accountant General (Audit)	C&AG of India	4
23	Who constituted the Task Force to recommend accounting and budget formats for ULBs?	Finance Minister, Government of India	C&AG of India	Controller General of Accounts	Ministry of Urban Development, Government of India	2
24	Which Constitutional Amendment Acts brought about devolution of powers to Urban and Rural Local Bodies?	70th & 71st Amendment	72nd Amendment Act	73rd & 74th Amendment Act	75th Amendment Act	3
25	As per National Municipal Accounting Manual, can bank balance be carried forward to balance sheet when the balance as per bank statement and books is not reconciled and the difference is material?	Yes	No			1
26	Which organisation is responsible for internal audit of Ministries / Departments of Government of India?	C&AG of India	Controller General of Accounts	Each Ministry / Department can appoint internal auditor from the panel of auditors maintained by the C&AG of India	Each Ministry / Department has its own internal auditors appointed for the purpose	2
27	Final communication by the internal auditor of the engagement results must contain an opinion and/or conclusion.	Yes.	No. Not necessarily.			1
28	Under FRBM Rules 2015, who shall carry out an annual review of the compliance of the provisions of the FRBM Act and the Rules made thereunder by the Central Government?	Lok Sabha	Public Accounts Committee	Controller General of Accounts	C&AG of India	4
29	The Chairman of the Public Accounts Committee is appointed by:	President	Chairman of Rajya Sabha	Speaker of Lok Sabha from among members of the PAC	Members of the Public Accounts Committee	3
30	What is 'propriety' in compliance audit?	operations in accordance with the principles of economy, efficiency and effectiveness	adherence of the subject matter to the formal criteria emanating from relevant laws, regulations and agreements applicable to the entity	observance of the general principles governing sound financial management and the ethical conduct of public officials	value for money for citizens	3
31	The audit of a Central Sector Scheme by C&AG of India is:	Attestation engagement	Direct Reporting engagement			2
32	What is control risk in Audit?	the susceptibility of the subject matter information to material misstatement, assuming that there are no related controls	the risk that a material misstatement could occur and will not be prevented or detected and corrected at the appropriate time by related controls	the risk that the auditor will not detect a material misstatement	none of the above	2

33	Under which of the following conditions the C&AG may give qualified opinion on the financial statement of a Government Company?	where the auditor disagrees with, or is unable to obtain sufficient and appropriate audit evidence about certain items in the subject matter which are, or could be, material but not pervasive;	where the auditor, having obtained sufficient and appropriate audit evidence, concludes that deviations or misstatements, whether individually or in the aggregate, are both material and pervasive;	where the auditor is unable to obtain sufficient and appropriate audit evidence due to an uncertainty or scope limitation which is both material and pervasive.		1
34	The Major Head Codes 4001 to 5999 reflects what?	Revenue Expenditure	Capital Receipts	Capital Expenditure	Loans & Advances	3
35	Which of the following statement reflects the correct position?	Head of office can only be the DDO	Head of office may function as DDO or authorize any Gazetted Officer working under him as DDO	The Pay & Accounts Officer is also the DDO of the office	The Pay & Accounts Officer can function as the DDO or authorize any Gazetted Officer working under him as the DDO	2
36	How many tiers of accounting classification are there in Government Accounts to capture various transaction?	6	9	12	15	1
37	There are how many digit codes to capture transactions in Government Accounts?	6	9	12	15	4
38	The Finance Accounts of Government of India is prepared by:	Secretary, Department of Expenditure	Controller General of Accounts	C&AG of India	Respective Secretaries of the Departments/Ministries	2
39	All claims between Departments, both commercial and non-commercial of the Central Government, is to be preferred within the same financial year and not beyond three years from the date of transaction.	TRUE	FALSE			1
40	Is the following statement true or false? Capital Receipts can be applied as a set-off against Capital Expenditure.	TRUE	FALSE			2
41	All moneys received by Government in repayment of loans and interest thereon are also credited into:	Consolidated Fund	Public Account	Contingency Fund	None of the above	1
42	A 'Major Head' in Government Accounts represents:	a major function of the Government	a program of the Government	a scheme of the Government	object of expenditure	1
43	PM National Relief Fund is part of Contingency Fund of India	TRUE	FALSE			2
44	Disbursements out of Public Account are not subject to vote by Parliament.	TRUE	FALSE			1
45	Which organisation maintains cash balance of the Government and provides banking facilities to the Ministries and subordinate or attached offices either directly through its own offices or through its agent banks:	Ministry of Finance	RBI	SBI	Respective Ministries	2
46	Transfer payments to State Governments meant for asset creation by the recipient Government are treated as:	Revenue Expenditures	Capital Expenditure			1
47	Allocation of external aid material such as equipment for use by Government departments or disbursal as grants-in-aid to other entities is recorded as:	Revenue Expenditure	Capital Expenditure	Revenue Receipts	Capital Receipts	1
48	Effective Revenue deficit is:	Fiscal deficit minus interest payment	Revenue deficit minus grants given for creation of capital assets	Total expenditure minus total receipts (excluding borrowing)	None of the above	2

49	Annual Financial Statement contains:	the estimated receipts and expenditure excluding charged expenditure of the Government of India for a particular year	estimated receipts and expenditure including charged expenditure of the Government of India for a particular year	estimated expenditure excluding charged expenditure of the Govt of India for a particular year	estimated expenditure including charged expenditure of the Govt of India for a particular year	2
50	Which statement is not correct? The Government accounts mainly record:	cash flows into and out of Government cash balance maintained by the Reserve Bank of India,	amount due to or due by Government for the year,	stock of Government's liabilities (Public Debt and transactions on Public Account) and financial assets (Loans & Advances),	certain non-cash transactions (in-kind external assistance, write off of losses and conversion of past loans into grants etc.)	2
51	Which statement is not correct?	External Debt is shown at the exchange rate applicable at the time of contracting the debt	Government financial investments (Equity and Loans) are shown at their historical value	No provision is made for impairments to the value of such assets	Provision is made for impairment to the value of such assets	4
52	The disinvestment proceeds, with effect from the fiscal year 2013-14, are credited to the National Investment Fund(NIF) and the funds remain there until withdrawn/invested for the approved purposes. NIF is part of which account?	Consolidated Fund of India	Contingency Fund	Public Account		3
53	Which is accounted in Public account of India	Tax receipt	Disinvestment proceeds.	Small saving mobilisation	Dividend from PSU.	3
54	The Public Accounts Committee (PAC) examines the report of Accounts of the union government submitted by the Finance Minister, to the President.	TRUE	FALSE			2
55	Which of the following measures is helpful in distribution of income and wealth.	A tax transfer scheme	Progressive income tax	Subsidies on goods	Disinvestment	4
56	Which of the following is not a classification of Public expenditure	Functional classification	Revenue and Capital	Voted and Charged	Plan and Non-Plan	4
57	The type of Public expenditure in which the funds are given with a set of conditions of spending is known as:	Development expenditure	Transfer expenditure	Plan expenditure	Voted expenditure	2
58	Which of the following has been emphasized to do periodic review of the compliance of the provisions of the FRBM Act?	The fiscal council	The controller general of accounts	The controller and auditor general of India	The reserve bank of India	3
59	Which of these Deficit indicators is used for deciding the borrowing of Government?	Revenue deficit	Fiscal deficit	Primary deficit	Debt deficit	2
60	Which department in Government of India is responsible for accounting of foreign loans/inflows for investment in country	Aid, Accounts & Audit Division	Department of External Affairs	Trade division of Department of Commerce	None of the above	1
61	Which of the following Departments of Government of India deals with disinvestment in the country	Department of Investment & Public Asset Management (DIPAM)	Budget Division of Department of Economic Affairs	Public Sector Enterprises Board	None of the above	1
62	Which of the followings is not a contributor to National Infrastructure and Investment Fund	Public Scetor Enterprises	Government	Foreign countries	Autonomous Bodies	4
63	The contribution of Government in a PPP project is known as	Capital support	Turn key support	Viable gap funding	Statutory infrastructure support	3
64	Which of the following Provision of Constitution does not relate to Accounting matters	Article 150	Article 280	Article 266	Article 151	2
65	From which category of Government account the money can be withdrawn without the approval of Parliament	Consolidated Fund of India	Public account	Contingency fund of India	Cash account of RBI	3

66	Union Budget includes receipt and expenditure estimates which are accounted under:	Consolidated Fund of India	Public account	Contingency Fund of India	Cash account of RBI	1
67	Which of the accounting statement represents the balance sheet of Government	Consolidated account	Finance accounts	Appropriation accounts	Accounts at a glance	2
68	Which of the following type of expenditure is passed without cut in Parliament	Revenue expenditure	Voted expenditure	Charged expenditure	Contingency expenditure	3
69	What is the consolidated accounts of Government of India known?	Finance accounts	Appropriation accounts	Consolidated government accounts	a & b both	2
70	Which agency makes payments on behalf of Government in a particular Ministry/Department	State Bank of India	Reserve Bank of India	Currency chest of Ministry/Department	Any Scheduled Commercial bank authorized	4
71	Where is the cash balance of Government of India maintained	Central Accounts Section, RBI Nagpur	DGBA RBI Mumbai	In the authorized Scheduled Commercial bank	State Bank of India Govt Accounts Department	1
72	Which is the authority for accrediting a bank for handling government business of a Ministry	Reserve Bank of India	Controller General of India	Department of Financial Services	RBI and CGA together	4
73	Which one among the following commission was set up in pursuance of a definite provision under an Article of the Constitution of India?	University Grants Commission	National Human Rights Commission	Election Commission	Central Vigilance Commission	3
74	Under law, _____ is an organisation with the authority to monitor the activities of a business and check whether these institutions are legal and follow official rules.	Medical Council of the India	Press council of India	Election Commission	Indian Diamond Institute	1
75	These authorities are generally a part of the executive branch of the government, or they have statutory authority to execute their functions with oversight from the legislative branch:-	Regulatory body	Statutory body	Constitutional	Autonomous body	1
76	The mandate of performance Audit can be derived from	Constitution	CAG (DPC) Act	MSO (Audit)	None of the above	2
77	Which of the following is always attestation engagement	Performance Audit	Financial Audit	Compliance Audit	All of the above	2
78	Which of the following serves as benchmark against economy, efficiency and effectiveness is measured in the performance Audit.	Audit objective	Audit Criteria	Risk Parameter	Audit Sample	2
79	Performance Audit is also known as	Value for money Audit	Money for value Audit	Implementation audit	Assessment Audit	1
80	Analytical procedures used in planning the audit should focus on:	Identifying material weakness in internal control	Enhancing the auditor's understanding of the client's business	Testing individual account balances that depend on accounting estimates	All of the above	2
81	The medium term fiscal policy cum fiscal policy strategy statement shall set forth a _____ rolling target for prescribed fiscal indicators	Two year	Three year	Five year	a) Seven year	2
82	As per the FRBM Act 2003, the central government shall endeavor to ensure that the central government debt as a percentage of GDP does not exceed _____ % by the end of the 2024-25	25	30	40	60	3
83	Public Financial Management System (PFMS) does not have which of the following function into it?	Budget preparation by Ministry of Finance is done on PFMS	Demand for Grants approved by Parliament is entered into the system by O/o Controller General of Accounts	Payment advices are issued by Pay and Accounts Offices on PFMS	Detailed Demand for Grants is entered by Principal Accounts Offices	1
84	Which of the following statements is True about Classification in Government Accounts?	Major Head represents functions of the Government	Minor Head corresponds to the programs of the Government	Sub Head corresponds to the Scheme of the Government	All of the above	4

85	Outcome Budget provides:	Outcomes of the end products and results of various Government initiatives	Is a practice of listing outcomes of each scheme/project of Government	Both (a) and (b)	Neither (a) nor (b)	3
86	Financial Advisor in the Ministry:	Is an extension of the Ministry of Finance	Is not accountable to the Administrative Ministry and its Financial Management	Has no role in Budget Preparation	None of the above	1
87	Normative issue in Tax Theory brings out:	How to design taxes to promote social welfare	The economic effect of various taxes that Government use	Both (a) and (b)	Neither (a) nor (b)	1
88	The External Debt has been shown at the exchange rate applicable at the time of	Contracting the debt	Expanding the debt	Both a & b	None of the above	1
89	Data on 'Indian Public Finance Statistics' is published by	Ministry of Finance	National Institute of Public Finance & Policy	Indian Statistical Institute	Reserve Bank of India	1
90	The Certificate of the Accountant General (A&E) is prepared in accordance with the requirement of Article ... of the Constitution of India	145	149	152	None of the above	2
91	The implementation of FRBM Act has been stalled four times since its enactment	TRUE	FALSE			1
92	The summary of an Appropriation Accounts is concluded with a	Summary statement of expenditure	Reconciliation statement of expenditure	Both the above	None of the above	2
93	Assessing the extent to which laws and regulations (authorities) have been respected is the primary mandate of	Financial audit	Compliance audit	Civil audit	None of the above	2
94	State Government Accounts would be caused to be laid in State Legislature by:	Governor	Chief Minister	Finance Secretary	All of the above	1
95	Which of the following statements is correct about Union Government Finance Accounts?	The Finance Accounts are prepared by Controller General of Accounts (CGA) for Central Civil Ministries	The Appropriation Accounts are prepared by CGA for Central Civil Ministries	Both (a) and (b)	Neither (a) nor (b)	2
96	The preparation of Journal entry correction in Annual accounts is prepared at which Account level	Major Head level	Sub Major Head level	Object Head level	Minor Head level	4
97	The principle of public expenditure that requires that it should be possible for public authorities to vary the expenditure according to the need and circumstances is:	Canon of Economy	Canon of Sanction	Canon of Elasticity	Canon of Maximum Social Benefit	3
98	Which one of the following is not the goal of the Inter-governmental fiscal transfers in a federal government set-up?	Correction of vertical fiscal imbalance	Bridge of Horizontal fiscal imbalance	Setting of National minimum standard	Setting of Fiscal / National Institutions	3
99	All revenues and receipts of government are to go to a 'Consolidated Fund' and moneys can be withdrawn from the 'Fund' only in accordance with laws passed by Parliament has been in accordance to Article ... of the Indian Constitution.	256	266	276	286	2
100	Committee on Public undertaking was constituted under Rule No. 308 A of Rules of Procedure and conduct of business in Lok Sabha.	TRUE	FALSE			2