

Q. No	Question Text	Option 1	Option 2	Option 3	Option 4	Correct Option
1	What is an entry level qualification for any grant for all local governments (both urban and rural local bodies), as per Fifteenth Finance Commission?	Constitution of State Finance Commissions	Availability of annual accounts for the previous year and audited accounts for the year before previous year in public domain online	Notification of minimum floor rates of property taxes by the State	All of the above	2
2	What is incorrect about Audit online?	It is an online platform for recording the audit process.	It facilitates audit of only Panchayats.	It facilitates audit of Government Departments, Panchayats and Urban Local Bodies	It provides linkage with the transactional data (if available online) to verify and comment upon in the audit observations.	2
3	Public goods can be:	provided privately	provided publicly	subject to free rider problems	all of the above	4
4	A fund focused on investing in strategic assets and projects with longer term horizon across various stages of development is known as:	Master fund	Tactical Fund	Strategic Fund	None of the above	3
5	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
6	In Public Investment Management, the term PDCA cycle refer to:	Plan-do-check-act (PDCA) cycle	Prepare-disclose-correct-approve (PDCA) cycle	Prepare-dissemination- correction-approve (PDCA) cycle	None of the above	1
7	The 'Consolidated Fund of India or of the State concerned' and what can be credited to the fund is mentioned in:	(a) Article 266 (1)	(b) Articles 202 (1)	(c) Both (a) & (b)	(d) None of the above	1
8	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
9	Which of these is a statutory measure to enforce fiscal discipline?	Fiscal Rules	Appropriation Act	Finance bill	Parliament Committees	1
10	Which of the following is not a classification of Public expenditure?	Functional classification	Revenue and Capital	Voted and Charged	Plan and Non-Plan	4
11	Which of the followings in India is not part of Public expenditure?	Salary to employees	Grants to Universities and Hospitals	Interest payment	Repayments of National Saving certificates	4
12	Which of the following has been emphasised 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
13	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
14	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
15	Which of the following type of expenditure is passed without cut in Parliament?	Revenue expenditure	Voted expenditure	Charged expenditure	Contingency expenditure	3
16	Under which category of Government account the collection of taxes and expenditure of Ministries are accounted:	Consolidated Fund of India	Public account	Public finance account	Cash account of RBI	1
17	Which is accounted in Public account of India?	Tax receipt	Disinvestment proceeds	Small saving mobilisation	Dividend from PSU	3
18	Which one of the following is the highest expenditure of the Government of India on revenue account?	Defence	Subsidies	Pensions	Interest Payments	4
19	Which article under Indian Constitution provides the provision of financial emergency in the Country?	Article 352	Article 356	Article 360	Article 365	3
20	From the following which one is NOT a tool of Fiscal Policy?	Taxation	Public Expenditure	Interest Rate	Public Debt	3
21	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
22	Elastic revenue response to marginal tax rate reductions is called:	Marginal tax curve	Functional curve	Laffer curve	None of these	3

23	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
24	Which of the following are not the mandatory statements under FRBM Act 2003?	Macro-Economic Framework Statement	Medium-Term Fiscal Policy Statement	Debt Statement	None of these	4
25	Which organization enters into Rate Contracts for common user items for use of various Government Organisations?	GeM	DGS&D	Central Public Procurement Portal	Procurement Policy division	2
26	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
27	Payment to Pensioners of Central Government are governed by which Rules:	Central Government Accounts (Receipts and Payment) Rules, 1983	Treasury Rules of Central Government	Treasury Rules of State Government	Pension Rules applicable to Central Government employees	2
28	Which of the following is key operational target in a Budget?	Fiscal Deficit	Revenue Deficit	The General Government Debt	The Central Government Debt	1
29	The contribution of Government in a PPP project is known as:	Capital support	Turn key support	Viable gap funding	Statutory infrastructure support	3
30	The proceeds of disinvestment are kept in a Public account Fund which is known as:	National Investment Fund	National Disinvestment Fund	National Infrastructural and Investment fund	None of the above	1
31	Which is the authority for accrediting a bank for handling government business of a Ministry?	Reserve Bank of India (RBI)	Controller General of India (CGA)	Department of Financial Services	RBI and CGA together	4
32	Which of the following Provision of Constitution does not relate to Accounting matters?	Article 150	Article 280	Article 266	Article 251	2
33	Find out the incorrect statement in respect of Regulatory Bodies:	These bodies are established by legislative act in order to set standards in a specific field of activity, or operations, in the private sector of the economy and to then implement those standards.	These bodies are government agency which is accountable for exercising autonomous authority over some area of human activity in a regulatory or supervisory capacity.	These bodies are usually established to implement standards and safety, or to oversee use of public goods and regulate business	These bodies do not exercise a judicial function i.e. they may not conduct hearings and pass judgments concerning adherence to their regulations.	4
34	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
35	The general provisions relating to audit are elaborated in Sections and of the CAG's (DPC) Act.	10 to 20 and 23	13 to 21 and 24	14 to 23 and 27	15 to 24 and 28	2
36	The mandate of performance Audit can be derived from	Constitution	CAG (DPC) Act	MSO (Audit)	None of the above	2
37 engagements, it is the auditor who measures or evaluates the subject matter against criteria.	Attestation	Direct Reporting	Both	None	2
38	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
39	Which of the following is not a component of COSO Internal Control Framework?	Control Environment	Financial Management	Information and Communication	Monitoring and Evaluation	2
40	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	Seven year	2

41	What is the cap on additional guarantees which control government can give in any financial year as per provisions of the FRBM Act 2003?	0.3% of GDP	0.5% of GDP	0.6% of GDP	1% of GDP	2
42	Which is part of ERP? (i) SAP (ii) IMPROVE (iii) SIEBEL (iv) E-lekha (v) PFMS (vi) Baan (vii) COMPACT (viii) ORACLE (ix) CONTACT Now select the answer from the following options:	(viii), (iii), (i), (v), (ix), (iv)	(i), (viii), (iv), (iii), (vii), (vi)	(vi), (v), (iii), (i)	(vi), (i), (viii), (iii)	4
43	Which is not covered in MIS?	Budget Reports	Monthly Reports	Appropriation Accounts Reports	Audit Reports	3
44	Who is uploading/transferring daily data on PFMS?	Postal Accounts (PA) Wing.	PAO	DDO	HPO	2
45	What is not being done before the roll out of CSI?	DDOs were disbursing salary of GDS employees.	GPF bills were disbursed through Meghdoot software.	Locally database of system maintained at each DDO.	DDOs were responsible for drawing pension of third party pensioners.	2
46	From POS server data is syncing in everyto online server.	One minute	Five minutes	Four minutes	Two minutes	3
47	Post implementation of CSI, payments are being centrally affected through _____.	PFMS	Payroll Module	EIS Module	CDDO Module	2
48	Which of the following is incorrect about Public Accounts Committee?	If any money has been spent on any service during a financial year in excess of the amount granted by the House for that purpose the Committee shall examine with reference to the facts of each case the circumstances leading to such an excess and make such recommendation as it may deem fit.	The Committee is to ascertain that money granted by Parliament has been spent by Government "within the scope of the demand.	Broadly, committee can intervene in the questions of policy.	Important function of the Committee is the discussion on points of financial discipline and principle.	3
49	Who among the following nominates the chairman of Public Accounts committee of India?	Prime Minister	President	Speaker of the Lok Sabha	Union Finance Minister	3
50	Which among the following committees of Lok Sabha is assisted by Comptroller & Auditor General of India?	Estimates Committee	Public Accounts Committee	Joint Committee of Salary and allowances	Joint Committee of Offices of Profit	2
51	Which among the following is a correct function of Public Accounts Committee?	It works under President of India and creates accounts for various Ministries.	It works under Comptroller and Auditor General of India and prepares accounts.	It is a parliamentary committee which gives report on non-plan expenditures of the Government.	It is a parliamentary committee which scrutinizes the report of the Comptroller & Auditor General of India.	4
52	Which of the following statement is true about Classification of Government Accounts?	Object Heads represent the first three digits of accounting classification	Chart of Accounts is a 15 digit hierarchical classification system	Major Head represent the first three digits of Government Account	All of the above	2

53	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
54	Which of the following is NOT a function of Controller General of Accounts?	General principle of Government Accounts for Union and State Governments	Reconciliation of Cash Balances of Government of India with Reserve Bank of India	Consolidation of Monthly Accounts	Audit of Appropriation Accounts	4
55	Which of the following is NOT correct about recording transactions in Government Accounts?	Amounts due to or due by Government during the period are recognized in the accounting statements	Records cash flows into and out of Government Accounts	Stock of Government Liabilities	Financial Assets of Government	1
56	Chief Accounting Authority for each Ministry is:	Controller General of Accounts	Secretary of the Ministry	Chief Controller of Accounts of the Ministry	Comptroller and Auditor General of India	2
57	Which of the following is true about procurement through Government e-Marketplace (GeM)?	(a) Mandatory to procure goods and services available on GeM	(b) Credentials of vendors shall be verified by GeM	(c) Both (a) and (b)	(d) Neither (a) nor (b)	3
58	Which of the following is included in the Receipt Budget of the country?	Tax and Non-Tax Revenue estimates	Statement of arrears of Tax and Non-Tax Revenue	Trends of receipts and expenditure along with trends	All of the above	4
59	Which of the following statements is not correct about Budget of a country?	It denotes the actual expenditure which Government will incur in the coming year.	It is the annual financial plan of the Government.	It is a projection of expenditure which Government proposes for the year.	It is an estimate of the allocation of resources.	1
60	Which of the following is an instrument of Public Debt for Union Government?	Disinvestment proceeds from Public Sector Units	Loans and Advances to the State Governments	Treasury Bills issued by Union Government	Dividend received from PSUs	3
61	The principle of Certainty of Adam Smith envisages:	A convenient way and time to pay taxes	The tax to be paid is not arbitrary and subject to discretion	Everybody placed in similar situation should pay same tax	All of the above	2
62	Which of the following statements is NOT correct about Tax Policy and Administration?	It has a bearing on the investment in the country.	A well-designed tax system improves the efficiency of the system and improves compliance.	Policy makers intend to devise systems which are complex and difficult to understand.	A properly designed tax system will not have much discretion.	3
63	Information asymmetry with respect to factors that degrade the operational efficiency is defined as:	Service providers know more about outputs and costs than those who allocate resources	Spenders have incentives to use all the resources provided to them	Government lacks independent information on performance	Detailed ex-ante controls are costly and drive out initiative and variation	1
64	The Appropriation Accounts of Department of Posts is prepared by:	Controller General of Accounts	Postal Department	Accountant General	Controller General of Defence Accounts	2
65	The Finance Accounts of the Postal Department is compiled by:	Controller General of Accounts	Postal Department	Accountant General	Controller General of Defence Accounts	1
66	Which of the following statements is NOT correct about Committee on Public Undertakings?	The Chairman is appointed by the Speaker from amongst the Members of the Committee.	The term of the Committee does not exceed one year.	If a Member after his election to the Committee is appointed a Minister, he continues to be a Member of the Committee from the date of such appointment.	The Committee on Public Undertakings is a Parliamentary Committee consisting of 22 Members.	3

67	Which of the following is NOT involved in preparation of Outcome Budget?	The concerned Ministry	Ministry of Finance	NITI Ayog	Comptroller and Auditor General of India	4
68	Which of the following is a factor in the Control Environment?	Segregation of duties	Information processing	Performance reviews	Management's philosophy and operating style	4
69	Which of the following is the best way to compensate for the lack of adequate segregation of duties in a small organization?	Disclosing lack of segregation of duties to the external auditors during the annual review	Replacing personnel every three or four years	Requesting accountants to pass a yearly background check	Allowing for greater management oversight of incompatible duties	1
70	Management philosophy and operating style most likely would have a significant influence on entity's control environment when:	The internal auditor reports directly to management	Management is dominated by one individual	Accurate management job description delineate specific duties	C&AG oversees the financial reporting process	2
71	Which of the following statements is NOT correct about the closing Balance Sheet?	Adjustment to opening Balance Sheet is not permitted	Proper disclosure of Accounting Policies is required to be made	Endorsement of Commissioner should be obtained on completion of Balance Sheet	All of Above	1
72	Which of the following is NOT correct for Municipal Accounting Reforms?	Accounting reforms is a continuous process.	These are standalone exercise with no linkage to other processes/reforms.	Accounting reforms need to be backed up by Budgeting, Auditing and other reforms.	Reforms need to be planned and taken up with defined milestones.	2
73	Autonomous Bodies are:	(a) Set up only under the Constitutional Provisions	(b) Set up whenever it is felt that certain functions need to be discharged outside the governmental set up with some amount of independence and flexibility without day-to-day interference of the Governmental machinery	(c) Both (a) and (b)	(d) Neither (a) nor (b)	2
74	Ways and Means Advances are:	Facility/Advance extended by RBI to maintain minimum liquidity with the State Government	Loans given by State Public Sector Units	Loans Given by Central Public Sector Unit	All of the above	1
75	How many statements are there in State Government Finance Accounts?	16	17	22	11	3
76	Which of the following is NOT a part of the State Government Finance Accounts?	Certificate by C&AG	Certificate by Controller General of Accounts	Statement of Guarantees by State Governments	Statement of Borrowings and other Liabilities	2
77	Which of the following is NOT a source of initial accounts of the State Government?	District Treasuries	Pay and Accounts Offices of the State Government	PWD Divisions of the State	C&AG Office	4
78	Which of the following statements is correct about Union Government Finance Accounts?	(a) The Finance Accounts are prepared by Controller General of Accounts (CGA) for Central Civil Ministries	(b) The Appropriation Accounts are prepared by CGA for Central Civil Ministries	(c) Both (a) and (b)	(d) Neither (a) nor (b)	2
79	Which of the following functions is NOT performed by Controller General of Accounts?	Certification of Union Government Annual Accounts	Reconciliation of cash balances of the Union Government with Reserve Bank of India	General principles of Government Accounting	Administration of Central Government (Receipt and Payment Rules)	1

80	Which of the following statements is correct about recording of transactions in Government Account?	Voucher date will be date when the payment file is digitally signed by the final signatory. Voucher will be accounted for in the PAOs ledger account in the month according to the voucher date	All receipts of the Government are debited to Government Account	All payments are credited to Government Account	All of above	1
81	The Budget is presented to Parliament normally on the first day of the month of February as per Rule _____ of G.F.R.	Rule 49	Rule 50	Rule 51	Rule 52	3
82	Which one of the following is NOT related with income from corporate sector in India?	Fringe benefit tax	Minimum alternative tax	Tax on company profit	Capital gains tax	4
83	Which GFR 2017 rule mandates Ministries/Departments to receive all bids through e-procurement portals in respect of all procurements?	Rule 155	Rule 160	Rule 165	Rule 170	2
84	Which of the following departments are called Non-Civil Department?	Department of Posts	Department of Expenditure	Department of Revenue	None of these	1
85	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
86	Reconciliation of cash balances of the Union Government with the Reserve Bank of India is carried out by:	Ministry of Finance	C&AG of India	Controller General of Accounts	None of the above	3
87	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
88	Which of the following policy instruments RBI normally resorts to for managing inflation in the economy?	Bank Rate	Cash Reserve Ratio	Statutory Liquidity Ratio	Repo Rate	4
89	Which of the following statement is not correct?	Outcomes budget of programmes are measured not just in terms of rupees but also in terms of physical units.	Outcome budgets are not expressed in terms of qualitative targets and achievements.	Programme & Performance Budgeting helps improve prioritization of expenditure, and service effectiveness.	Zero Based Budgeting helps to achieve an optimal allocation of resources that incremental and other budgeting systems cannot achieve.	2
90	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
91	How many tiers of accounting classification are there in Government Accounts to capture various transactions?	6	9	12	15	1
92	The Major Head Codes 4001 to 5999 reflects what?	Revenue Expenditure	Capital Receipts	Capital Expenditure	Loans & Advances	3
93	Which Statement of Finance Account reflects the Contingent Liability of Government of India?	Statement-1	Statement-2	Statement-3	Statement-4	4
94	Who prepares the Condensed Appropriation Account for presentation to the Parliament?	Public Accounts Committee	Lok Sabha Secretariat	Controller General of Accounts	C&AG of India	3
95	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

96	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
97	How many Object Account code digits are there in the Chart of Accounts of Municipal Accounts?	4	6	8	11	3
98	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
99	Which of the following statements contains an assessment relating to the growth in the gross domestic product?	Medium-term Fiscal Policy Statement;	Fiscal Policy Strategy Statement;	Macro-economic Framework Statement	Medium-term Expenditure Statement	3
100	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 there under by the Central Government?	Lok Sabha	Public Accounts Committee	Controller General of Accounts	Comptroller & Auditor General of India	4