



MULTIPLE CHOICE QUESTIONS- CA INTER

(Companies Act- Audit and Auditors, Interpretation of statutes,
General Clauses Act)

Q1) A word.....raise a presumption of something which is mandatory.

- (a) May
- (b) Could
- (c) Shall
- (d) Can

Q2) Section shall mean a.....

- a. Section of act or regulation in which word occurs
- b. Schedule to act and or regulation in which word occurs
- c. Both of the above
- d. None of the above

Q3) Arrange in correct order resignation of an auditor-

- 1. The auditor shall indicate the reasons & facts relevant with regards to its resignation.
- 2. If auditor does not comply with the provisions then punishable with minimum fine of ₹50,000 which may extend to ₹5 Lakhs.
- 3. In case of Government Company, the auditor shall file such statement with Comptroller and Auditor General, Company and ROC.
- 4. Auditor shall file a statement in ADT 3 within 30 days with Company & ROC

- (a) A C B A
- (b) A D C B
- (c) C A B D
- (d) A B C D

Q4) Which rule of construction is applicable where there is a real and not merely apparent conflict between the provisions of an Act, and one of them has not been made subject to the other—

- (a) Rule of Beneficial construction
- (b) Rule of Literal construction
- (c) Rule of Harmonious construction
- (d) Rule of Exceptional construction

Q5) Mr. Mehta was appointed as auditor at 2nd AGM in M/s Global Ltd. having paid up capital of more than ₹10 Crore. He retired at the 7th AGM. At which Annual General Meeting is Mr. Mehta eligible to be appointed again as auditor?



- (a) 8th AGM
- (b) 10th AGM
- (c) 11th AGM
- (d) 12th AGM

Q6) Which of the following is a prohibited service to be rendered by the auditor of the Company

- (a) designing and implementing of any financial information system
- (b) making report to the members of the company on the accounts examined by him
- (c) complying with the auditing standards
- (d) Reporting of fraud against the company by officers or employees to the Central Government

Q7) In the process of interpretation, statutory aids are illustrated by:

- (a) General Clauses Act
- (b) Specific definition contained in individual act
- (c) Both of the above
- (d) None of the above

Q8) As per a Rule of an Educational Institution, every student may come on weekends for extra classes, but every student shall appear on a weekly test conducted in the institute, which means:

- (a) Attending extra classes on weekend is optional but appearing in weekly test is compulsory
- (b) Attending weekend classes is compulsory but appearing in weekly test is optional
- (c) Attending weekend classes and appearing in weekly test, both are compulsory for students
- (d) Attending weekend classes and appearing in weekly test both are optional for students.

Q9) The notice to Registrar about appointment of First Auditor shall be in Form.....

- a. Form ADT 1
- b. Form ADT 2
- c. Form ADT 3
- d. Form ADT 4

Q10) For appointing an auditor other than the retiring auditor,

- (a) Special notice is required.
- (b) Ordinary notice is required.
- (c) Neither ordinary nor special notice is required
- (d) Approval of Central Government is required.



Answer Key

1. c

2. a

3. b

(<https://www.youtube.com/watch?v=gwvwi1IzbkM&list=PL0sBEDN99Ti6kpJwGG5QNBgkgx4dleor&index=1>) (Time stamp 2:30 minute)

4. c

5. d

6. a

7. c

8. a

9. a

10. a