

Company Audit.

* choose the correct answer:

1. Before commencing the audit work, a company auditor should:

- (a) Examine the appointment
- (b) Study the nature of the institution
- (c) Examine the statutory records
- (d) Study the previous year's report
- (e) All the above

Ans → (e)

2. Which of the following is called the charter of the company:

- (a) Memorandum of Association
- (b) Articles of Association
- (c) Prospectus
- (d) None of these

Ans → (a)

3. For alteration in memorandum of Association whose approval is necessary?

- (a) Court
- (b) Central government
- (c) State government
- (d) None of these

Ans → (a)

4. Section 4 of the companies Act, 2013 is associated with:

- (a) Memorandum of Association
- (b) Articles of Association
- (c) Prospectus
- (d) minute Book

Ans → (a)

5. Table 'F' is the substitute of ...

- (a) memorandum of Association
- (b) Articles of Association
- (c) Prospectus
- (d) minute Book

Ans → (b)

6. Section '5' of the Companies Act, 2013 is associated with:

- (a.) memorandum of association (b.) Articles of association
(c.) Prospectus (d.) None of these

Ans → (b)

7. Section 26 of the Companies Act, 2013 is associated with:

- (a.) memorandum of association (b.) Articles of association
(c.) Prospectus (d.) Minute book

Ans → (c)

8. Section 39 of the Companies Act, 2013 is associated with:

- (a.) Prospectus (b.) minute book
(c.) Minimum Subscription (d.) None of these

Ans → (c)

9. Section 52 of the Companies Act, 2013 is associated with:

- (a.) Issue of share at premium (b.) Issue of share at discount
(c.) Issue of share at par (d.) Bonus Issue of shares.

Ans → (a)

10. Section 53 of the Companies Act, 2013 is associated with:

- (a.) Issue of share at par (b.) Issue of share at discount
(c.) Issue of share at premium (d.) None of these

Ans → (b)

11. Section 56 of the Companies Act, 2013 is associated with:

- (a.) Transfer and transmission of Securities (b.) Reserve capital
(c.) Reduction in share capital (d.) None of these

Ans → (a)

12. Section 66 of the Companies Act, 2013 is associated with:

(a.) Reduction in share capital (b.) Reserve capital

(c.) Share certificate (d.) None of these

Ans → (a)

13. Section 71 of the Companies Act, 2013 is associated with:

(a.) Share certificate (b.) Debentures

(c.) Transfer of shares (d.) None of these

Ans → (b)

14. Section 88 of the Companies Act, 2013 is associated with:

(a.) Register of members (b.) Profit prior to Incorporation

(c.) Preliminary Expenses (d.) None of these

Ans → (a)

15. In public companies what should be the minimum number of directors?

(a) 2 (b) 3 (c) 4 (d) 5

Ans → (b)

16. In private companies what should be the minimum number of directors?

(a) 2 (b) 3 (c) 4 (d) 5

Ans → (a)

17. For what period (Year) a managing director can be appointed?

(a) 2 (b) 3 (c) 4 (d) 5

Ans → (d)