



CIMAPRA17-BA3-1 Practice Questions

Shared by Salinas on 09-10-2026

For More Free Questions and Preparation Resources

Check the Links on Last Page



Question 1

Question Type: MultipleChoice

Refer to the exhibit.

Trading Account	\$ millions	\$ millions
Sales turnover		90
Opening inventory	8	
Purchases	53	
	61	
Less		
Closing inventory	12	
		49
Gross profit		41

A business has the following trading account for its most recent year:

What is its rate of inventory turnover for the year?

Options:

- A- 4.9 times
- B- 5.3 times
- C- 7.5 times
- D- 9 times

Answer:

A

Question 2

Question Type: CorrectText

The petty cash imprest is restored to 500 at the end of each week. The following amounts are paid out of petty cash during week 23:

- (a) Stationery - 70.50 (including VAT at 17.5%)
- (b) Travelling costs - 127.50
- (c) Office refreshments - 64.50
- (d) Sundry payables - 120.00 plus VAT at 17.5%

The amount required to restore the imprest to 500.00 is:

Give your answer to 2 decimal places.



Answer: _____

Question 3

Question Type: MultipleChoice

In a cash flow statement, which one of the following would not be found under the section "cash flows from operating activities"?

Options:

- A- Taxation paid
- B- Interest received
- C- Interest paid
- D- Profit on disposal of non-current assets



Answer: _____

B

Question 4

Question Type: CorrectText

A company issues \$100,000 12% Loan stock (debentures) on 1 July when the year end is 31 December

The finance cost to be charged to the income statement in year 1 is \$

Answer:

Question 5

Question Type: MultipleChoice

Company X wants to find the total of all the transactions from its sales account. Where should Company X look?

Options:

- A- Sales control account
- B- Sales ledger
- C- Memorandum account

Answer:

A

Question 6

Question Type: CorrectText

CC is preparing its bank reconciliation, and has the following information:

	\$
Debit balance per cash book	1,300
Overdraft balance per bank statement	2,025
Bank charges not in cash book	75
Insurance payment not in cash book	1,200
Unpresented cheques	150
Receipts not yet credited by bank	2,200

What will the bank balance be, as presented in the statement of financial position, once the necessary adjustments have been made"

\$

Answer:

Question 7

Question Type: MultipleChoice

Which one of the following would not be classified as an efficiency ratio?

Options:

- A- Non-current asset turnover ratio
- B- Inventories days
- C- Payables days
- D- Current ratio

Answer:

D

Question 8

Question Type: CorrectText

The Subscriptions Receivable account of a club commenced the year with subscriptions in arrears of 250 and subscriptions in advance of 375.

During the year 62,250 was received in subscriptions, including 200 of the arrears, and 600 for next year's subscriptions. Subscriptions still owing at the end of the year amounted to 180.

The amount to be taken to the Income and Expenditure for the year is

Answer:

Question 9

Question Type: MultipleChoice

The role of the internal auditors is primarily to:

Options:

- A- Prepare the financial accounts
- B- Support the work of the external auditors by carrying out specific checks on the accuracy of the accounting system
- C- Reduce the fees charged by the external auditors by carrying out some of their duties at a lower cost, thereby improving profits
- D- Report to shareholders on the accuracy of the accounting system

Answer:

B

Question 10

Question Type: CorrectText

Refer to the Exhibit.

Opening inventory	140 units @ \$10.60 per unit
Purchases 10 April	50 units @ \$10.80 per unit
Issues 12 April	80 units
Purchases 18 April	80 units @ \$11.00 per unit
Issues 23 April	120 units
Purchases 30 April	60 units @ \$11.00 per unit

A company operates a FIFO system of inventory valuation. The following information is available for the month of April:

The closing value of inventory at the end of the month of April is

Answer:

Question 11

Question Type: MultipleChoice

Which of the following represent items of income for a business?

Options:

- A- Discount received, revenue & carriage outwards
- B- Revenue, bank interest & bad debts
- C- Discount allowed, bank interest & revenue
- D- Revenue, discount received & bank interest

Answer:

D

To Get Premium Files for CIMAPRA17-BA3-1
Visit

<https://www.p2pexams.com/products/cimapra17-ba3-1>

For More Free Questions Visit

<https://www.p2pexams.com/cima/pdf/cimapra17-ba3-1>

20%
DISCOUNT

P2P
exams