



IIA-ACCA Practice Questions

Shared by Craig on 13-10-2026

For More Free Questions and Preparation Resources

Check the Links on Last Page



Question 1

Question Type: MultipleChoice

According to the ISO 14001 standard, which of the following is not included in the requirements for a quality management system?

Options:

- A- Key processes across the entity which impact quality must be identified and included.
- B- The quality management system must be documented in the articles of incorporation, quality manual, procedures, work instructions, and records.
- C- Management must review the quality policy, analyze data about quality management system performance, and assess opportunities for improvement and the need for change.
- D- The entity must have processes for inspections, testing, measurement, analysis, and improvement.

Answer:

B

Question 2

Question Type: MultipleChoice

Which of the following statements is false regarding the internal audit approach when a set of standards other than The IIA's Standards is applicable to a specific engagement?

Options:

- A- The internal auditor may cite the use of other standards during audit communications.
- B- If the other standards are government-issued, the internal auditor should apply them in conjunction with The IIA's Standards.
- C- If there are inconsistencies between the other standards and The IIA's Standards, the internal auditor must use the more restrictive standards.
- D- If there are inconsistencies between the other standards and The IIA's Standards, the internal auditor must use the less restrictive standards.

Answer:

D

Question 3

Question Type: MultipleChoice

When applied to international economics, the theory of comparative advantage proposes that total worldwide output will be greatest when:

Options:

- A- Each nation's total imports approximately equal its total exports.
- B- Each good is produced by the nation that has the lowest opportunity cost for that good.
- C- Goods that contribute to a nation's balance-of-payments deficit are no longer imported.
- D- International trade is unrestricted and tariffs are not imposed.

Answer:

B

Question 4

Question Type: MultipleChoice

A rapidly expanding retail organization continues to be tightly controlled by its original small management team. Which of the following is a potential risk in this vertically centralized organization?

Options:

- A- Lack of coordination among different business units.
- B- Operational decisions are inconsistent with organizational goals.
- C- Suboptimal decision-making.
- D- Duplication of business activities.

Answer:

C

Question 5

Question Type: MultipleChoice

Which of the following is always true regarding the use of encryption algorithms based on public key infrastructure (PKI)?

Options:

- A- PKI uses an independent administrator to manage the public key.
- B- The public key is authenticated against reliable third-party identification.
- C- PKI's public accessibility allows it to be used readily for e-commerce.
- D- The private key uniquely authenticates each party to a transaction.

Answer:

D

Question 6

Question Type: MultipleChoice

The following transactions and events occurred during the year:

	January 1	December 31
Finished goods	\$90,000	\$260,000
Raw materials	\$105,000	\$130,000
Work in process	\$220,000	\$175,000

- \$300,000 of raw materials were purchased, of which \$20,000 were returned because of defects
- \$600,000 of direct labor costs were incurred.
- \$750,000 of manufacturing overhead costs were incurred.

What is the organization's cost of goods sold for the year?

Options:

- A- \$1,480,000
- B- \$1,500,000
- C- \$1,610,000
- D- \$1,650,000

Answer:

B

Question 7

Question Type: MultipleChoice

When management uses the absorption costing approach, fixed manufacturing overhead costs are classified as which of the following types of costs?

Options:

- A- Direct product costs
- B- Indirect product costs
- C- Direct period costs
- D- Indirect period costs.

Answer:

A

Question 8

Question Type: MultipleChoice

According to MA guidance on IT, which of the following would be considered a primary control for a spreadsheet to help ensure accurate financial reporting?

Options:

- A- Formulas and static data are locked or protected.
- B- The spreadsheet is stored on a network server that is backed up daily.
- C- The purpose and use of the spreadsheet are documented.
- D- Check-in and check-out software is used to control versions.

Answer:

A

Question 9

Question Type: MultipleChoice

Which two of the following are preventive controls in a check disbursement process?

1. Daily reconciliation of the bank account used for check disbursements and prompt follow-up of un-reconciled items.
2. Segregation of the following duties: establishing new vendors, approving checks, and reconciling the bank account.
3. An activity report detailing who accesses the check disbursement system and the nature of any action taken in the system.
4. Evidence of strong access controls ensuring that authorized individuals have access only to the functions related to their responsibilities.

Options:

- A- 1 and 3.
- B- 1 and 4.
- C- 2 and 3.
- D- 2 and 4.

Answer:

D

Question 10

Question Type: MultipleChoice

In mergers and acquisitions, Which option best is an example of a horizontal combination?

Options:

- A- Dairy manufacturing company taking over a large dairy farm.
- B- A movie producer acquires movie theaters.
- C- A petroleum processing company acquires an agro-processing firm.
- D- A baker taking over a competitor.

Answer:

D

Question 11

Question Type: MultipleChoice

According to IIA guidance, which of the following scenarios demonstrates an internal auditor exercising due professional care?

When auditing investments, the auditor identified instruments with which he was unfamiliar. He decided not to Choose that type of investment in his sample, as he did not have the knowledge needed to

Options:

A- perform a proper assessment.

B- An auditor was reviewing inventory counts conducted by the warehouse staff. One truck containing an immaterial amount of inventory was off-site and wasn't verified by the auditor.

C- An auditor visited a plant that produces a significant portion of the organization's inventory. The day he arrived, the plant manager was out sick, so the auditor issued the report without interviewing the manager.

D- An auditor in charge needed to have testing completed by the end of the month, but was behind schedule. He identified a junior auditor to conduct the work for him on a complex area of the organization.

Answer:

A

Question 12

Question Type: MultipleChoice

A multinational organization involved in online business has planned to set up a help desk service. Which option best describes the role performed by the help desk?

Options:

A- Monitoring access to the online database.

B- Backing up and maintaining archived data.

- C- Responding to customer inquiries.
- D- Maintaining and assuring network security.

Answer:

C

Question 13

Question Type: MultipleChoice

What must be monitored in order to manage risk of consumer product inventory obsolescence?

1. Inventory balances.
2. Market share forecasts.
3. Sales returns.
4. Sales trends.

Options:

- A- 1 only
- B- 4 only
- C- 1 and 4 only
- D- 1, 2, and 3 only

Answer:

C

To Get Premium Files for IIA-ACCA Visit

<https://www.p2pexams.com/products/iaa-acca>

For More Free Questions Visit

<https://www.p2pexams.com/iaa/pdf/iaa-acca>

20%
DISCOUNT

P2P
exams