



Free Questions for IIA-CIA-Part1 by ebraindumps

Shared by Case on 15-04-2024

For More Free Questions and Preparation Resources

Check the Links on Last Page

Question 1

Question Type: MultipleChoice

Which of the following controls would be most useful to prevent an employee from using the organization's funds for inappropriate expenditures and falsifying financial records to conceal the fraud?

Options:

- A- Segregating duties in the payroll processes.
- B- Confirming receipt of goods or services.
- C- Performing background checks on newly hired employees.
- D- Requiring management approval for expenses.

Answer:

D

Question 2

Question Type: MultipleChoice

According to IIA guidance, the internal audit activity must be free from interference in which of the following areas in order to maintain organizational independence?

Options:

- A- Monitoring resources.
- B- Compensating the chief audit executive.
- C- Determining scope.
- D- Allocating internal costs.

Answer:

B

Question 3

Question Type: MultipleChoice

Which of the following statements is true regarding the importance of risk management?

Options:

- A- Risk management ensures the ability to eliminate potential hazards to the organization.
- B- Risk management includes consideration of potential opportunities for the organization.
- C- Risk management aids with the establishment of appropriate key performance indicators.
- D- Risk management increases employees' commitment and belief in strategic goals.

Answer:

C

Question 4

Question Type: MultipleChoice

What is the best course of action when the internal audit activity does not have the knowledge necessary to perform a planned audit of the organization's new IT data backup process?

Options:

- A- Postpone the audit engagement to a later date.

- B-** Recruit and hire a full-time staff auditor who is proficient in data backup processes.
- C-** Change the plan from an assurance engagement to a consulting engagement.
- D-** Provide data backup training to the engagement supervisor.

Answer:

B

Question 5

Question Type: MultipleChoice

Which of the following survey questions would be most effective to identify ethics violations within the organization?

Options:

- A-** Are the performance targets in your department realistic and attainable?
- B-** Do your coworkers have the knowledge, skills, and training needed to perform their job duties?
- C-** Does your supervisor comply with laws and regulations affecting the organization?
- D-** Do you have sufficient resources, tools, and time to accomplish your work objectives?

Answer:

C

Question 6

Question Type: MultipleChoice

Due to extreme liquid fuel price fluctuations, management decided to designate a specific price below which liquid fuel shall not be sold to customers, but instead shall be pumped into storage tanks. Which of the following risk responses has management selected?

Options:

- A- Risk reduction.
- B- Risk transfer.
- C- Risk acceptance.
- D- Risk avoidance.

Answer:

C

Question 7

Question Type: MultipleChoice

When performing an audit of the risk management process an auditor makes the observations listed below. Which poses the greatest risk to the organization?

Options:

- A- The identified risks have not undergone a detailed review to ensure completeness in the past two years.
- B- The controls in place to mitigate the risks are not tested on an annual basis to confirm operating effectiveness.
- C- The process in place to identify and evaluate new risks to the organization is informal and poorly documented.
- D- The identified risks have not been ranked to establish their importance and risk management priority.

Answer:

C

Question 8

Question Type: MultipleChoice

According to IIA guidance, a new internal auditor is expected to possess which of the following competencies?

Options:

- A- Technical industry-specific expertise.
- B- Expertise in cybersecurity, an area of increasing risk.
- C- Knowledge of IT risks and controls.
- D- Knowledge of forensic accounting.

Answer:

D

Question 9

Question Type: MultipleChoice

During an assurance engagement, an internal auditor identified that a developer of the organization's enterprise resource planning (ERP) system had intentionally modified the production code to commit a fraudulent transaction. Which control activity should be implemented to prevent such issues in the future?

Options:

- A- Segregate duties between code development and migrating changes into production.
- B- Conduct fraud training for the IT team responsible for the ERP system.
- C- Penalize the developer who committed the fraud by terminating employment.
- D- Restrict developers' access to the ERP system's test environment.

Answer:

D

Question 10

Question Type: MultipleChoice

The chief audit executive (CAE) has hired a new internal auditor who was immediately assigned to a procurement function audit. Because the new auditor's name is similar to that of the procurement manager, some staff members think the two are related, although they are not. Which of the following actions is most appropriate for the CAE to take?

Options:

- A- Take no action, as there is no impairment to independence.
- B- Remove the new internal auditor from the engagement team.
- C- Discuss the matter with the appropriate personnel to alleviate concerns.
- D- Closely supervise the new auditor and carefully review his work.

Answer:

A

To Get Premium Files for IIA-CIA-Part1 Visit

<https://www.p2pexams.com/products/iaa-cia-part1>

For More Free Questions Visit

<https://www.p2pexams.com/iaa/pdf/iaa-cia-part1>

