

Fold Here



Name: _____

Father's Name: _____

Mobile Number: _____ Email Address: _____

Room Number: _____ Seat No.: _____ Test Center: _____

Note: It is the candidate's responsibility to return the question paper and answer sheet to the invigilator at the end of the test. Non-submission of the testing material may lead to disqualification.

Candidate's Signature: _____

GENERAL INSTRUCTIONS: Candidates must carefully follow the instructions given below and by the instructor / announcer.

- Candidates are not allowed to leave the examination hall until all sections of the test paper are completed.
- Please compare & check that the **Seat Number, Your Name & Other information** given on the answer sheet and on the sticker on your chair are correct. Please also write this information in the above box.
- Use of mobile phone / smart watch is strictly not allowed.
- During test only simple calculators are allowed. (Scientific/Financial Calculators are strictly not allowed)
- The test is divided into six parts (Total 100 MCQs). (Total duration of the test is **2 hours 30 minutes**):

Title Page. All Instructions Should Be Examined Carefully			
1.	SPPRA (Sindh Public Procurement Rules, 2010) MCQs 20 (1 to 20)	4.	Financial Management & Investment MCQs 20 (61 to 80)
2.	Accounting MCQs 20 (21 to 40)	5.	Taxation MCQs 10 (81 to 90)
3.	Auditing MCQs 20 (41 to 60)	6.	Budgeting 10 (91 to 100)

Note: Candidates are allowed to go forward or backward to other parts. These parts should be attempted on the separate answer sheet in the order given above.

- Each question has only one correct answer (A / B / C / D). All answers must be given by marking a CROSS SIGN [X] at the chosen option on the answer sheet.
- In case candidate crosses more than one option for the same question, the answer will be treated as incorrect answer. Over writing is not acceptable. Such answers will be treated as incorrect answers.
- There will be **NO NEGATIVE MARKING** in all parts of the test. However, if a candidate does not want to answer any question he / she MUST CROSS [X] the option [E] on the answer sheet.
- When the instructor announces "**STOP**", candidate must close the test booklets and cover it with the answer sheet. Any evidence of cheating or non-compliance with instructions or tearing pages will lead to disqualification from the test and legal action.
- Making notes / copying questions / solving questions on any paper other than the question booklet and answer sheet / removing the question booklet or answer sheet in their entirety or parts of it from the exam room is strictly prohibited and will lead to disqualification from the test and legal action.
- The candidate should not mark answers on the question booklet and all answers must be given in CROSS SIGN [X] on the answer sheet with the **pen/pencil**. However, **rough work can be done on the question booklet**. Make sure you do not write anything other than your signature and marking of Cross [X] against your answers on the answer sheet.
- IBA reserves the right to revoke/modify any question or part of it.

WAIT... Do not turn over this page until you are told to do so

SAMPLE PAPER
THE ACTUAL QUESTIONS MAY VARY IN DIFFICULTY LEVEL
INSTRUCTIONS ON THIS SAMPLE PAPER ARE FOR ACTUAL PAPER

**OBJECTIVE SECTION'S ANSWERS MUST BE GIVEN ON THE COMPUTERIZED
ANSWER SHEET BY CROSSING THE CORRESPONDING LETTER**

Procurement (SPPRA- Sindh Public Procurement Rules, 2010)

No. of Questions: 20 (from 1 to 20– Total Marks: 20)

Negative Markings: No

Three Sample Questions (actual paper will contain 20 questions in this section)

1. Under the Sindh Public Procurement Rules, 2010, what is the maximum allowable period for the validity of a bid from the date of bid opening, before which the procuring agency must request an extension if necessary?
 - A) **30 days** – Bidders must keep their bids valid for at least 30 days from the date of bid opening.
 - B) **60 days** – Bidders must keep their bids valid for at least 60 days from the date of bid opening.
 - C) **90 days** – Bidders must keep their bids valid for at least 90 days from the date of bid opening.
 - D) **120 days** – Bidders must keep their bids valid for at least 120 days from the date of bid opening.

2. According to the Sindh Public Procurement Rules, 2010, which document is required to be submitted along with the bid to ensure compliance with the requirement for performance security?
 - A) **Bid Security** – Proof of bid security is required, which ensures the bidder's commitment to the bid process.
 - B) **Performance Bond** – A performance bond is required to ensure the successful execution of the contract if awarded.
 - C) **Insurance Certificate** – An insurance certificate is required to cover potential risks during the contract execution.
 - D) **Bank Guarantee** – A bank guarantee is required to ensure the bidder's financial capability and commitment.

3. The principal method for the procurement of goods, services and works is _____.
 - A) open competitive bidding
 - B) Sole Source Purchasing
 - C) FIFO
 - D) Direct Contracting

This is the end of Procurement - SPPRA M.C.Qs.

NOTE

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Next section is Accounting M.C.Qs

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Accounting

No. of Questions: 20 (from 21 to 40) 1 Mark Each

Negative Markings: No

Three Sample Questions (actual paper will contain 20 questions in this section)

The Questions 21–40:

1. Financial statements are approved by the:
 - A) Auditors of the university
 - B) Governing Board or Senate of the university
 - C) Internal audit department of the university
 - D) The Vice-Chancellor of the university

2. According to the International Financial Reporting Standards (IFRS), to recognize an asset in financial statements, a business must:
 - A) Possess the asset.
 - B) Use the asset.
 - C) Control the asset.
 - D) Own the asset.

3. A university purchased premises comprising land and a building at a total cost of Rs. 50 million on 1st January 2020. The market value of the land component of the premises on 1st January 2020 is Rs. 24 million, and the market value of the building component of the premises on the same date is Rs. 36 million. The business premises will be recorded as:
 - A) A single asset at the cost of Rs. 50 million.
 - B) A single asset at the cost of Rs. 60 million.
 - C) The land component will be recorded at Rs. 24 million, and the building component will be recorded at Rs. 36 million as two separate assets.
 - D) The land component will be recorded at Rs. 20 million, and the building component will be recorded at Rs. 30 million as two separate assets.

This is the end of Accounting M.C.Qs.

NOTE

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Next section is Auditing M.C.Qs

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Auditing

No. of Questions: 20 (from 41 to 60) 1 Mark Each

Negative Markings: No

Three Sample Questions (actual paper will contain 20 questions in this section)

1. Which of the following is not a reason that the auditor must gain an understanding of the client's internal control system?
 - A) Better understand the client, its risks, and how it manages those risks.
 - B) Assess control risk and identify the types of financial statement misstatements that are most likely to occur.
 - C) Plan direct tests of account balances to determine if statement misstatements have occurred.
 - D) All are reasons why auditors must gain an understanding of the client's internal control system.

2. What is the primary benefit of effective internal control in an organization?
 - A) Achievement of certain organizational goals.
 - B) Completing of a successful audit for the entity.
 - C) Shareholder involvement in the company's success.
 - D) Obtaining profitability and financial strength.

3. Which one of the following is considered effective documentation of an internal control system?
 - A) Electronically pre-numbered records.
 - B) A cathode ray screen used in input.
 - C) Verbal authorization.
 - D) The financial statements.

This is the end of Auditing MCQs.

NOTE

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Next section is Financial Management & Investment MCQs.

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**OBJECTIVE SECTION'S ANSWERS MUST BE GIVEN ON THE COMPUTERIZED
ANSWER SHEET BY CROSSING THE CORRESPONDING LETTER**

Financial Management & Investment

No. of Questions: 20 (from 61 to 80) 1 Mark Each

Negative Markings: **No**

Three Sample Questions (actual paper will contain 20 questions in this section)

1. Investors demand a higher return for investments that have larger fluctuations in values because.
 - A) They do not like risk.
 - B) They are risk seeking.
 - C) They invest for the long term.
 - D) They prefer fluctuations.

2. When computing the yield to maturity, the implicit reinvestment assumption is that the interest payments are reinvested at the:
 - A) coupon rate.
 - B) yield to maturity at the time of the investment.
 - C) prevailing yield to maturity at the time interest payments are received.
 - D) money market rates.

3. The risk-free rate has increased from 4% to 8%. The required rate of return for the stock with beta 1 will increase by what percentage in comparison to the stock with the beta 0.5?
 - A) 200 percent.
 - B) 100 percent.
 - C) 000 percent.
 - D) None of above.

This is the end of Financial Management & Investment MCQs.

NOTE

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Next section is Taxation MCQs.

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**OBJECTIVE SECTION'S ANSWERS MUST BE GIVEN ON THE COMPUTERIZED
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Taxation

No. of Questions: 10 (from 81 to 90) 1 Mark Each

Negative Markings: **No**

Three Sample Questions (actual paper will contain 10 questions in this section)

1. A university chartered by the Federal Government has received Rs. 1 million as a donation from a generous donor (an individual). According to ITO 2001:
 - A) The donor will get a deductible expense of Rs. 1 million from his taxable income by virtue of donating to the university.
 - B) The donor will get a tax credit based on the average rate of tax from the donor's tax liability by virtue of donating to the university.
 - C) The donor will receive a refund of Rs. 1 million from the Federal Government by virtue of donating to the university.
 - D) None of the above is correct.

2. A university gives a maintained car with a dedicated driver to the vice-chancellor of the university for personal and official use. The driver is not used for any other purpose According to ITO 2001:
 - A) Both car and driver will be an exempt benefit and therefore not taxable for the vice- chancellor.
 - B) Driver's salary shall be added to the salary of the vice-chancellor for purposes of computation of tax for the vice chancellor.
 - C) The vice-chancellor must reimburse the full salary of the driver to the university.
 - D) None of the above is correct.

3. A University pays Rs. 1,000 per hour to each of its permanent faculty members for marking examination papers. This amount is in addition to the normal salary of the faculty. According to ITO 2001, this amount shall be treated as:
 - A) Salary income in the hands of the faculty members
 - B) Consulting income in the hands of the faculty members
 - C) Income from other sources in the hands of the faculty members
 - D) None of the above is correct

This is the end of Taxation MCQs.

NOTE

Candidates are not allowed to leave the examination hall until all sections of the test paper are completed.

Next section is Budgeting MCQs.

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Budgeting

No. of Questions: 10 (from 91 to 100) 1 Mark Each

Negative Markings: No

Three Sample Questions (actual paper will contain 10 questions in this section)

1. The company manufactures a single product, M. Budgeted production output of product M during August is 200 units. Each unit of product M requires 6 labor hours for completion and PR Co anticipates 20 per cent idle time. Labor is paid at a rate of \$7 per hour. What is the direct labor cost budget for August?

- A) \$6,720
- B) \$8,400
- C) \$10,080
- D) \$10,500

2. The following statements relate to fixed budgets and flexible budgets.

- i) If production levels far exceed those anticipated, relying on a fixed budget is likely to result in massive variances.
- ii) Flexible budgets assist management control by providing dynamic, comparable information.
- iii) Flexible budgets are always superior to fixed budgets.

Which statements are true?

- A) (i) only
- B) (i) and (ii) only
- C) (ii) and (iii) only
- D) (i), (ii) and (iii)

3. Which of the following best describes a controllable cost?

- A) A cost which can be easily forecast and is therefore readily controllable using budgetary control techniques.
- B) A cost which can be specifically identified with a particular cost object.
- C) A cost which is easily controlled because it is not affected by fluctuations in the level of activity.
- D) A cost which can be influenced by its budget holder.

This is the end of Budgeting MCQs.

THE END

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