

100% Money Back
Guarantee

Vendor:ACFE

Exam

Code:CFE-FINANCIAL-TRANSACTIONS-AND-FRAUD-SCHEMES

Exam Name:Certified Fraud Examiner - Financial Transactions and Fraud

Version:Demo

QUESTION 1

What is sometimes used to overcome well-designed internal controls of a victim company?

- A. Shell company
- B. Fraudulent invoices
- C. Collusion
- D. Rubber stamp supervisors

Correct Answer: C

QUESTION 2

The forms that allow noncash assets to be moved from one location in a company to another can be used to facilitate the misappropriation of those assets are called:

- A. Inventory usages
- B. Fake sales
- C. Asset requisition
- D. All of the above

Correct Answer: C

QUESTION 3

_____ increase assets and expenses and/or decrease liabilities and/or equity

- A. Journal Entries
- B. Debit
- C. Credit
- D. None of all

Correct Answer: B

QUESTION 4

_____ is to allow the owner, investors, creditors and others with an interest to know the appropriate book worth of the business at a particular date.

- A. Equity

- B. Balance sheet
- C. Income statement
- D. Financial record

Correct Answer: B

QUESTION 5

Placing any restriction in the solicitation documents that tend to restrict competition is called prebid solicitation.

- A. True
- B. False

Correct Answer: A

QUESTION 6

When situational pressures and perceived opportunities are low and personal integrity is high, occupational fraud is much more likely to occur than when the opposite is true.

- A. True
- B. False

Correct Answer: B

QUESTION 7

A variation between the physical inventory and the perpetual inventory totals is called:

- A. Altered inventory
- B. Account receivable
- C. Shrinkage
- D. Write-offs

Correct Answer: C

QUESTION 8

A scheme is classified as a Conflict of interest:

- A. when an employee must have some kind of ownership or employment interest in the vendor submitting the invoice.

- B. when a salesman must have some kind of ownership or employment interest in the vendor submitting the sales.
- C. when a purchaser must have some kind of ownership or employment interest in the vendor submitting the purchase.
- D. when a dealer must have some kind of dealership interest in the vendor submitting the stock.

Correct Answer: A

QUESTION 9

The most common method of detection in corruption cases is:

- A. Internal audits
- B. Internal controls
- C. Tips
- D. By accident

Correct Answer: C

QUESTION 10

_____ revenues involve the recording sales of goods or services that did not occur.

- A. Fictitious or fabricated revenues
- B. Financial revenues
- C. Red flag revenues
- D. Concealed revenues

Correct Answer: A

QUESTION 11

According to accounting principles, _____ and _____ should be recorded or attached in the same accounting period; failing to do so violates the matching principle of AAP.

- A. Revenue and corresponding expenses
- B. Revenue and Income statement
- C. Income statement and Long-term contracts
- D. Capitalized expenses and Liabilities

Correct Answer: A

QUESTION 12

By removing a tangible asset from the business (a debit), the books will be _____ by the exact amount of the tangible asset misappropriated.

- A. Journal Entries
- B. Out-of-balance
- C. False debits
- D. None of all

Correct Answer: B