Vendor:IIA

Exam Code:IIA-CFSA

Exam Name: Certified Financial Services Auditor

Version: Demo

QUESTION 1

In the United States, banks are required to report cash deposits that exceed $10,000 a day to any one account, regardless of how many branches or deposits have been used in the transactions. Banks are also required to report when cash is used to purchase cashier\\'s checks, money orders, traveler\\'s checks, or bank checks in excess of $3000. In the Untied States, accounts are federally insured by the Federal Deposit Insurance Corporations (FDIC). An individual is limited to _____ in insurance coverage at each bank (including branches).

A. $50,000

B. $75,000

C. $100,000

D. $10,000

Correct Answer: C

QUESTION 2

All these statements elaborate purpose of standards EXCEPT:

A. Foster improved organizational processes and operations

B. Establish the basis for the evaluation of internal audit performance

C. Subvert the framework for performing and promoting broad range of value-added internal audit activities.

D. Delineate basic principles that represent the practice of internal auditing as it should be

Correct Answer: C

QUESTION 3

Which one of the following is an additional duty of trust department?

A. Dividends Reinvestment Agent

B. Stock Registrar

C. Bond Registrar

D. All of the above

Correct Answer: D

QUESTION 4

Workpapers serve as the connecting link between the audit assignment, the auditor\\'s fieldwork, and the final report.

Most importantly, the workpapers document the auditor\\'s conclusions and the reasons those conclusions were reached. Workpapers also provide a basis for demonstrating compliance with the IIA\\'s

Standards. Among other things, workpapers may include all of the following EXCEPT:

A. Planning documents and audit procedures

B. Analysis and test of transactions, processes, and account balances

C. Results of substantive testing

D. Audit correspondence that documents the audit conclusions reached

Correct Answer: C

QUESTION 5

The risks associated with operating objectives include all of the following EXCEPT:

A. Customer requirements

B. Technology

C. Competitor

D. Financial institute

Correct Answer: D

QUESTION 6

For refinancing home and mortgage loans for example, the underwriter may request additional documentation such as:

A. Savings/source of money for down payment

B. Appraisal

C. Credit History

D. Only AandB

Correct Answer: D

QUESTION 7

When a loan becomes delinquent or when collection seems unlikely, banks often suspend:

A. Accrual of interest

B. Deferral of interest

C. Loan losses

D. Loan prepayments

Correct Answer: A

QUESTION 8

Unlike trust, there is no conveyance of title to the account assets. When the _____ relationship is established; legal title to the property remains with the principal.

A. Guardianship

B. Estate Administration

C. Agency Services

D. None of these

Correct Answer: C

QUESTION 9

Basic control/s to consider when auditing derivates strategies is/are:

A. "Created" Reports

B. Risk or position limits

C. Highly volatile markets or illiquid markets

D. Board-approved guidelines

Correct Answer: D

QUESTION 10

HMO (Health maintenance organization) must meet the specifications of the federal HMO act as well as meeting many rules and regulations required at state level. There are following basic models EXCEPT:

A. Group model

B. Individual practice association

C. Network model

D. None of these

Correct Answer: D

QUESTION 11

Endowment policies are similar to_____ policies in that premiums are usually level through the term of policy and the policies build cash values.

A. Permanent life insurance

B. Straight life insurance

C. Whole life insurance

D. Universal life insurance

Correct Answer: A

QUESTION 12

The primary regulatory entities of banking industry include:

A. Federal reserve system

B. Office of the comptroller of the currency

C. Federal deposit insurance Cooperation

D. All of these

Correct Answer: D