



**Free Questions for IIA-CRMA by vceexamstest**

**Shared by Lowery on 24-05-2024**

**For More Free Questions and Preparation Resources**

**Check the Links on Last Page**

## Question 1

---

**Question Type:** MultipleChoice

---

According to IIA guidance, which of the following best describes internal auditors' responsibility regarding fraud?

### Options:

---

- A- Internal auditors should take a leading role in investigating all fraud-related cases.
- B- Internal auditors must have sufficient knowledge to evaluate the risk of fraud.
- C- Internal auditors should report all fraud cases to law enforcement agents, in accordance with the Code of Ethics.
- D- Internal auditors are responsible for ensuring that fraud does not occur.

### Answer:

---

B

## Question 2

---

**Question Type:** MultipleChoice

---

Which of the following is most likely to enhance an internal auditor's objectivity?

**Options:**

---

- A- An auditor is appropriately able to communicate results.
- B- An auditor performs his work free from interference.
- C- An auditor is unrestricted in determination of scope.
- D- An auditor avoids conflicts of interest.

**Answer:**

---

D

## Question 3

---

**Question Type: MultipleChoice**

---

An organization decides to take no action on one of its financial risks because the cost of implementing the control outweighs the value of the asset being protected. Which of the following best describes this risk strategy?

**Options:**

---

- A- Risk avoidance.
- B- Risk-benefit analysis.
- C- Risk sharing.
- D- Risk acceptance.

**Answer:**

---

D

## Question 4

---

**Question Type: MultipleChoice**

---

Which of the following scenarios best illustrates a rationalization as the root cause of potential fraud?

**Options:**

---

- A- Managers who have been with the organization for several decades become aware that newly hired, younger managers are being moved more quickly into senior positions.

**B-** The controller at a nationwide manufacturing company recently opted to no longer require two-week mandatory vacations for accounting staff.

**C-** Security cameras that monitor cash handling at the register are not functioning.

**D-** The organization is slowly phasing out three mature products that produce the highest commissions for the sales staff.

**Answer:**

---

B

## Question 5

---

**Question Type:** MultipleChoice

---

According to IIA guidance, which of the following statements is true regarding the reporting of results from an external quality assessment of the internal audit activity?

**Options:**

---

**A-** The external assessment results are reported upon completion in confidence directly to the board, and senior management is advised only of the recommendations and improvement action plans.

**B-** The results of self-assessments with independent external validation are shared with the board upon completion, and monitoring of

recommended improvements must be reported monthly.

**C-** The external assessment results are communicated upon completion to senior management and the board, but action plans for recommended improvements do not have to be reported.

**D-** The requirements for reporting quality assessment results are the same for external assessments and self-assessments with independent external validation.

**Answer:**

---

B

## Question 6

---

**Question Type:** MultipleChoice

---

An internal auditor who is carrying out an engagement to review controls related to corporate tax reporting must possess which of the following competencies?

1. Proficiency in analyzing key IT risks and controls.
2. The ability to recognize significant deviations from good business practices.
3. Knowledge of key indicators of fraud in tax reporting.
4. The ability to recognize the existence of problems related to tax accounting.

**Options:**

---

**A-** 1 and 4 only.

**B-** 3 and 4 only.

**C-** 2, 3, and 4 only.

**D-** 1,2, 3, and 4.

**Answer:**

---

B

## Question 7

---

**Question Type:** MultipleChoice

---

What is the purpose of a secondary control?

**Options:**

---

- A-** It replaces primary controls that are either ineffective or cannot fully mitigate a risk.
- B-** It partially reduces the residual risk level when a key control does not operate effectively.
- C-** It combines with other controls to help reduce significant risk exposures to an acceptable level.
- D-** It helps to ensure the completeness and accuracy of automated controls in a system environment.

**Answer:**

---

C

## Question 8

---

**Question Type:** MultipleChoice

---

Which of the following is most likely to be considered a control weakness?

**Options:**

---

- A-** Vendor invoice payment requests are accompanied by a purchase order and receiving report.
- B-** Purchase orders are typed by the purchasing department using prenumbered forms.
- C-** Buyers promptly update the official vendor listing as new supplier sources become known.



**D-** Department managers initiate purchase requests that must be approved by the plant superintendent.

**Answer:**

---

C

## Question 9

---

**Question Type: MultipleChoice**

---

According to the COSO internal control framework, which of the following best describes the use of continuous auditing programs by the internal audit activity?

**Options:**

---

**A-** Control environment.

**B-** Control activities.

**C-** Risk assessment.

**D-** Monitoring.

**Answer:**

---

D

**To Get Premium Files for IIA-CRMA Visit**

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

**For More Free Questions Visit**

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

