**Exercise 1.3**

**Encircle the correct option after group discussion. ( Time required 10 minutes)**

1. **The audit of accounts of District and Regional councils of autonomous regions is envisaged in**
2. Sixth schedule of Constitution
3. Seventh schedule of constitution
4. Not mentioned in constitution or any of the schedules thereof
5. Executive order of the Government
6. None of the above

**2 Fill in the blanks**

.Article 279 of constitution of India envisages that ‘net proceeds’ in relation to any tax or duty means the proceeds thereof reduced by the cost of collection and that the net proceeds of any tax or duty, or of any part of any tax or duty, in or attributable to any area shall be ascertained and certified by the CAG. The certificate of the CAG shall be-------------

1. Subject to review by assessing authority
2. Subject to review by Public accounts committee
3. Subject to review by Estimates committee
4. Final

**3** .**Which of the following statements is correct:-**

1. SAI India may accept specific requests for audits made by Legislature as expressed as a whole or through one of its committees or by the Government while retaining its right to decline such requests.
2. SAI India cannot accept specific requests for audits made by Legislature as expressed as a whole or through one of its committees or by the Government as it erodes its independence
3. SAI India may have to accept specific requests for audits made by Legislature as expressed as a whole or through one of its committees or by the Government and has no powers to decline such requests.

4. **Which of the following statements is correct:-**

(a) SAI is free to disseminate its reports once they have been formally tabled in the appropriate legislature as required by law.

(b) SAI cannot disseminate its reports though they have been formally tabled in the appropriate legislature as required by law but are awaited discussion

(a) SAI is free to disseminate such parts of reports which have been formally tabled in the appropriate legislature as required by law and are selected for being discussed irrespective of the fact that these are discussed or not

**5. Which of the following statements is correct**:-

(a) SAI India’s functional autonomy precludes arrangements with auditable entities in regard to matters such as personnel management, property management or common purchasing of equipment and stores.

(b) SAI India’s functional autonomy does not preclude arrangements with auditable entities in regard to matters such as personnel management, property management or common purchasing of equipment and stores

(c) SAI India’s functional autonomy does not preclude arrangements with auditable entities in regard to matters such as personnel management, property management or common purchasing of equipment and stores subject to condition that presidential assent is obtained in advance

6. **Which of the following audits is always an attestation engagement?**

1. Performance audit
2. Compliance audit
3. Financial audit
4. All of the above