

# THE TRAINING PLACE OF EXCELLENCE

## Professional Ethics

### Practice Questions

- 1. Which of the following are the reserved areas of accounting?**
  - A. External Audit
  - B. Insolvency
  - C. Group accounts
  - D. Investment
- 2. Under which Law is compensation the most likely remedy?**
  - A. Criminal Law
  - B. Civil Law
  - C. All out law
- 3. If an accountant is being sued by his client for breach of contract, where will the case take place?**
  - A. Criminal Court
  - B. Civil Court
- 4. If an accountant is found to be in breach of the ethical code, will they be imprisoned?**
  - A. Yes
  - B. No
- 5. State the definition of Professional Competence and Due Care.**

A. \_\_\_\_\_
- 6. State the definition of Professional Behaviour.**

A. \_\_\_\_\_
- 7. State the definition of Objectivity.**

A. \_\_\_\_\_
- 8. State the definition of Confidentiality.**

A. \_\_\_\_\_
- 9. When can an accountant disclose confidential information?**
  - A. When authorised by the client/employer
  - B. When a person asks on headed paper
  - C. When there is a legal duty to disclose
  - D. When there is a professional duty to disclose
  - E. When there is a reputational duty to disclose

**10. What are the operational risks that an organisation might face as a result of the way it operate its business functions?**

- A. \_\_\_\_\_
- B. \_\_\_\_\_
- C. \_\_\_\_\_
- D. \_\_\_\_\_
- E. \_\_\_\_\_
- F. \_\_\_\_\_

**11. State what a bribe is.**

A. \_\_\_\_\_

**12. What penalties might an accountant face if they are found to have accepted a bribe?**

- A. 10 years imprisonment and an unlimited fine
- B. 5 years imprisonment and a £1,000 fine
- C. A £10,000 fine
- D. 7 years imprisonment

**13. What are the threats to the fundamental principles?**

- A. \_\_\_\_\_
- B. \_\_\_\_\_
- C. \_\_\_\_\_
- D. \_\_\_\_\_
- E. \_\_\_\_\_

**14. Explain the process an accountant should take if they suspect a client of money laundering.**

- A. \_\_\_\_\_
- B. \_\_\_\_\_
- C. \_\_\_\_\_

**15. State the definition of sustainability as set out in the Brundtland report.**

A. \_\_\_\_\_

**16. Describe six specific actions that a business can carry out to help them maintain sustainability.**

- A. \_\_\_\_\_
- B. \_\_\_\_\_
- C. \_\_\_\_\_
- D. \_\_\_\_\_
- E. \_\_\_\_\_
- F. \_\_\_\_\_