

**MODEL QUESTION PAPER NO. 1**  
**CFA, 1982**

1. CFA,1982 extends to the whole of india except the state of -----  
a) Karnataka    b) Chandigarh    c) Jammu & Kashmir.    d) Kerala
2. As per CFA, 1982,the sum total of the subscriptions payable by all the subscribers for any installment of a chit without any deduction of discount or otherwise is called-----  
a) Chit amount.    b) Prize amount    c) Sala    d) None of these
3. ----- means the share of the subscriber available under the chit agreement for rateable distribution among the subscribers at each installment of the chit.  
a) Discount    b) Divident.    c) Ticket    d) None of these
4. Do not register chits after -----months from the date of attaining prior sanction without State Government approval.  
a)6    b) 12.    c) 18    d) 30
5. Any person aggrieved by the refusal to issue previous sanction order to conduct a chit may appeal to ----- within 30 days of the date of communication to him.  
a) I G of Registration    b) ARC    c) State Government.    d)None of these
6. The name of person furnished in the chit agreement towhom the benefits of the chit may be paid when the subscriber is incapable of making an agreement is -----  
a) Legal heir    b) Legal representative    c) Spouse    d) Nominee.
7. As per CFA, 1982, a company shall not commence or carry on chit business unless it has a paid-up capital of not less than rupees-----  
a) 25000    b) 1 lakh.    c) 10% of Profit    d)10 % of Net Owned Fund
8. Under section 13(2) of CFA 1982, a firm constituted by minimum ----- number of partners can conduct chit business with a maximum chit amount of 6 lakhs.  
a) 2    b) 3    c) 4.    d) 6
9. Alteration of chit agreement shall not be made except with the consent in writing of the foreman and ----- subscribers to the chit.  
a) Non prized    b) Unpaid prized    c) Prized    d) All.
10. Where any dispute arises with regard to the value of the property offered as security, it shall be referred to the Registrar for arbitration under section-----of CFA 1982.  
a) 20    b) 31    c) 64.    d) None of these
11. Chitty auditor is appointed by -----  
a) Registrar of chits.    b) ARC    c) Foreman    d) None of these
12. As per section ----- of CFA 1982, the Registrar shall issue the order of winding up of chits notifying in the Official Gazette.  
a) 54    b) 55    c) 56.    d) 57

13. Under section 73 of CFA 1982, ----- has advisory role on questions of policy with respect to this Act.

- a) State Government    b) Governor        c) Registrar of chits    d) RBI.

14. The number of circumstances specified in CFA 1982, for winding up of chits is-----

- a) 6                    b) 7                    c) 9.                    d) None of these

15. As per section 75 of CFA 1982, the power to give extension for filing of is vested in-----

- a) Registrar.    b) State Government    c) Foreman    d) RBI

16. Under section ----- of CFA 1982, Banks are prohibited from conducting chits.

- a) 83    b) 84    c) 85        d) 86.

17. Compensation shall be awarded to the foreman for frivolous and vexatious petitions regarding ----- of chits.

- a) Commencement    b) Termination    c) Winding up.    d) Withdrawal

18. CFA 1982 is not applicable to the commencement of chits with aggregate chit amount which does not exceed rupees-----

- a) 100.            b) 25000    c) 1 lakhs            d) None of these

19. Section 90 of CFA 1982, deals with-----

- a) Repeal            b) Savings    c) Both a & b.    d) None of these

20. The State Government may in consultation with Reserve Bank exempt all or any of the provisions of CFA 1982 as per section -----

- a) 87.    b) 88    c) 89    d) None of these

21. The Registrar and all officers appointed by the State Government to perform any functions under CFA 1982 shall be deemed to be public servants within a meaning of section ----- of Indian Penal Code.

- a) 20    b) 21.    c) 22    d) 23

22. All offences under section----- of CFA 1982 shall be cognizable.

- a) 11.    b) 80    c) Both a & b    d) None of these

23. Who can inspect documents in Registrar's office as per CFA 1982.

1. The foreman of a chit
2. Any subscriber of a chit
3. The heirs or legal representatives of any foreman or subscriber

- a) 1&2 are correct    b) 2&3 are correct    c) All of the above.    d) None of these

24. The maximum fee for inspecting chit documents by non-prized and unpaid prized subscribers under section 44 of CFA 1982 is -----

- a) 5.                    b) 10                    c) 25                    d) 100

25. The quorum required for passing a special resolution at a meeting of general body of subscribers is ---- of the subscribers to the chit present at the meeting in person or by proxy.

- a) 1/2            b) 2/3.            c) 3/4            d) All

26. Any transfer of rights of a foreman to receive subscription from the prized subscribers is disputed by a subscriber, the burden of proving that the foreman is insolvent is on the -----

- a) Foreman            b) Transferer            c) Transferee.            d) ARC

27. The number of explanations in CFA 1982 is-----

- a) 10.            b) 13            c) 19            d) 90

28. A security shall deemed to be sufficient if its value exceeds by ---- of the future subscriptions in the case of securities other than immovable property.

- a) 1.3 times.    b) 1.5 times            c) 2 times            d) None of these

29. CFA 1982 got published in the Gazette of India on -----

- a) 19-08-1982            b) 20.08.1982.            c) 30-04-2012            d) None of these

30. Preparation and filing of Balance Sheet is mentioned in ---- section of CFA 1982

- a) 20            b) 22            c) 24.            d) 26

31. How many rights does a foreman have as per CFA 1982.

- a) 6            b) 7.            c) 9            d) 10

32. Money's collected from subscribers shall invest in trustee securities as per section ----- of The Indian Trusts Act, 1882.

- a) 10            b) 12            c) 15            d) 20.

33. Calculate the aggregate amount of chits conducted by a company from the following data. Share capital= 100000, Reserve & Surplus= 50000, Past loss= 1000, Deferred revenue expenditure= 24000, Intangible assets= 5000.

- a) 1200000.            b) 1500000            c) 1800000            d) None of these

34. As per section 8(3) of CFA 1982, a company doing chitty business shall create and maintain Reserve Fund of Rupees----- if its profit is Rs. 250000.

- a) 250            b) 2500            c) 25000.            d) 50000

35. Minimum number of witnesses required to attest each chit agreement is-----

- a) 2.            b) 2% of total subscribers            c) 3            d) None of these

36. Power of the Reserve Bank to inspect the books and records of a chit of any foreman under the provisions of ----- of the Reserve Bank of India Act, 1934.

- a) Section 45A            b) Section 45M            c) Section 45N.            d) Section 45P

37. The period of limitation under section 64 of The Limitation Act, 1963 shall be ---- years from the date as which the subscriber dies or ceases to be the subscriber.

- a) 2            b) 3.            c) 4            d) 5

38. The word chit business is defined in section ----- of the CFA 1982.  
a) 2(e).      b) 2(f)      c) 2(g)      d) 2(h)
39. CFA, 1982 received the assent of President of India on -----  
a) 10-08-1982      b) 19-08-1982.      c) 20-08-1982      d) None of these.
40. The first state in which the provisions of CFA, 1982 came into force on -----  
a) West Bengal      b) Tamilnadu      c) Karnataka.      d) Kerala
41. ----- subscriber does not include a defaulting subscriber  
a) Prized      b) Unpaid prized      c) Non-prized .      d) None of the above
42. RBI Prepared a draft bill for CFA, 1982 in the year-----  
a) 1969      b) 1972      c) 1974.      d) 1982
43. Duration of a chit commence from-----  
a) Date of Commencement.      b) Date of Registration of chit      c) Both a & b      d) None of these
44. Under sections 28(3), 29(2), 37 and 41 of CFA, 1982 the Registrar has the power to allow further time of not exceeding --- days to file copies of such documents.  
a) 7      b) 14      c) 15.      d) 21
45. Section 87 of CFA deals with the power to-----  
a) Compound offences      b) Delegate      c) Make rules      d) Exempt.
46. Every prized subscriber shall furnish sufficient security for -----  
a) Future subscriptions.      b) Chit amount      c) Prize amount      d) None of these
47. Minimum subscribers needed to attest the chit agreement is-----  
a) 2.      b) 3      c) 4      d) None of these
48. As per CFA 1982, the place of business include-----  
a) Branch office      b) Sub office      c) Any place of business by such person      d) All.
49. Total duration of previous sanction with State Government approval is -----months.  
a) 6      b) 12      c) 18.      d) 24
50. Approved Bank means the State Bank of India constituted under section ----- of the State Bank of India Act, 1955.  
a) 2      b) 3.      c) 4      d) 5

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## ANSWER SHEET

Name of Candidate-----

<b>1</b>	a	b	c	d	<b>26</b>	a	b	c	d
<b>2</b>	a	b	c	d	<b>27</b>	a	b	c	d
<b>3</b>	a	b	c	d	<b>28</b>	a	b	c	d
<b>4</b>	a	b	c	d	<b>29</b>	a	b	c	d
<b>5</b>	a	b	c	d	<b>30</b>	a	b	c	d
<b>6</b>	a	b	c	d	<b>31</b>	a	b	c	d
<b>7</b>	a	b	c	d	<b>32</b>	a	b	c	d
<b>8</b>	a	b	c	d	<b>33</b>	a	b	c	d
<b>9</b>	a	b	c	d	<b>34</b>	a	b	c	d
<b>10</b>	a	b	c	d	<b>35</b>	a	b	c	d
<b>11</b>	a	b	c	d	<b>36</b>	a	b	c	d
<b>12</b>	a	b	c	d	<b>37</b>	a	b	c	d
<b>13</b>	a	b	c	d	<b>38</b>	a	b	c	d
<b>14</b>	a	b	c	d	<b>39</b>	a	b	c	d
<b>15</b>	a	b	c	d	<b>40</b>	a	b	c	d
<b>16</b>	a	b	c	d	<b>41</b>	a	b	c	d
<b>17</b>	a	b	c	d	<b>42</b>	a	b	c	d
<b>18</b>	a	b	c	d	<b>43</b>	a	b	c	d
<b>19</b>	a	b	c	d	<b>44</b>	a	b	c	d
<b>20</b>	a	b	c	d	<b>45</b>	a	b	c	d
<b>21</b>	a	b	c	d	<b>46</b>	a	b	c	d
<b>22</b>	a	b	c	d	<b>47</b>	a	b	c	d
<b>23</b>	a	b	c	d	<b>48</b>	a	b	c	d
<b>24</b>	a	b	c	d	<b>49</b>	a	b	c	d
<b>25</b>	a	b	c	d	<b>50</b>	a	b	c	d