



Qualification Programme

Associate Modules 6 to 9 Sample Paper (Combined Modules)

Time Allowed	2 hour 30 minutes	
Multiple Choice Questions	100 Marks All questions are compulsory.	

This sample examination paper is set to assess candidates' core foundational technical knowledge of the subject matters, and their skills in applying the knowledge to tackle routine professional problems, including computations. Mark(s) for each question is set in accordance with its level of difficulty.

The sample questions in this paper are to help candidates familiarise themselves with the form and style of questions which they may see in the Modules 6 to 9 examinations. The sample questions and answers are for reference only, and the content may not have been updated to reflect any changes in relevant standards or legislation.

You should answer **all questions** in this paper and allocate approximately 1.5 minutes for each mark.

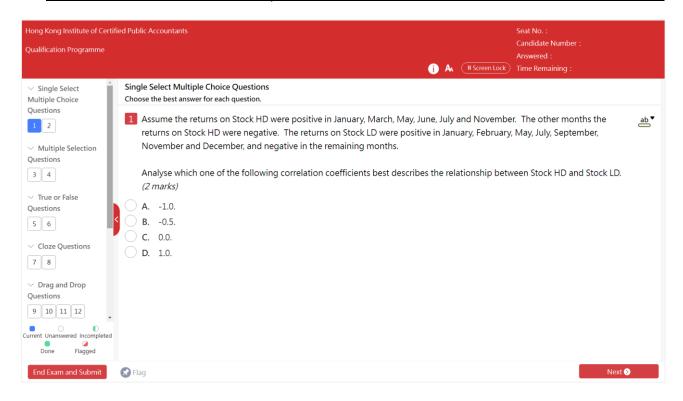
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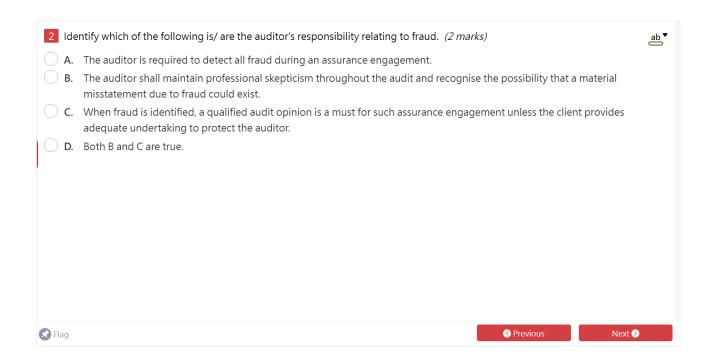
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Published in June 2025

A. Single Select Multiple Choice Questions

Choose the best answer for each question.





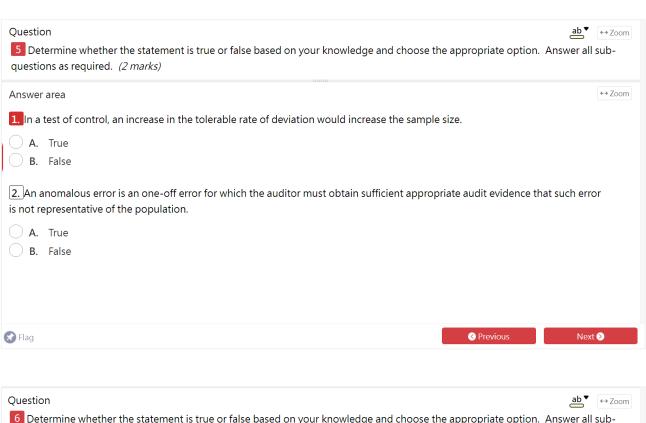
B. Multiple Selection Questions

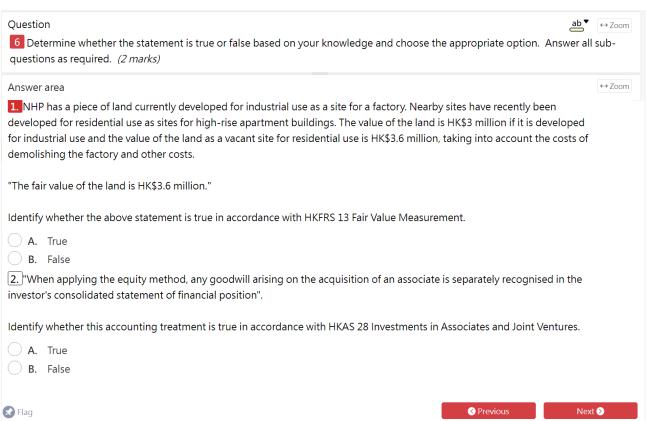
Read instructions carefully and choose all correct answers.

	companies face risk; risk and reward are correlated. Too much risk can lead to business failure. In particular, companies erating in the investment industry rely heavily on risk management to bear market crashes.
	stify why effective risk management can add value to any organization. Select ALL correct answers from the following tions. (2 marks)
В. С.	It protects an organisation's capital structure and profit generating ability without hindering growth. Investors are more willing to invest in corporates. The organisation can easier access to funding with lower borrowing costs. The organisation can improve financial performance.
⊗ Flag	
4 Ide	entify THREE general controls from the following options. (2 marks)
A.	Adding up the total of a batch of supplier invoices to ensure the total agrees to the value inputted into the system (Batch total checks).
	Preventing and detecting unauthorised access to the IT system. Ensuring that changes to the IT system are appropriate, carried out by authorised individuals and are logged and have appropriate access rights.
D.	Matching master files to transaction records – for example inspecting the number of documents processed to ensure there have been no deletions.
E. F.	Ensuring controls are in place to prevent business interruption in case of failure of the IT system Inspecting the output of numerical sequence checks for any exception reports and inquiring as to how these have been resolved (Sequence checks)
G.	Ensuring that sales invoices are mathematically correct in terms of amounts invoiced and that sales taxes are correctly calculate (Arithmetic checks).

C. True or False Questions

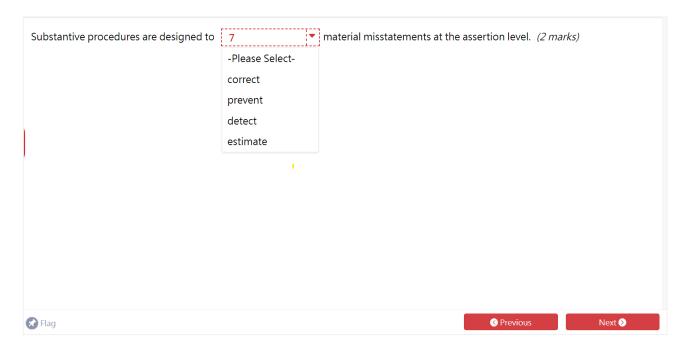
Determine whether the statement is true or false based on your knowledge and choose the appropriate option.

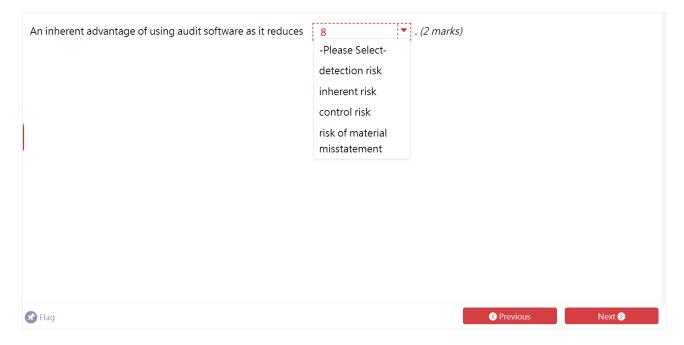




D. Cloze Questions

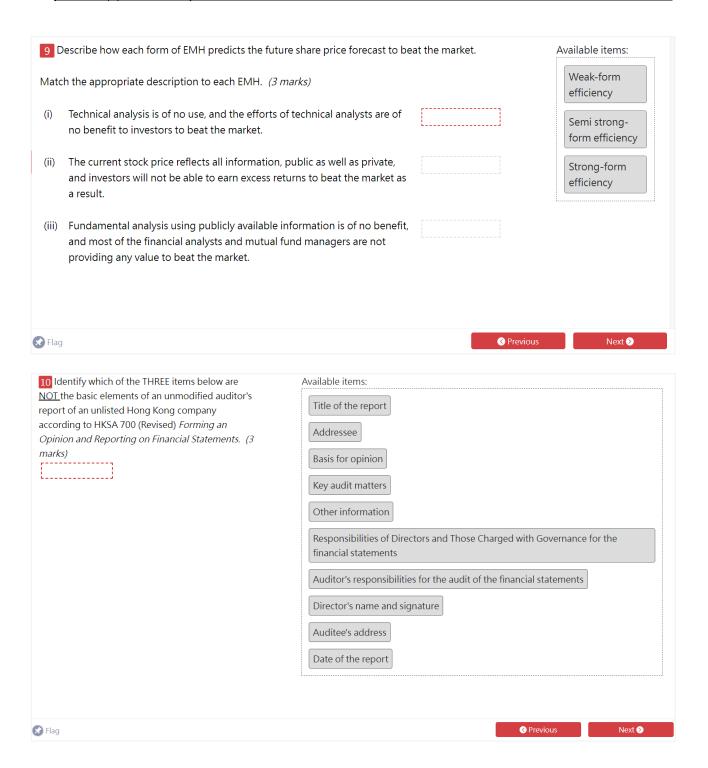
The question(s) /sentence(s) below are presented with missing word(s) or phrase(s). Fill in the blanks with the appropriate options provided by clicking on the answer box to complete the question/ sentence.

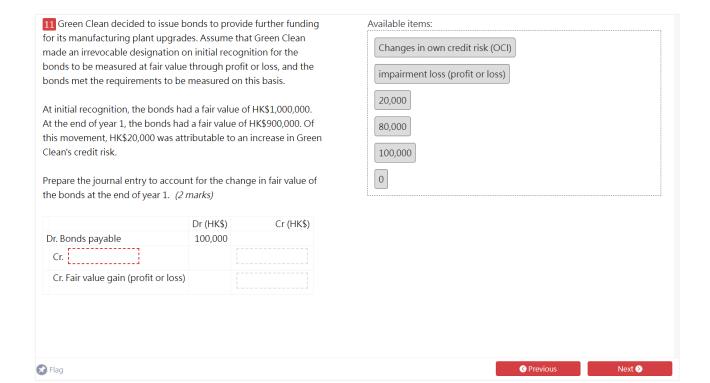




E. Drag and Drop Questions

Read the question(s) and instruction(s) in the left panel carefully. Drag the appropriate item(s) from the answer option list in the right panel and drop them into the corresponding categories or position(s) in the left panel.



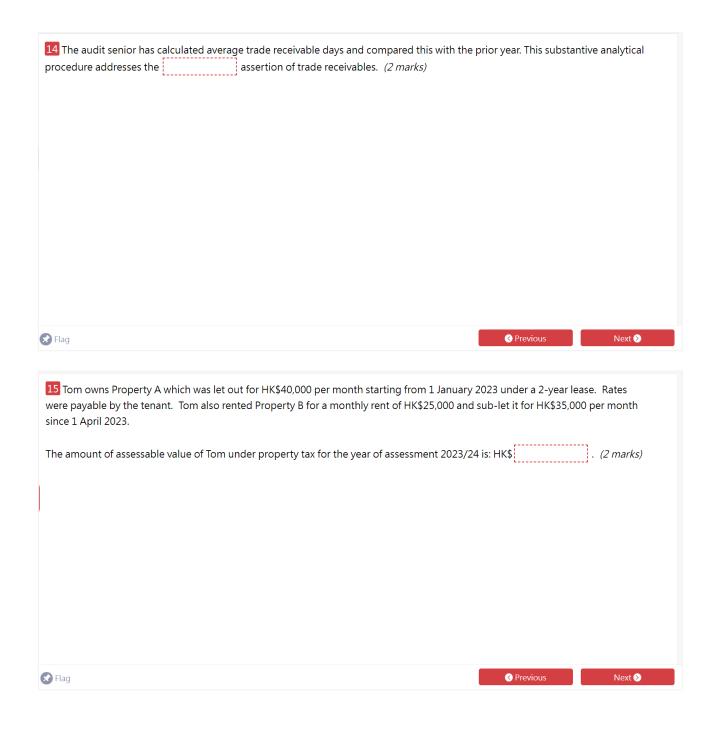


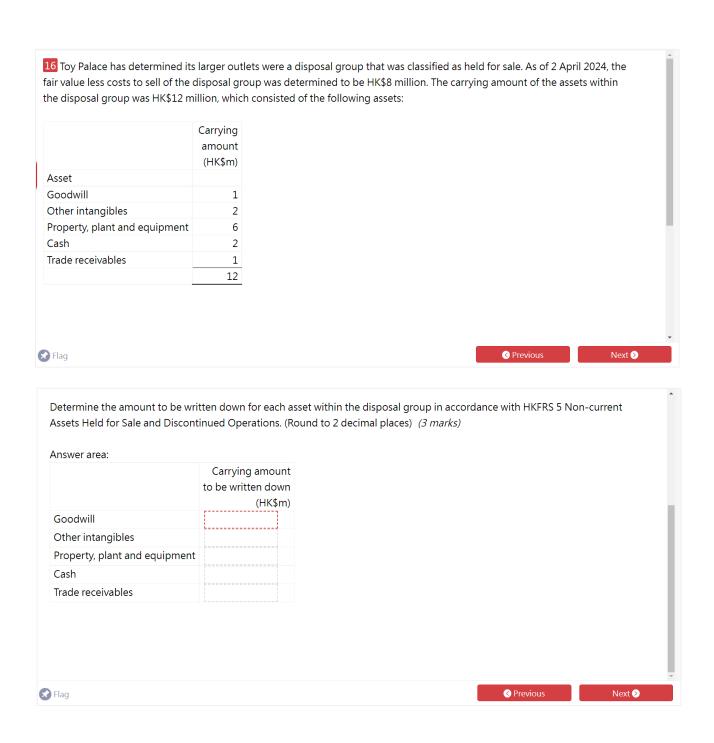
F. Fill in the Blanks

Read the question carefully and fill in the most suitable answer(s) in the blank space(s) provided by typing word(s), phrase(s) or number(s) to complete the question(s) /statement(s).

On 15 March 2024, Joe received a notice of additional salaries tax assessment for the year of assessment 2017/18 to assess his recome from another employment which he had omitted to declare in his tax return. On 20 April 2024, he discovered that he had smitted to claim approved charitable donations of HK\$10,000 in his 2017/18 tax return. Assume today is 1 May 2024. Joe may apply for orrection of omission of his claim for deduction of approved charitable donations under s.70A of the IRO. The deadline is the later of or	or
Flag Next of	•

13 Outline any THREE financial risk management approaches to address risk. (3 marks)		
Risk Risk		
Risk		
№ Flag	Previous	Next 🔊



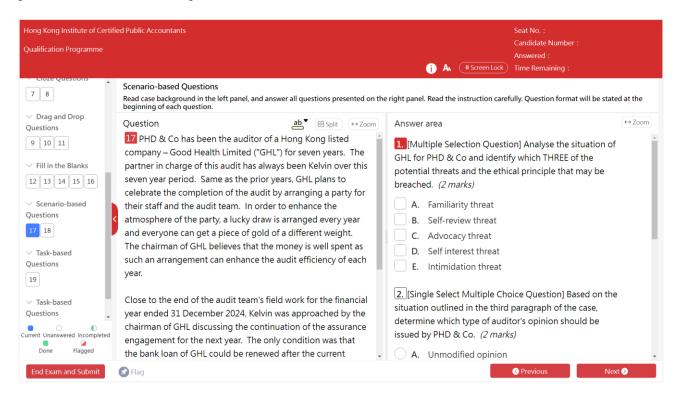


G. Scenario-based Questions

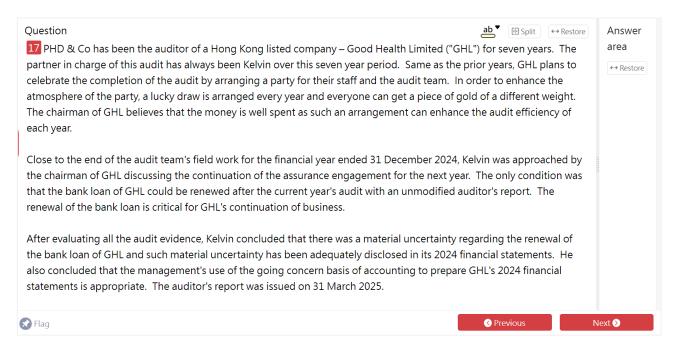
Read case background in the left panel, and answer all questions presented on the right panel.

Read the instruction carefully. Question format will be stated at the beginning of each question.

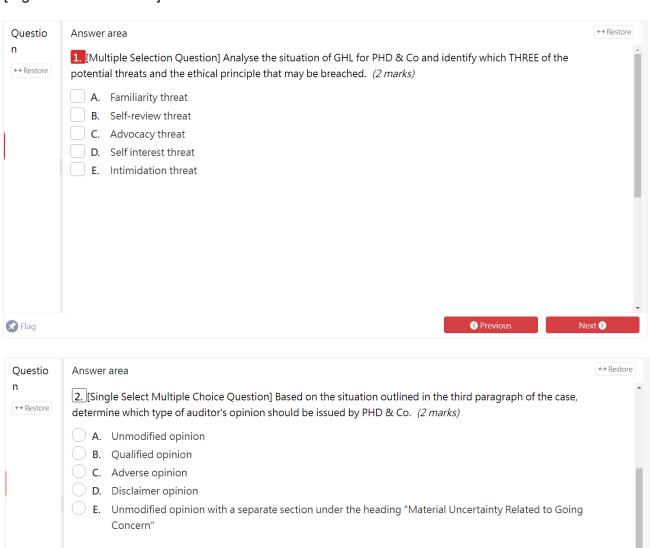
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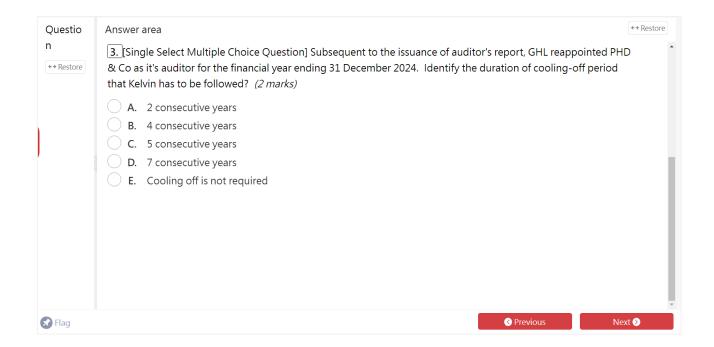
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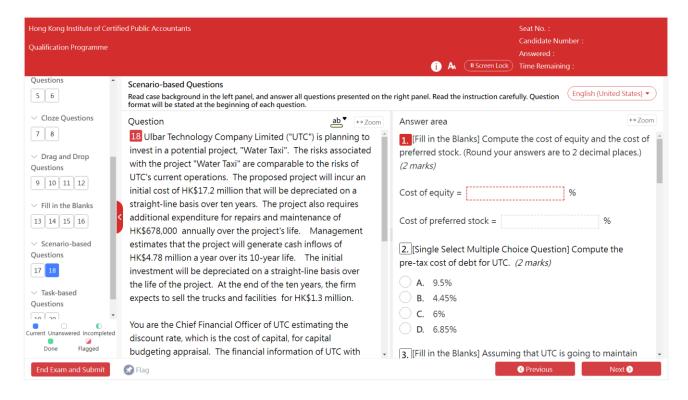
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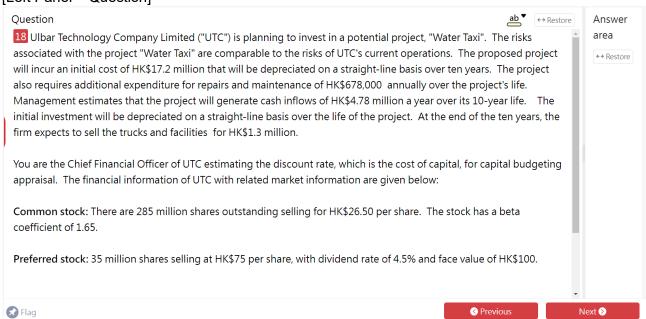
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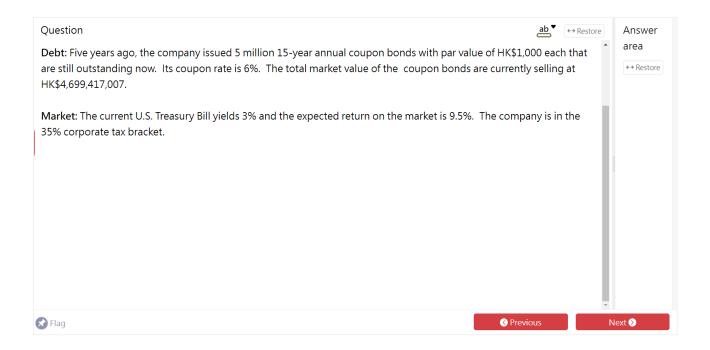


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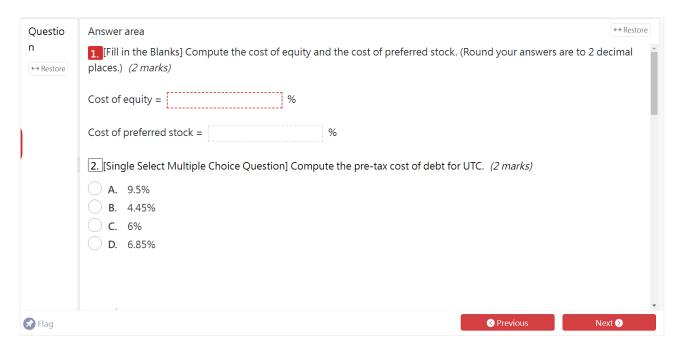


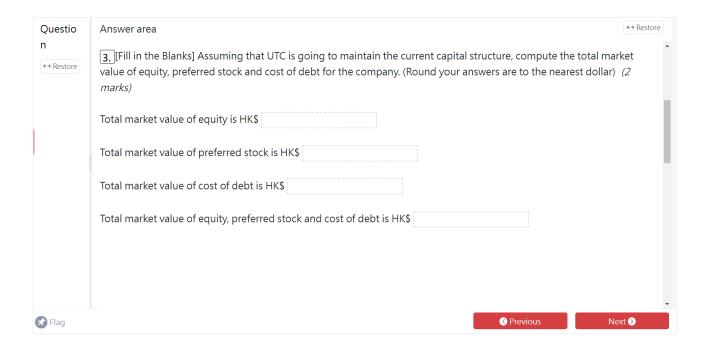
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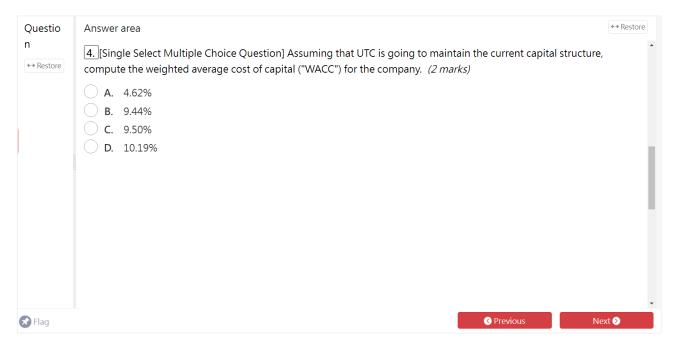


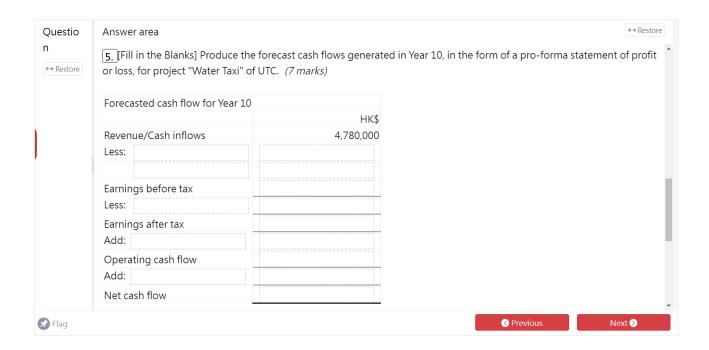


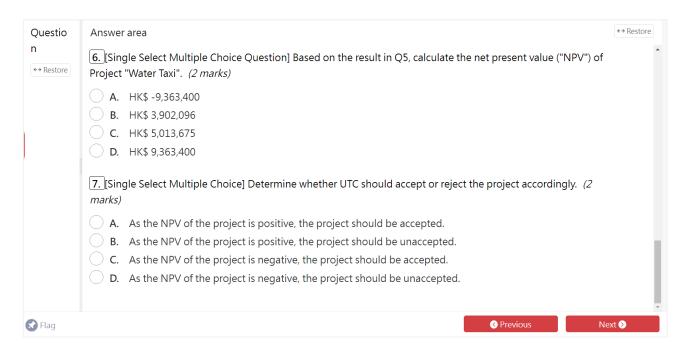
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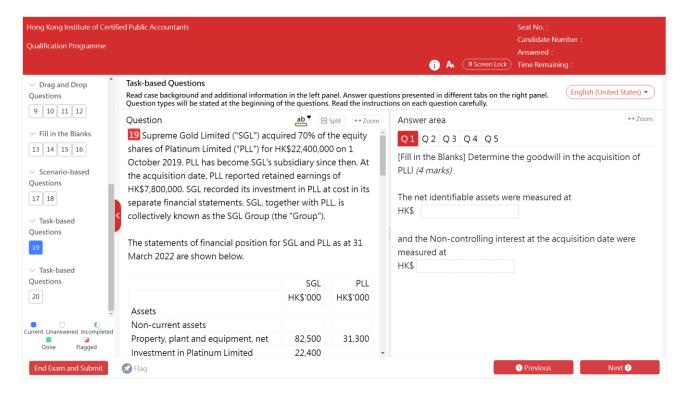




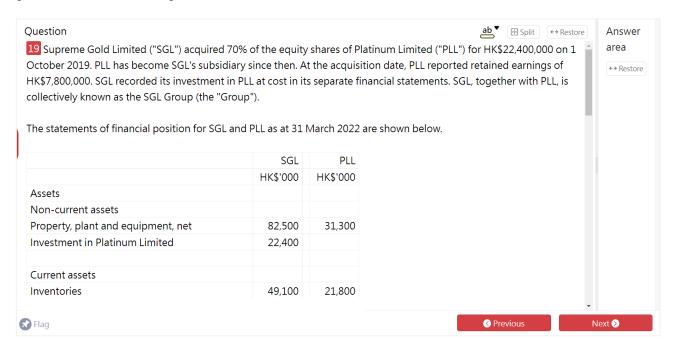
H. Task-based Questions

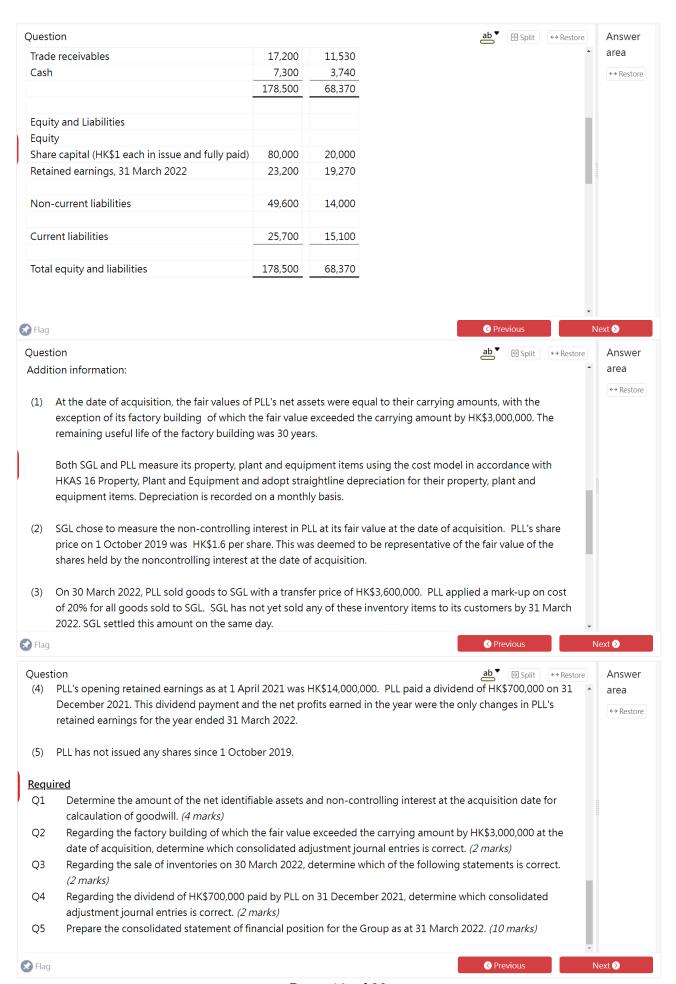
Read case background and additional information in the left panel. Answer questions presented in different tabs on the right panel. Question types will be stated at the beginning of the questions. Read the instructions on each question carefully.

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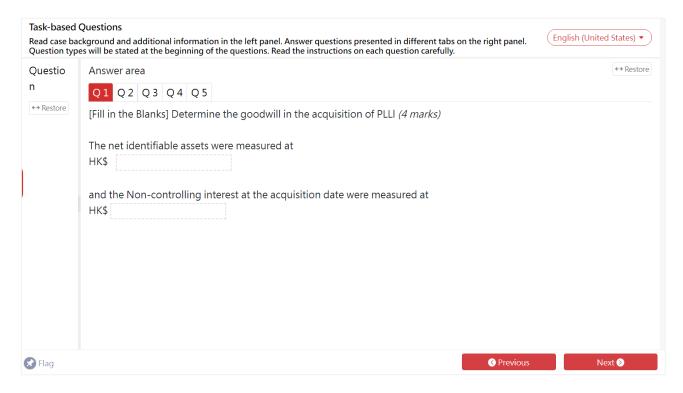


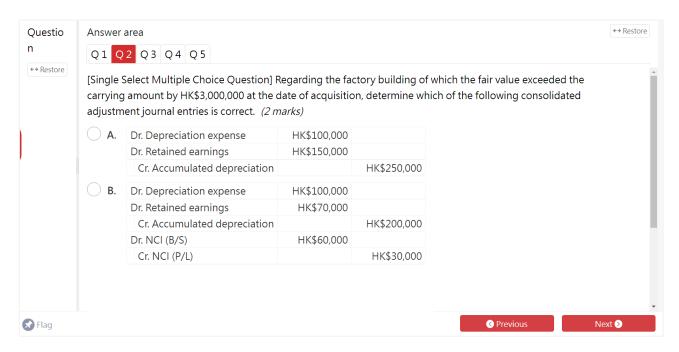
[Left Panel - Questions]

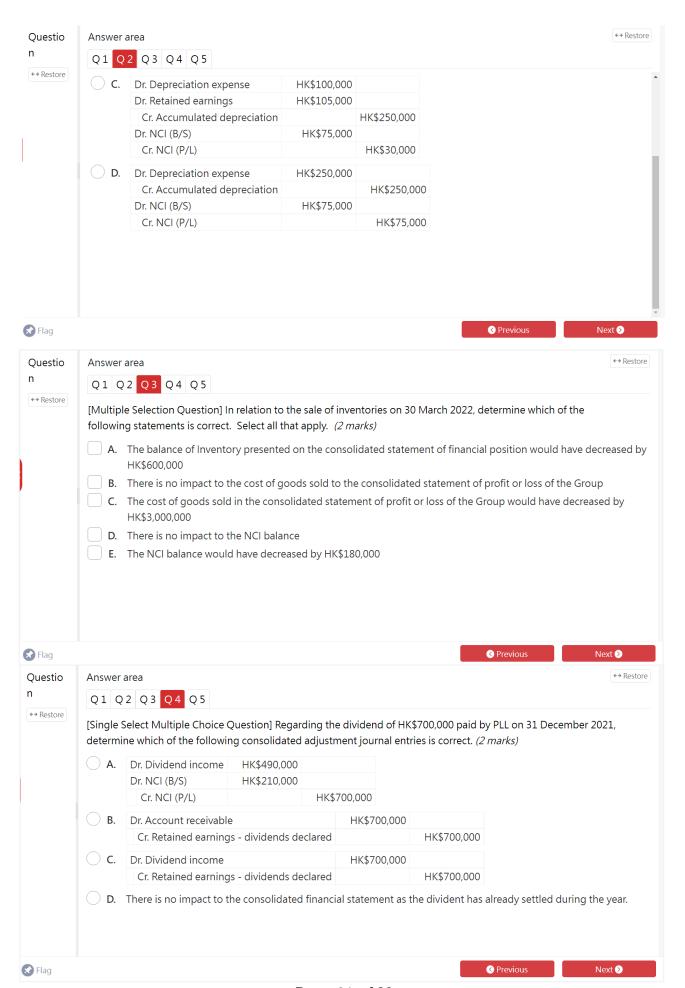




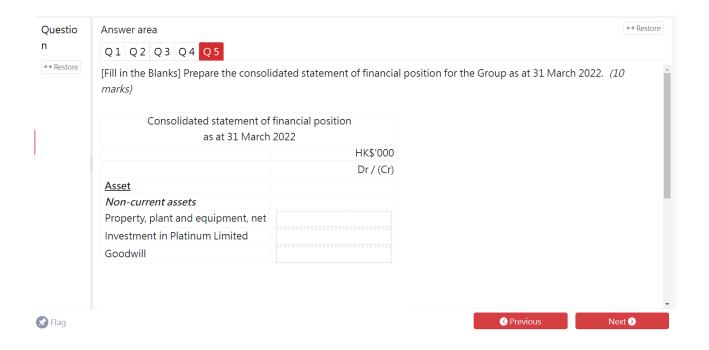
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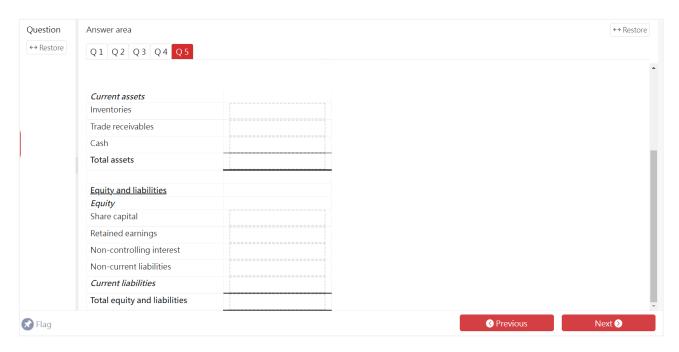






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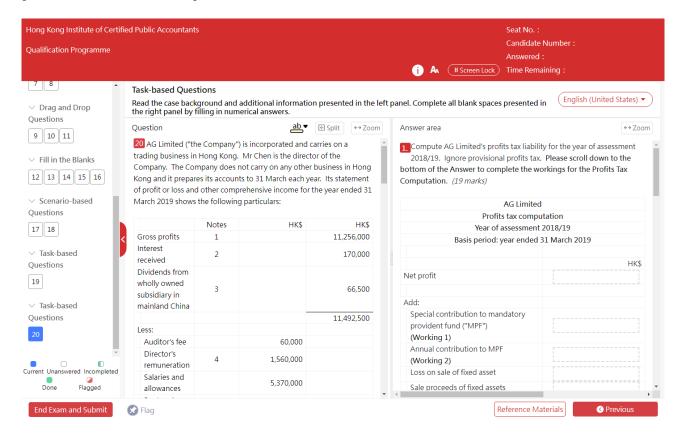




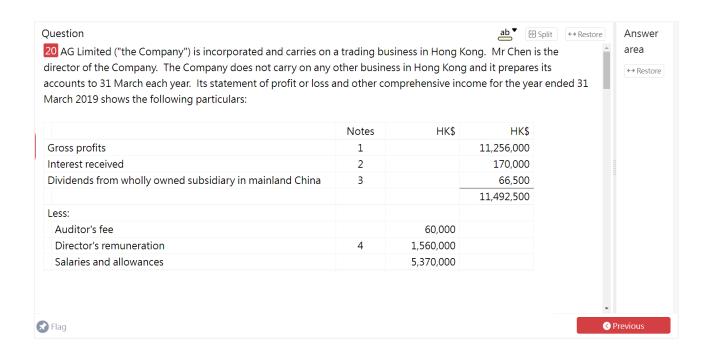
I. Task-based Questions

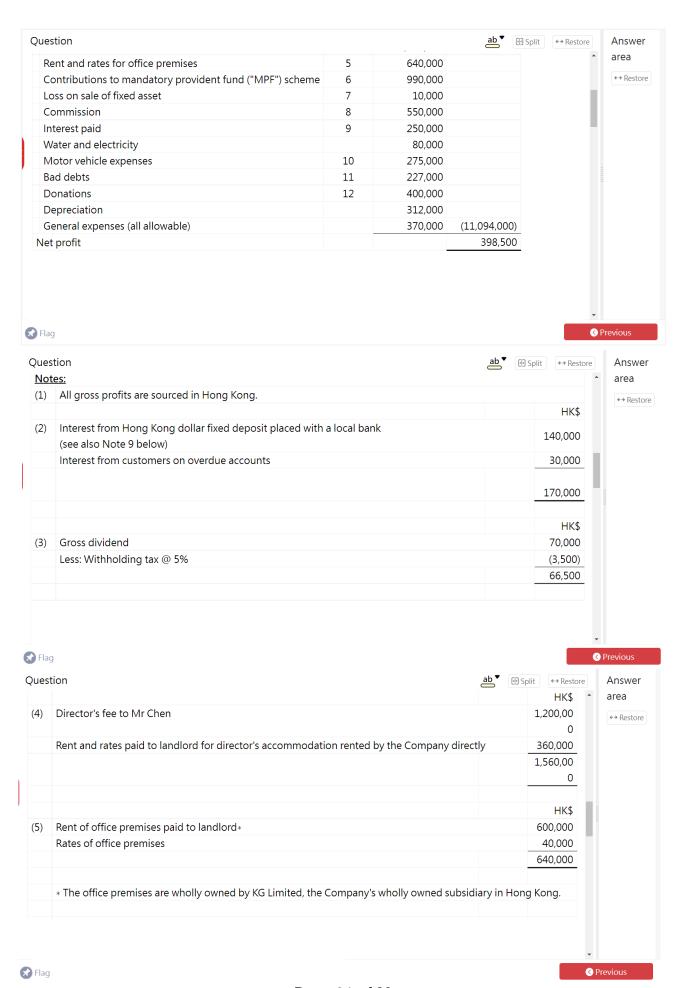
Read the case background and additional information presented in the left panel. Complete all blank spaces presented in the right panel by filling in numerical answers. Reference materials are attached at the end of the question.

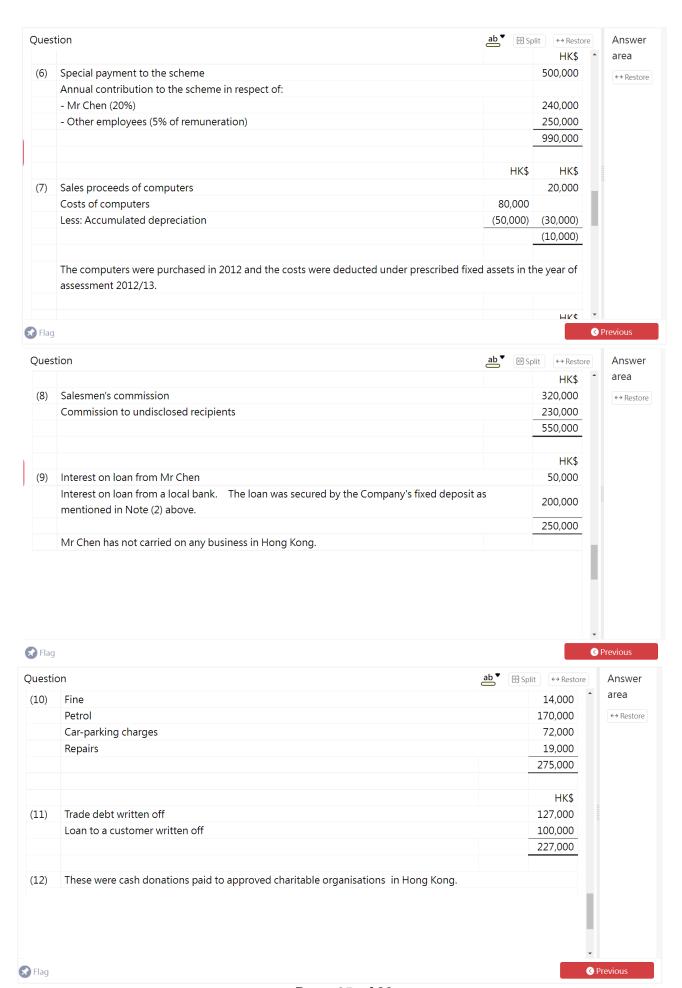
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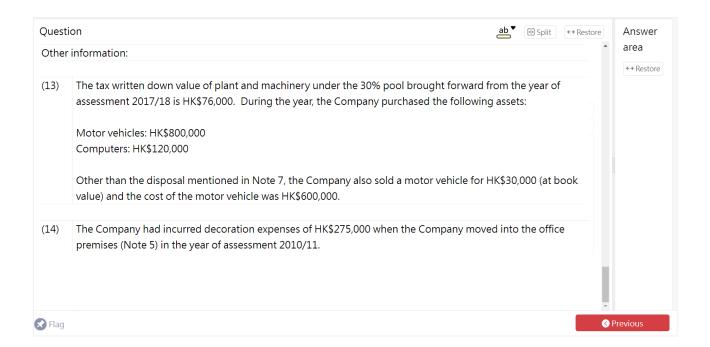
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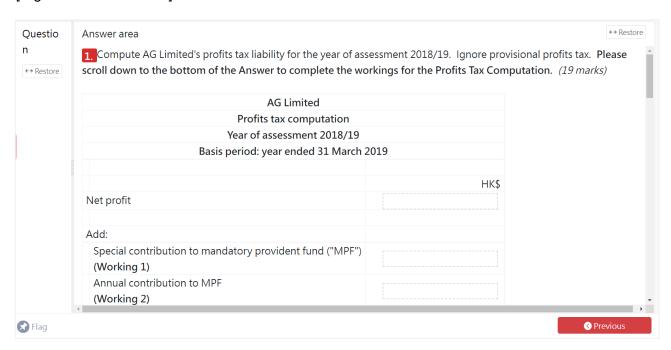


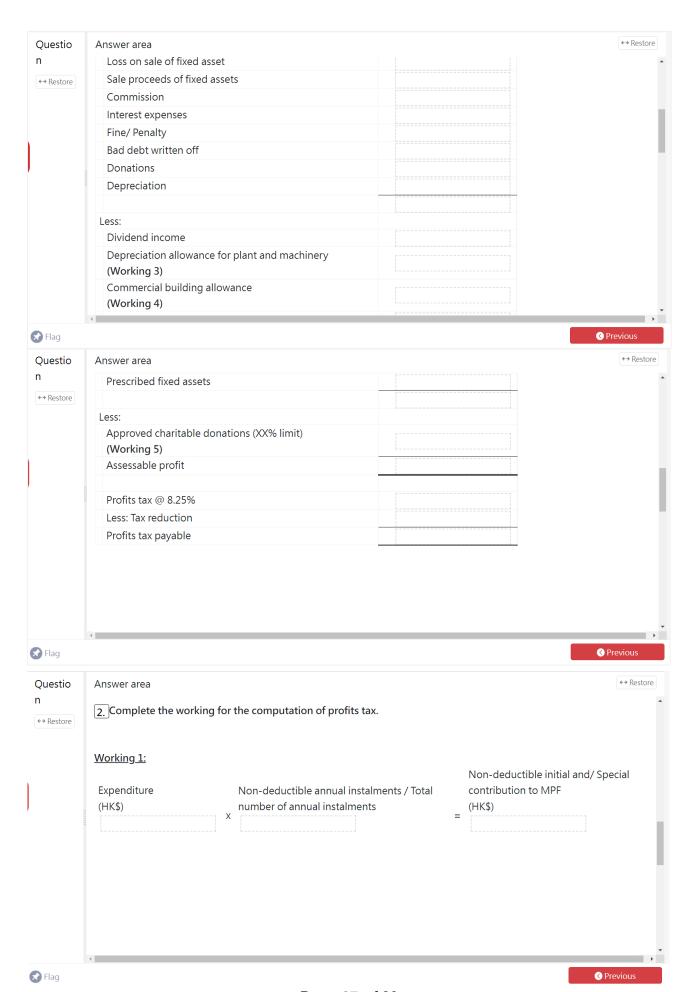


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[Right Panel - Answers]





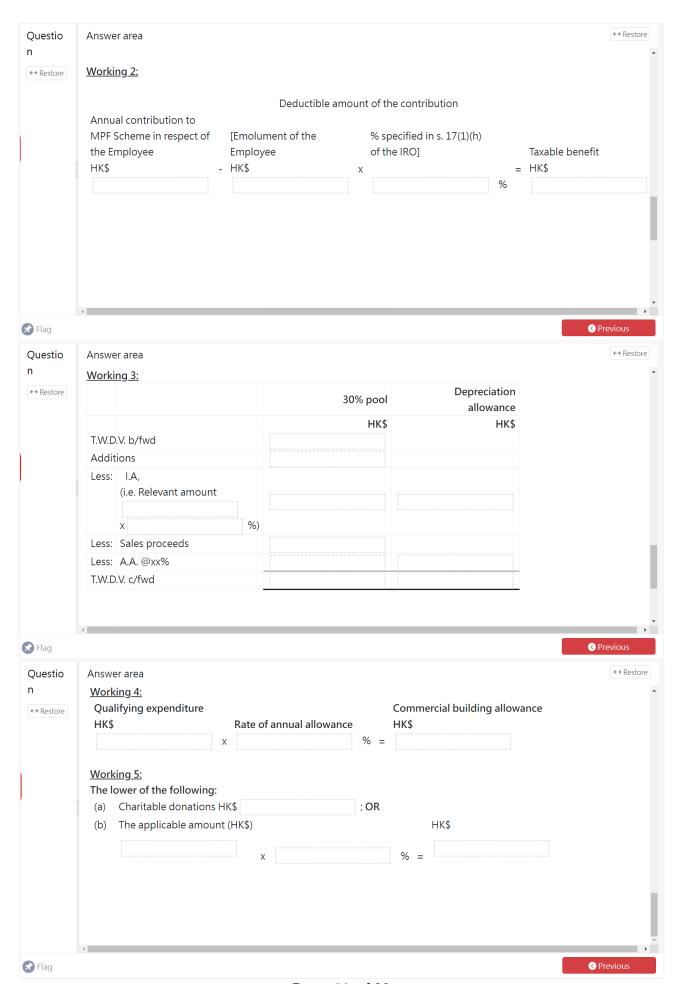


Table A: Personal allowances and deductions

Year of assessment	2018/19
Personal allowances	HK\$
Basic	132,000
Married person's	264,000
Single parent	132,000
Child	
1 st to 9 th child (each)	120,000
Additional allowance in the year of birth (each)	120,000
Dependent parent / grandparent (aged 60 or above or is eligible to claim an	
allowance under the Government's Disability Allowance Scheme)	
Basic	50,000
Additional (for dependant residing with taxpayer continuously throughout the whole year)	50,000
Dependent parent / grandparent (aged 55-59)	
Basic	25,000
Additional (for dependant residing with taxpayer continuously throughout the whole year)	25,000
Dependent brother / sister	37,500
Personal disability	75,000
Disabled dependant	75,000
Deductions / Concessionary deductions	HK\$
	400 000
Self-education expenses	100,000
Home loan interest Elderly residential care expenses	100,000 100,000
Contributions to recognised retirement schemes	18,000
Approved charitable donations	35%
Depreciation allowances	
Plant and machinery: Initial allowance ("IA")	60%
Annual allowance ("AA")	Given in question
Industrial building: IA	20%
Λ Λ	4%
AA Commercial building: AA	4%



Table B: Tax rates

Year of assessment	2018/19*
Tax rates	%
Standard	15.0
Progressive HK\$1 - HK\$50,000 HK\$50,001 - HK\$100,000 HK\$100,001 - HK\$150,000 HK\$150,001 - HK\$200,000 Above HK\$200,000	2.0 6.0 10.0 14.0 17.0
Two-tiered profits tax rates First HK\$2 million assessable profits Unincorporated businesses Corporations Over HK\$2 million assessable profits Unincorporated businesses Corporations	7.5 8.25 15.0 16.5

Year of assessment	2018/19*
Tax rates	%
Standard	15.0
Progressive	2.0
HK\$1 - HK\$50,000	2.0
HK\$50,001 - HK\$100,000	6.0
HK\$100,001 - HK\$150,000	10.0
HK\$150,001 – HK\$200,000	14.0
Above HK\$200,000	17.0
Two-tiered profits tax rates	
First HK\$2 million assessable profits	
Unincorporated businesses	7.5
Corporations	8.25
Over HK\$2 million assessable profits	
Unincorporated businesses	15.0
Corporations	16.5

 $^{^{\}star}$ 100% of the final tax payable under salaries tax, profits tax and tax under personal assessment will be waived, subject to a maximum of HK\$20,000.



Table C: Stamp duty rates

Conveyance and Agreement for sale		
Ad Valorem Stamp Duty		
(marginal reliefs ignored)	Scale 1	Scale 2
Not exceeding HK\$2,000,000	1.5%	HK\$100
Not exceeding HK\$3,000,000	3%	1.5%
Not exceeding HK\$4,000,000	4.5%	2.25%
Not exceeding HK\$6,000,000	6%	3%
Not exceeding HK\$20,000,000	7.5%	3.75%
Exceeding HK\$20,000,000	8.5%	4.25%
	From	
	5/11/2016	
For residential property		15%
,	(unless specifically exempted or provide	d otherwise)
Special Stamp Duty		
Holding period		
Not exceeding 6 months		20%
Between 6 months and 12 months		15%
Between 12 months and 36 months		10%
Buyer's Stamp Duty		15%
Lease		
Rent only:		
Not exceeding 1 year		0.25%
Not exceeding 3 years		0.5%
Exceeding 3 years		1%
Premium and rent:		4.25%
Premium part		4.25%
Rent part	same as re	nt only lease
Hann Kann Otaala Tara K		
Hong Kong Stock Transfer Contract notes		0.20/
Instrument of transfer		0.2%
monument or transfel		HK\$5

Table D: Abbreviation

CIR	Commissioner of Inland Revenue
DIPN	Departmental Interpretation and Practice Notes
IRD	Inland Revenue Department
IRO	Inland Revenue Ordinance



Associate Modules 6 to 9 (Combined Modules) Sample Paper

Answers

The purpose of the suggested answers is meant to help candidates familiarise themselves with the form and style of questions and facilitate their revision and learning. The sample questions and answers should be used with caution as the content may not have been updated to reflect any changes in relevant standards or legislation.

Associate Modules 6 to 9 --- Sample Paper (Answer) OBJECTIVE TYPE QUESTIONS. (Total: 100 marks)

Part	Questions	Answer	Marks
Α	1	С	2
Α	2	В	2
В	3	ABCD	2
В	4	BCE	2
С	5-Q1	False	2
С	5-Q2	True	
С	6-Q1	True	2
С	6-Q2	False	
D	7	detect	2
D	8	detection risk	2
E	9	(i) Weak-form efficiency(ii) Semi strong-form efficiency(iii) Strong-form efficiency	3
E	10	Key audit matters, Director's name and signature, Auditee's address	3
E	11	Dr Cr HK\$ HK\$ Dr. Bonds payable 100,000 Cr. Changes in own credit risk (OCI) Cr. Fair value gain (profit or loss)	2
F	12	31 March 2024, 15 September 2024	2
F	13	Any 3 of the following:	3
F	14	valuation	2
F	15	HK\$480,000	2
F	16	Carrying amount (HK\$m) Goodwill 1.00 Other intangibles 0.75 Property, plant and equipment 2.25 Cash 0.00 Trade receivables 0.00	3
G	17-Q1	ADE	2
G	17-Q2	E	2
G	17-Q3	С	2

G	18-Q1	Cost of equity = 13.73% Cost of preferred stock = 6 %	2
G	18-Q2	D	2
G	18-Q3	Total market value of equity is HK\$\(\frac{7},552,500,000\) Total market value of preferred stock is HK\$\(\frac{2},625,000,000\) Total market value of cost of debt is HK\$\(\frac{4},699,417,007\) Total market value of equity, preferred stock and cost of debt is HK\$\(\frac{14},876,917,007\)	2
G	18-Q4	D	2
G	18-Q5	Forecasted cash flow for Year 10 Revenue/ Cash inflows Less: Repairs and maintenance Depreciation Earnings before tax Less: Tax Earnings after tax Add: Depreciation Operating cash flow Add: Residual value of the truck Net cash flow Net cash flow HK\$ 4,780,000 1,720,000 1,720,000 1,720,000 1,720,000 1,720,000 1,300,000 4,568,300	7
G	18-Q6	В	2
G	18-Q7	A	2

Н	19-Q1	Net identifiable assets: \$30,800		4
		Non-controlling interest: HK\$9,600		
Н	19-Q2	С		2
Н	19-Q3	ACE		2
Н	19-Q4	Α		2
Н	19-Q5	Consolidated statement of fire	nancial	10
		position		
		as at 31 March 2022		
			HK\$'000	
			Dr/ (Cr)	
		<u>Asset</u>		
		Non-current assets		
		Property, plant and equipment, net	116,550	
		Investment in Platinum Limited	0	
		Goodwill	1,200	
		Current assets		
		Inventories	70,300	
		Trade receivables	28,730	
		Cash	11,040	
		Total assets	227,820	
		Equity and liabilities		
		Equity		
		Share capital	-80,000	
		Retained earnings	-30,634	
		Non-controlling interest	-12,786	
		Non-current liabilities	-63,600	
		Current liabilities	-40,800	
		Total equity and liabilities	-227,820	
			221,020	

I	20-Q1	AG Limited Profits tax computati Year of assessment 20 Basis period: year ended 31 I	19	
		Dadio period. year chided 31 i		
		Net profit	HK\$ 398,500	
		Add: Special contribution to mandatory provident fund ("MPF") (Working 1)	400,000	
		Annual contribution to MPF	60,000	
		(Working 2) Loss on sale of fixed asset Sale proceeds of fixed assets Commission Interest expenses Fine/ Penalty Bad debt written off Donations Depreciation	10,000 20,000 230,000 50,000 14,000 100,000 400,000 312,000 1,994,500	
		Less: Dividend income Depreciation allowance for plant and machinery (Working 3) Commercial building allowance (Working 4) Prescribed fixed assets	66,500 589,800 11,000 120,000 -787,300	
		Less: Approved charitable donations (XX% limit) (Working 5) Assessable profit Profits tax @ 8.25% Less: Tax reduction Profits tax payable	-400,000 807,200 66,594 -20,000 46,594	
		Tronto tax payable		

I	20-Q2	Working 1: HK\$500,000 x 4/5			
		Working 2: HK\$240,000 - (HK\$1,200,000 x 15 %) = HK\$60,000			
		Working 3:	30% pool (in HK\$)	Depreciation allowance (in HK\$)	
		T.W.D.V. b/fwd Additions Less: I.A. (i.e. Relevant amount HK\$800,000 x	76,000 800,000 -480,000	480,000	
		60%) Less: Sale proceeds Less: A.A. @XX% T.W.D.V. c/fwd	-30,000 -109,800 256,200	109,800 589,800	
		Working 4: HK\$275,000 x 4 %	% = HK\$ <u>11,00</u>	0	
		Working 5: (a) HK\$400,000 (b) HK\$1,207,200	(<u>35</u> % = HK	422,520	