

AICPA Practice Test Questions and Answers

1. What is risk appetite?

- A) The level of risk to be avoided at all costs
- B) The total possible loss from risk
- C) The willingness to accept risk to meet goals
- D) The outcome of risk tolerance testing

2. What does EBITDA stand for?

- A) Earnings Before Income Taxes, Debt, and Accruals
- B) Earnings Before Interest, Taxes, Depreciation, and Amortization
- C) Expenses By Individual Tax Deduction Analysis
- D) Earnings Before Inventory Turnover and Debt Analysis

3. What does the current ratio measure?

- A) Debt to Equity
- B) Profit Margin
- C) Current Assets to Current Liabilities
- D) Inventory Turnover

4. What is the function of a strategy map?

- A) To track market competition
- B) To display organizational structure
- C) To visualize strategy goals and alignment
- D) To record customer feedback

Answers: 1-C 2-B 3-C 4-C

For More AICPA Questions and Answers FREE, AICPA Online Prep Training, AICPA Exam, AICPA Study Guide, AICPA Flashcards, AICPA Quizzes visit:

AICPA Practice Test