



MURANGA UNIVERSITY COLLEGE

(A constituent College of Jomo Kenyatta University of Agriculture & Technology)

MAIN CAMPUS

ORDINARY UNIVERSITY EXAMINATIONS

2014/2015 ACADEMIC YEAR

FIRST YEAR SECOND SEMESTER EXAMINATIONS

FOR THE DIPLOMA OF COMMERCE

COURSE CODE: DAB 1213

COURSE TITLE: AUDITING SUPP

DATE: TIME:

INSTRUCTIONS TO CANDIDATES

Question ONE (1) is compulsory
Answer THREE (3) questions

SECTION A:

QUESTION ONE:

- a) How is a working paper prepared? (6marks)
- b) What conditions should a client's schedule meet in order to be used as a working paper? (8 marks)
- c) What details should be contained in an audit program?(5 marks)
- d) What are the purpose of permanent audit files?(6 marks)
- e) What is a fixed asset register and what should it contain? (5 marks)

SECTION B:

QUESTION TWO:

- a) Define an audit inspection and what should be done during an audit inspection? (10 marks)
- b) Define an audit programme and what its primary purpose is? (10 marks)

QUESTION THREE:

- a) 'When determining the sample size, the auditor should consider sampling risk, the tolerable error and the expected error.' Write short notes on each of this? (15 marks)
- b) When determining the need to use the work of an expert, what should an auditor consider? (5 marks)