



MURANG'A UNIVERSITY COLLEGE

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

SPECIAL/SUPPLEMENTARY UNIVERSITY EXAMINATIONS

2015/2016 ACADEMIC YEAR

FOURTH YEAR SECOND SEMESTER EXAMINATIONS

FOR THE DEGREE

OF

BACHELOR OF COMMERCE

COURSE CODE: HBA2404

COURSE TITLE: FORENSIC ACCOUNTING

DATE : TIME:

INSTRUCTIONS TO CANDIDATES

Question ONE (1) is compulsory
Answer ANY other TWO (2) questions

MRUC observes ZERO tolerance to examination irregularities

This Paper Consists of 2 Printed Pages. Please Turn Over. ►

QUESTION 1

- a) “An Auditor is not expected to disclose to anybody on any issues related to his/her clients” .Discuss the exemptions to this requirement. (10 Marks)
- b) Highlight the various Assets accounting abuses as they occur in the Financial statements. (10 Marks)
- c) Explain why the use of computerized forensic Auditing is gaining momentum in its application in Kenya. (10 Marks)

(Total:30 Marks)

QUESTION 2

- a) Discuss the commonalities between Auditing and forensic Accounting. (10 Marks)
- b) Explain the importance of the following concepts so far as Forensic Accounting is concerned;
 - i. Background information of the organization. (4 Marks)
 - ii. True and Fair View concept .(3 Marks)
 - iii. Materiality concept. (3 Marks)

(Total :20mks)

QUESTION 3

- a) “The tone at the top sets the rhythm”. Discuss the management culture that hints a possibility of a high/low fraud potential. (10 Marks)
- b) Highlight the emerging issues related to forensic accounting in Kenya(10 Marks)

(Total :20mks)

QUESTION 4

- a) Discuss the differences between Errors and Frauds. (10 Marks)
- b) Explain the importance of data mining to a forensic Auditor (10 Marks)

(Total :20mks)