



MURANG'A UNIVERSITY OF TECHNOLOGY

SCHOOL OF BUSINESS AND ECONOMICS

DEPARTMENT OF HUMAN RESOURCE MANAGEMENT

UNIVERSITY RESIT/SPECIAL EXAMINATION

2023/2024 ACADEMIC YEAR

SECOND YEAR FIRST SEMESTER EXAMINATION FOR BACHELOR OF SCIENCE IN ENTREPRENEURSHIP AND ENTERPRISE MANAGEMENT

BHE 200 – AUDITING IN SMALL ENTERPRISE

DURATION: 2 HOURS

INSTRUCTIONS TO CANDIDATES:

1. Answer Question One and any other TWO Questions.
2. Mobile phones are not allowed in the examination room.
3. You are not allowed to write on this examination question paper.

SECTION A: ANSWER ALL QUESTIONS IN THIS SECTION

QUESTION ONE: (30 MARKS)

- a) Outline five features of an audit. (5 marks)
- b) State at least five attributes of auditing. (5 marks)
- c) Identify five activities involved during preliminary survey of auditing. (5 marks)
- d) List down factors of stock considered in relation to a business enterprise. (5 marks)
- e) Identify the advantages of retained profit of a company. (5 marks)
- f) Explain at least five circumstances under which an audit is necessary. (5 marks)

SECTION B: ANSWER ANY TWO QUESTIONS IN THIS SECTION

QUESTION TWO (20 MARKS)

- a) Discuss five auditing standards that can be useful in small enterprises in Kenya. (10 marks)
- b) Explain methods used in the evaluation of assets. (10 marks)

QUESTION THREE (20 MARKS)

- a) Outline at least five duties undertaken during the stock take in a given business firm. (5 marks)
- b) Discuss reasons why need for customer retention in a small enterprise is important. (15 marks)

QUESTION FOUR (20 MARKS)

- a) Describe at least four types of audit report. (8 marks)
- b) Explain briefly six types of specialized audit. (12 marks)