



The Co-operative University College of Kenya
(A Constituent College of Jomo Kenyatta University of Agriculture & Technology)

END OF SEMESTER EXAMINATION APRIL-2015

EXAMINATION FOR THE DIPLOMA IN CO-OPERATIVE MANAGEMENT
(DCM JAN 2015)

UNIT TITLE: AUDITING

DATE: 27TH APRIL, 2015

TIME: 9.00 A.M. – 11.00 A.M.

INSTRUCTIONS:

- Answer question **ONE (compulsory)** and any other **TWO** questions

QUESTION ONE

- (a) Define internal auditing (2 marks)
- (b) Explain the qualities of a good auditor (6 marks)
- (c) Explain at least TWO types of audit. (4 marks)
- (d) State the tools and technique used to assess the strength of an internal control system. (8 marks)
- (e) Explain the advantages of a good audit planning. (4 marks)
- (f) Discuss the appointment of an auditor according to the co-operative Society's Act (6 marks)

QUESTION TWO

- (a) Explain the factors that determine the reliance of external auditors on internal auditors's on internal auditors work. (10 marks)
- (b) Discuss FIVE advantages of an internal control system. (10 marks)

QUESTION THREE

- (a) Discuss FIVE professional ethics of an auditor. (10 marks)
- (b) Explain the rights of an auditor. (10 marks)

QUESTION FOUR

- (a) Explain the term auditing. (2 marks)
- (b) Discuss the advantages of auditing (8 marks)
- (c) Discuss the factors influencing the growth of auditing in Kenya. (10 marks)

QUESTION FIVE

- (a) What is an audit report. (2 marks)
- (b) Describe the contents of an audit report. (18 marks)