



# The Co-operative University of Kenya

**END OF SEMESTER EXAMINATION DECEMBER-2019**

**EXAMINATION FOR THE DEGREE OF BACHELOR OF COMMERCE**

**UNIT CODE: HBA 2403**

**UNIT TITLE: COMPUTERIZED ACCOUNTING**

**DATE: DECEMBER, 2019**

**TIME:**

## **INSTRUCTIONS:**

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

## **QUESTION ONE**

- (a) Explain any **FOUR** International control weakness that can be solved by use of accounting systems using appropriate examples (4 marks)
- (b) ERP systems commonly provide a means to download data to spreadsheets for further analysis. How can spreadsheet software help one to analyze financial information (5 marks)
- (c) Explain the advantages and disadvantages of buying the off shelf accounting software for organizations (6 marks)
- (d) Explain the relationship between accounting theory and accounting systems application standards (6 marks)
- (e) By a well-labeled diagram, explain the accounting system flowchart giving appropriate example (9 marks)

## **QUESTION TWO**

- (a) Explain the various steps in system changover from a manual system to a computerized accounting system (6 marks)
- (b) Explain the term charts of Accounts as used in Quick Books, giving examples in each (4 marks)
- (c) Accounting software is an integral part of computerized accounting system. Explain the generic consideration of sourcing an accounting software (10 marks)

## **QUESTION THREE**

- (a) A company wishes to change from an old computerized system to a new computer based accounting system. With examples, explain how and by both systems should run parallel prior to the change over the new systems (10 marks)
- (b) Discuss by use of a diagram the four main components of computerized accounting systems explaining the role of each (10 marks)

## **QUESTION FOUR**

- (a) Discuss the comparison between a fully integrated accounting program and auditing package (10 marks)
- (b) Explain the key features of a good budgetary control system (6 marks)
- (c) Explain the process of defining user's in a company's profile (4 marks)

## **QUESTION FIVE**

- (a) A business firm manager has decided to purchase an accounting software for use in his duties. Explain any **FIVE** advantages of using the accounting software (5 marks)
- (b) Explain how an asset management systems works (5 marks)
- (c) "What's the difference between stand-alone package and an intergrated package? What are the advantages and disadvantages of each. State the difference and give two advantages and two disadvantages of an integrated package (10 marks)