



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

SUPPLEMENTARY/SPECIAL EXAMINATION -2016

**EXAMINATION FOR THE DEGREE OF BACHELOR OF CO-OPERATIVE
BUSINESS
UNIT CODE: HCOB 2302
UNIT TITLE: COOPERATIVE AUDITING**

DATE:

TIME: 2 HOURS

INSTRUCTIONS:

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

QUESTION ONE

- (a) Highlight features of the following types of audits
- Final audit
 - Continuous audit
 - Balance sheet audit (12 marks)
- (b) Define the term frauds perrors and highlight how they can be prevented in an organization. (8 marks)
- (c) Using companies Act cap 486. Explain the procedures that should be used to remove an auditor from being an auditor of the client (10 marks)

QUESTION TWO

- (a) “Recently the auditors general brought out an audit report that indicated a lot of frauds in ministries and county government that led to for much politics Discuss the statement and the recommendations to the Kenya leaders (10 marks)
- (b) Explain FIVE reason why there exists too much corruptions at National government of county government (10 marks)

QUESTION THREE

- (a) Define the term audit programme an as an auditor prepare of sales of a client (10 marks)
- (b) As an audit highlight the stages to be used to audit. The statement of a financial position of a client (10 marks)

QUESTION FOUR

- (a) Explain the circumstances that will lend to a qualified report of a client (8 marks)
- (b) As an auditor highlight FOUR types of qualified reports indicating clearly how each is concluded (12 marks)

QUESTION FIVE

- (a) “Use of auditing in a computerized accounting environment has proved to be the best by the auditor. However, that is * always so by the auditors “Discuss the statements in relation to auditing (10 marks)
- (b) “the audit risk model has become area of concern by the auditors” Discuss the statement in relation to audit work by an auditor (10 marks)