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UNIVERSITY OF SWAZILAND

INSTITUTE OF DISTANCE EDUCATION

SUPPLEMENTARY PAPER, JULY 2005

DEGREE / DIPLOMA AND YEAR OF STUDY: DIP COM III

TITLE OF PAPER: AUDITING

COURSE CODE: IDE-AC304-1(S) 2005

TIME ALLOWED: TWO (2) HOURS

INSTRUCTIONS: 1. TOTAL NUMBER OF QUESTIONS ON THIS PAPER IS FOUR (4).
2. ANSWER ALL QUESTIONS
3. POINTS AWARDED FOR EACH QUESTION ARE INDICATED.

SPECIAL REQUIREMENTS: NONE

NOTE: YOU ARE REMINDED THAT IN ASSESSING YOUR WORK, ACCOUNT WILL BE TAKEN OF THE ACCURACY OF THE LANGUAGE AND THE GENERAL QUALITY OF EXPRESSION, TOGETHER WITH THE LAYOUT AND PRESENTATION OF YOUR FINAL ANSWER.

QUESTION 1:
REQUIRED:

A. Basically there are four types of audits,namely,statutory audits,private audits,internal audits,and management audits.Briefly describe each type of audit. (15 marks)

B. What are the primary and subsidiary objectives of auditing? (10 marks)

        Total for the question (25 marks)

QUESTION 2:
REQUIRED:

A. What is stewardship accounting? (5 marks)

B. What are the main financial statements? (5 marks)

C. What are the parties to the financial statements? (15 marks)

        Total for the question (25 marks)

QUESTION 3:
REQUIRED :

A. Techniques of audit testing include (I) inspection,(ii)observation,(iii)enquiry,and (iv)computation.Briefly describe what is involved in each technique. (15 marks)

B. Describe two types of audit rotational tests. (10 marks)

        Total for the question (25 marks)

QUESTION 4:
REQUIRED :

A. What are the main purposes of audit working papers? (5 marks)

B. List and describe the contents of permanent files,and current files. (20 marks)

        Total for the question (25 marks)

        Total for the paper (100 marks)