

UNIVERSITY OF ESWATINI
FACULTY OF ADULT EDUCATION
INSTITUTE OF DISTANCE EDUCATION
MAIN EXAMINATION PAPER, APRIL 2021

TITLE OF PAPER: FINANCIAL MANAGEMENT AND CONTROL ORGANIZATIONS.

YEAR OF STUDY: YEAR 1V

COURSE CODE: AED417 / BAE 526

TIME ALLOWED: THREE (3) HOURS

INSTRUCTIONS:

1. ANSWER ALL QUESTIONS IN SECTION "A"
2. ANSWER ANY TWO (2) QUESTIONS FROM SECTION "B".
3. ANSWERS SHOULD BE WRITTEN IN THE ANSWER BOOKLETS PROVIDED.
4. DO NOT WRITE ON THE QUESTION PAPER.

THIS PAPER SHOULD NOT BE OPENED UNTIL PERMISSION HAS BEEN GRANTED
BY THE INVIGILATOR.

SECTION A

QUESTION 1

Discuss the accounting information characteristics which have to be observed in order for the information to be reliable. [30 marks]

QUESTION 2

What is internal control? Discuss the importance and limitations of internal control in the management control system. [30 marks]

SECTION B

QUESTION 3

What are the main distinctions between financial accounting and management accounting? [20 marks]

QUESTION 4

There are two types of stake holders which are interested in accounting information of an organization, namely internal stake holders and external stake holders. Explain why those two types of stakeholders are interested in accounting information by giving two example of each category and reasons of needing it. [20 marks]

QUESTION 5

What is budgeting? Discuss the key benefits of budgeting. [20 marks]