



TECHNICAL UNIVERSITY OF MOMBASA

SCHOOL OF BUSINESS

DEPARTMENT OF ACCOUNTING & FINANCE

UNIVERSITY EXAMINATION FOR:

BAC 2211: AUDITING

END OF SEMESTER EXAMINATIONS

SERIES: APRIL 2022

TIME:2HOURS

DATE:Pick Date

Instructions to Candidates

You should have the following for this examination

-Answer Booklet, examination pass and student ID

This paper consists of **FIVE** questions. Attempt question ONE (Compulsory) and any other TWO questions.

Do not write on the question paper.

Question ONE

- (a) Explain the procedures to be followed when appointing an Auditor. **(10 marks)**
- (b) Under which circumstances is one ineligible for appointment as an auditor of a company. **(10 marks)**
- (c) Explain **FIVE** ways in which the internal auditor can assist the external auditor during his audit work. **(10 marks)**

Question TWO

- (a) Explain **FIVE** benefits that may accrue to a partnership whose accounts have been audited. **(10 marks)**
- (b) Explain the rights of an auditor. **(10 marks)**

Question THREE

- (a) Explain the similarities of the duties of an external auditor and internal auditor and indicate how the external auditor may rely on the work of the internal auditor. **(20 marks)**

Question FOUR

What type of information should normally be contained in: -

- (a) Permanent audit file. **(10 marks)**
- (b) Current audit file. **(10 marks)**

Question FIVE

- (a) As an audit clerk, explain the techniques you would use to collect audit evidence. **(10 marks)**
- (b) Explain the factors that would influence the amount of evidence to be gathered. **(10 marks)**