



TECHNICAL UNIVERSITY OF

MOMBASA SCHOOL OF BUSINESS

UNIVERSITY EXAMINATION FOR:

BACHELOR OF BUSINESS ADMINISTRATION/BACHELOR OF COMMERCE

BAC 4401: COMPUTERRIZED ACCOUNTING

SUPPLEMENTARY/SPECIAL EXAMINATION

SERIES: MARCH 2025

TIME: 2 HOURS

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 and any other TWO questions from this paper.

Do not write on the question paper.

QUESTION ONE (30MARKS)

- a) You have just started work in a Meru-based company that has recently grown rapidly. The Management wants to transform the company's manual accounting procedures into a computerized accounting system. They ask you the following questions: -
- i. Discuss five benefits of computerizing as accounting system (10marks)

- ii. There are so many different packages on the market. what should I be looking for when selecting a computerized package? List and explain four factors (8marks)
- iii. If we get a software package, what kind of reports should we expect? List four types of report you would expect to prepare (6marks)
- iv. Describe the basic steps towards computerizing a manual information system(6marks)

QUESTION TWO (20MARKS)

- a) State the meaning and characteristics of the computerized information processing system (8marks)
- b) Define the term computer and describe the classification of computers based on size and their functionality (12marks)

QUESTION THREE (20 MARKS)

- a) Describe six users of accounting information indicating their information needs (12marks)
- b) Describe the challenges organizations face while trying to computerize their manual accounting systems (8marks)

QUESTION FOUR (20 MARKS)

- a) Describe using three examples of computer assisted audit tools and techniques and describe how they enhance the capability of auditors in discharge of their duties (12marks)
- a) Explain two advantages and two limitations of prepackaged accounting software(8marks)

QUESTION FIVE (20 MARKS)

- a) Explain the following terms as applied in computerized accounting (8marks)
 - (i) Internal control system
 - (ii) Computer virus
 - (iii)Enterprise resource programme

(iv) Source document

- b) Describe the main components of the computer hardware indicating their key role in information processing (6marks)
- c) Discuss by giving examples the types of accounting errors that a manual accounting system cannot prevent (6marks)