

NATIONAL UNIVERSITY OF SCIENCE AND TECHNOLOGY

DEPARTMENT OF ACCOUNTING

SUPPLEMENTARY EXAMINATION: OCTOBER 2009

AUDIT SKILLS, THEORY AND PRACTICE CAC 4103

TIME ALLOWED: 3 HOURS

INSTRUCTIONS TO CANDIDATES

1. ANSWER ALL QUESTIONS

QUESTION	TOPIC	MARKS
1.	COMPUTER AUDIT CONTROLS	25
2.	STATISTICAL AUDIT SAMPLING	25
3.	FRAUD	25
4	INTERNATIONAL STANDARDS ON AUDITING	25
	TOTAL	100

QUESTION 1 (25 MARKS)

1. What areas should an auditor be interested in evaluating general controls of an inhouse developed wages system. **(25 marks)**

QUESTION 2 (25 MARKS)

2. Describe the steps you would carry out in statistical sampling. Use any issue on payroll for your example.

(25 marks)

QUESTION 3 (25 MARKS)

3. Fraud and errors detection is the responsibility of both directors of a company and external auditors. Discuss.

(25 marks)

QUESTION 4 (25 MARKS)

4. " International Standards on Auditing are not necessary for producing quality audit reports."

Discuss this statement.

(25 marks)