

# MAY / JUNE 2016 EXAM MEMO REFERENCES

## QUESTION 1

- 1.1. Appointment as a member of the audit committee according to section 94 of the Companies Act of 2008**

(10 marks + 2 marks for presentation)

*Reference:* Companies Act 71 of 2008, section 94  
Jackson & Stent (2016: 3/53 – 3/54)

- 1.2. Responsibilities of the different functions**

(6 marks)

*Reference:* King IV (2016: 2016:54 – 57  
Jackson & Stent (2016: 4/24 – 4/25 & 4/32 – 4/34)

- 1.3. Corporate governance**

(9 marks)

*Reference:* Jackson & Stent (2016: 4/26 – 4/36)

**NOTE:** The King IV report no longer explicitly states the number of meetings to be held

- 1.4. Controls which should be carried out when employee details are updated in the employees' masterfile**

(11 marks)

*Reference:* Jackson & Stent (2016: 13/16 – 13/18)

- 1.5. Four input controls with example for adding new employees to masterfile accurately**

(6 marks)

*Reference:* Jackson & Stent (2016: 8/35 – 8/37)

- 1.6. Weaknesses in wage system**

(6 marks)

*Reference:* Jackson & Stent (2016: 13/9 – 13/13)

## QUESTION 2

- 2.1. Components of internal control**

(12 marks + 2 marks for presentation)

*Reference:* Jackson & Stent (2016: 5/7 – 5/19)

- 2.2. General control vs. Application Control**

(3 marks)

*Reference:* Jackson & Stent (2016: 8/7 & 8/27)

- 2.3. Controls that can be implemented over the protection of inventory theft and loss in the warehouse**

(12 marks)

*Reference:* Jackson & Stent (2016: 12/6 & 12/7)

- 2.4. Function of the acquisition and payments cycle**

(9 marks)

*Reference:* Jackson & Stent (2016: 11/5 & 11/6)

- 2.5. Risks in the recording of sales in the revenue and receipts cycle**

(12 marks + 1 mark for presentation)

*Reference:* Jackson & Stent (2016: 10/15)