

## Oct/Nov 2014 Exam Memo references

### Question 1

#### 1.1: Requirements of sound corporate governance

a) Mr Willy Wonka ( 2 comments)

*Refer to King III Report Principle 2.16, principle 2.16.7 and principle 2.16.3.*

b) Ms Sen Slugworth ( 1 comment)

*Refer to King III Report principle 2.18 point 67.4.*

c) Mr Oompa Loompa (1 comment)

*Refer to principle 2.18.*

d) Company secretary (3 comments)

*Refer to King III Report principle 2.21, principle 2.21.1, principle 2.21.3 and principle 2.21.4.*

e) Audit Committee (5 comments)

*Refer to King III Report principle 3.1.4, principle 3.1.5, principle 3.2, principle 3.2.2, principle 3.2.1 and principle 3.3.*

f) Remuneration Committee (3 comments)

*Refer to King III Report principle 2.23, principle 2.23.7 and principle 2.25.2.*

g) General remarks (1 comment)

*Refer to King III Report principle 2.18, principle 2.18 point 73, principle 2.23 point 129-130.*

*1 mark was awarded for clear communication, logic, structure and presentation*

**Remember to answer all corporate governance questions by stating the theory, application and conclusion to ensure you receive maximum allocated marks for each statement.**

### Question 2

#### 2.1: Preparation for inventory count

*Refer to Jackson & Stent (2012:12/12)*

*1 mark was awarded for clear communication, logic, structure and presentation*

#### 2.2: Internal controls that can be implemented over the safeguarding of equipment acquired for the manufacturing plant

*Refer to Jackson & Stent (2012: 14/3; 14/21-14/26) as well as the suggested solution to assignment 2 question 1.2 included in Tutorial letter 202 2014 Semester 2.*

### Question 3

#### **3.1: Risks in the receiving of goods department in the acquisition and purchases cycle**

*Refer to Jackson & Stent 2012:11/10)*

#### **3.2: Internal controls in the receiving of goods department in the acquisition and purchases cycle**

*Refer to Jackson & Stent (2012:11/10)*

#### **3.3: Inherent limitations of internal controls**

*Refer to Jackson & Stent (2012:5/4-5/5) as well as suggested solution included in Tutorial letter 103 for question 4.17 in graded questions 2014.*

