

MAY/JUNE 2016 EXAM MEMO REFERENCES

QUESTION 1

Q1.1 Audit committee members as per the requirements of the Companies Act

(10 marks (1x4 + 1.5x4) + 2 marks for presentation)

Reference: Companies Act 71 of 2008, section 94
Jackson & Stent (2014: 3/53 – 3/54)

Q1.2 Who is responsible:

(1.5x4=6)

Reference: King III Report (2009:29-52;56-68)
Jackson & Stent (2014: 4/9-4/17) & (2014: 4/17-4/21)

Q1.3 Match the statements:

(1.5x6=9)

- 1.3.1 Reference: Jackson & Stent (2014: 4/15)
- 1.3.2 Reference: Jackson & Stent (2014: 4/30)
- 1.3.3 Reference: Jackson & Stent (2014: 4/9)
- 1.3.4 Reference: Jackson & Stent (2014: 4/15)
- 1.3.5 Reference: Jackson & Stent (2014: 4/17)
- 1.3.6 Reference: Jackson & Stent (2014: 4/14)

Q1.4 Internal controls to update employee masterfile

(11 marks)

Reference: Jackson & Stent (2014: 13/16 – 13/18)

Q1.5 Input controls with example to accurately add new employees to masterfile

(6 marks)

Reference: Jackson & Stent (2014: 8/35 – 8/37)

Q1.6 Weaknesses in the wages system

(6 marks)

Reference: Jackson & Stent (2014: 13/9 – 13/13)

QUESTION 2

Q2.1 Components of internal control

(12 marks + 2 marks for presentation)

Reference: Jackson & Stent (2014: 5/7 – 5/19)

Q2.2 General vs Application control

(2 marks)

Reference: Jackson & Stent (2014: 8/7 & 8/27)

Q2.3 Internal controls for the protection of inventory theft and loss in the warehouse

(12 marks)

Reference: Jackson & Stent (2014: 12/6 – 12/7)

Q2.4 Functions of the acquisition and payments cycle

(9 marks)

Reference: Jackson & Stent (2014: 11/5 – 11/6)

Q2.5 Risks in the recording of sales in the revenue and receipts cycle

(12 marks + 1 mark for presentation)

Reference: Jackson & Stent (2014: 10/15)