

MAY/JUN 2017 EXAM MEMO REFERENCES

QUESTION 1:

1.1. The requirements of sound corporate governance

(18 marks + 2 marks for presentation)

Reference: King IV Report (2016:43-73)

1.2. Duties of the audit committee in terms of section 94 in the Companies Act, No 71 of 2008. (Excluding any duties relating to the external auditors).

(6 marks)

Reference: Companies Act Section 94
Jackson & Stent (2016: 3/53 – 3/54)

1.3. Controls relating to the implementation of a disaster recovery plan

(6 marks)

Reference: Jackson & Stent (2016: 8/23)

1.4. Definitions of different application controls

(7 marks + 2 marks for presentation)

Reference: Jackson & Stent (2016: 8/32 – 8/39)

1.5. Minimum requirements of source document design as stipulated in the Consumer Protection Act 68 of 2008

(9 marks)

Reference: Module Online MO001 (2016: 76-78)

QUESTION 2:

2.1. Ordering of Goods Function of the Acquisition and Payments cycle – risks and explanation thereof

(15 marks + 2 marks for presentation)

Reference: Jackson & Stent (2016: 11/9)

2.2. Internal controls for the movement of inventory

(6 marks)

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

2.3.1. Value of inventory in financial statements

(3 marks)

Reference: Jackson & Stent (2016: 12/19)

2.3.2. Valuation of inventory

(6 marks)

Reference: Jackson & Stent (2016: 12/19)

2.4. Procedures to address risk of recruiting unsatisfactory or unnecessary employees

(9 marks)

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

2.5. Additional internal controls for adding new employees to the employee masterfile

(9 marks)

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