



Uva Wellassa University

3rd Year 1st Semester Examination – February/March 2011

IIT 331-2 Computer Based Accounting

Uva Wellassa
University

Instructions to candidates:

- No. of pages : Two (02)
No. of questions : Six (06)
Marks allocated : 100 Marks
Time allocated : Two (02) Hours
Answer only five (05) questions

01. a) Explain the role of the “Accounting Information Systems” (AIS) in a company’s value chain. Discuss the ways that the AIS can add value to a business. (12 Marks)

b) What are the advantages of using Computerized Accounting Systems? (8 Marks)

(Total Marks 20)

02. The public's perception of corporate ethics changed dramatically with the revelation of the unethical decision-making in some business organizations. Because of that corporate stakeholders have called for more transparent financial reporting and evidence of better ethical conduct.

Answer the following questions

a) Define fraud. (5 Marks)

b) Describe two (2) kind of frauds in business. (5 Marks)

c) Researchers have found that three elements are necessary for fraud to occur in an organization referred as the Fraud Triangle. Briefly explain these three (3) elements.

(10 Marks)

(Total Marks 20)

03. a) Name the major transaction cycles in Accounting Information Systems (AIS)? (10 Marks)

b) Briefly discuss the four steps of Data Processing Cycle. (10 Marks)

(Total Marks 20)

04. a) Describe the threats to Accounting Information Systems (AIS) and discuss why these threats are growing? (10 Marks)

b) Describe the control policies and procedures commonly used in business organizations. (10 Marks)

(Total Marks 20)

05. Briefly explain the followings with a suitable example. (4 x 5 = 20 Marks)

a) Entity

b) Attribute

c) Field

d) Master File

e) Database

06. List down the steps that you have to follow when you perform the following activities with Quickbook. (4 x 5 = 20 Marks)

a) Create a fixed asset account

b) Create an inventory part item

c) Create a new customer account

d) Generate a sales receipt

e) Enter and deposit customer payments