



**JARAMOGI OGINGA ODINGA UNIVERSITY**  
**OF SCIENCE AND TECHNOLOGY SCHOOL OF BUSINESS AND ECONOMICS**  
**UNIVERSITY EXAMINATION FOR THE DEGREE OF BACHELOR OF BUSINESS**  
**WITH IT (SUPPLY CHAIN OPTION)**

**FOURTH YEAR 1<sup>ST</sup> SEMESTER 2016/2017 ACADEMIC YEAR**

**NAMBALE CAMPUS**

**COURSE CODE: ABA 442**

**COURSE TITLE: PROCUREMENT AUDIT AND INVESTIGATIONS**

**Instructions**

1. Answer Question One (compulsory) and ANY other 2 questions
2. Candidates are advised note to write on the question paper
3. Candidates must hand in their answer booklets to the invigilator while in the examination room

**Question one**

- a) Elaborate the four Procurement audit procedures as guidelines for public procurement audit (20mks)
- b) It is necessary to understand that during the final stage of Public Procurement Audit, a supreme audit institution should ultimately accomplish internal objectives. Mention and explain any two types of the objectives (10mks)

**Question two**

- a) When carrying out tests and preparing requests, it is expedient to draw up a schedule of sending requests and receipt of answers. This schedule should be reconciled with the plan of the audit. The schedule performance should be regularly monitored during the audit and should meet certain requirement. Mention them. (6mks)
- b) Define audit sampling as used in audit procedure to obtain evidence (4mks)
- c) Explain any five consequences of procurement fraud (10mks)

**Question three**

In Kenya, Procurement fraud is increasingly becoming an issue in almost every public entity as far as buying and selling of commodities and services is concerned. You as a procurement officer, explain five ways on how you can help curb this menace in your firm (20mks)

**Question four**

State and explain any four audit procedures for obtaining the audit evidence in procurement (20mks)