



JARAMOGI OGINGA ODINGA UNIVERSITY OF SCIENCE AND TECHNOLOGY
SCHOOL OF BUSINESS & ECONOMICS
UNIVERSITY EXAMINATION FOR THE DEGREE OF BACHELOR OF BUSINESS
ADMINISTRATION WITH IT
4th YEAR 1st SEMESTER 2018/2019 ACADEMIC YEAR
KISII CAMPUS-PART TIME

COURSE CODE: ABA 442

COURSE TITLE: PROCUREMENT AUDIT AND INVESTIGATION

EXAM VENUE:

STREAM: (BBA)

DATE:

EXAM SESSION:

TIME: 2 HOURS

Instructions:

- 1. Answer Question ONE (COMPULSORY) and ANY other 2 questions**
- 2. Candidates are advised not 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) You have been appointed an investigator to an alleged malpractice in a multi-million tender of road construction in the Ministry of Roads.
- i. Highlight the specific areas and questions of interest that will be useful during the investigation. (10 mks)
 - ii. Highlight the legislation that will guide your investigation (5 mks)
- b) Discuss the objectives of carrying out procurement audits in an organization (10 mks)
- c) Identify any Five ways of mitigating fraud in a procurement process (5 mks)

QUESTION TWO

- a) What is audit evidence? Discuss any Six sources of audit evidence (12 mks)
- b) Identify and explain some of the incentives for procurement staff to engage in corruption (8 mks)

QUESTION THREE

- a) Discuss the drivers of procurement risks in and organisation. (12 mks)
- b) Highlight the purposes of conducting purchasing management audit (8 mks)

QUESTION FOUR

- a) Discuss the role of procurement professional ethics in prevention of corruption in public entities. (10 mks)
- b) Identify and explain any Six forms of corruption in procurement. (10 mks)

QUESTION FIVE

What is bid rigging? Discuss how both procurement officers and contractors can contribute to bid rigging. (20mks)