

CHUKA



UNIVERSITY

UNIVERSITY EXAMINATIONS

THARAKA

**EXAMINATION FOR THE AWARD OF DEGREE OF
BACHELOR OF COMMERCE**

BCOM 316: ACCOUNTING INFORMATION SYSTEMS

STREAMS: BCOM Y3S2

TIME: 2 HOURS

DAY/DATE: THURSDAY 09/08/2018

11.30 AM – 1.30 PM

INSTRUCTIONS:

Question One

- (a) Discuss the merits and demerits of using integrated computerized accounting information systems over the manually systems. [10 marks]
- (b) Discuss the reasons form growth in E-Commerce that has lead to its wide adoption by individuals and entities. [10 marks]
- (c) Accounting information systems are composed of subsystems or components working together towards a common goal by accepting inputs and producing outputs in an organized transformation process. Explain a systems basic characteristics. [10 marks]

Question Two

- (a) Discuss the component resources of an information system. [10 marks]
- (b) Explain the term E-commerce and explain the different categories of E-commerce. [10 marks]

Question Three

- (a) Explain the benefits of database approach of storing account information in an AIs. [7 marks]

- (b) Differentiate between period processing approach and immediate processing approach in AIS. [4 marks]
- (c) Explain essentials of E-commerce processes. [9 marks]

Question Three

- (a) A well designed computerized accounting information systems should provide adequate controls.
 - (i) Explain the need for control to be exercised and which vices control is aimed at minimizing. [10 marks]
 - (ii) Discuss various controls that should be inbuilt into AIS in the context of revenue, expenditure and payroll cycles. [10 marks]
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