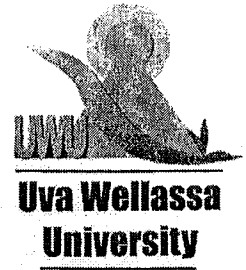


Uva Wellassa University, Sri Lanka
Faculty of Science and Technology
End Semester Examination –September/October 2013
IIT 342-2 Computer Based Accounting



Instructions for candidates:

Time Allowed: Two(02) Hours.

Answer **only five (05)** questions.

1. a. What is an Accounting Information System (AIS)? (5 mark)
b. Describe how an Accounting Information System fits into the value chain of an organization. Where does it add value? (15 mark)
2. The value of accounting information is dependent upon its reliability. Internal controls are developed in order to assure that the information provided by the Accounting Information System (AIS) is reliable. Describe two internal controls that support the internal control objective of reliable information. (20 mark)
3. Briefly explain the role of the data processing cycle in organizing business activities and providing information to users? (20 mark)
4. Identify and explain what specific features in QuickBooks support for handling the day-to-day financial activities of a computerized accounting system in a particular business organization. (20 mark)



5. a. Briefly explain the differences between manual accounting system and computer based accounting system. (10 mark)
- b. Discuss why fraud occurs, including the pressures, opportunities, and rationalizations that are present in most frauds (10 mark)
6. There are five sections that can be seen in Quickbook home page. Briefly explain the tasks of each section with the suitable examples. (20 mark)
7. Write the steps that you have to follow when you perform the following activities with Quickbooks.
- a. To create a Bank account
 - b. To add a new sales tax item
 - c. To write a cheque and enter expenses
 - d. To generate a sales receipt
 - e. To create an inventory part item

(20 mark)