

BBM 406



OFFICE OF THE DEPUTY PRINCIPAL

ACADEMICS, RESEARCH AND STUDENTS' AFFAIRS

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# UNIVERSITY EXAMINATIONS

## 2021 /2022 ACADEMIC YEAR

FOURTH YEAR SECOND SEMESTER REGULAR EXAMINATION  
FOR THE DEGREE OF BACHELOR OF BUSINESS  
MANAGEMENT

COURSE CODE: BBM 406

COURSE TITLE: FINANCIAL INFORMATION SYSTEMS

DATE: 31/05/2022

TIME: 2.00-5.00pm

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### INSTRUCTION TO CANDIDATES

- SEE INSIDE

THIS PAPER CONSISTS OF 3 PRINTED PAGES

PLEASE TURN OVER

**INSTRUCTIONS TO CANDIDATES**

- i. *Answer Question ONE and any other TWO questions.*
- ii. *Maps and diagrams should be used whenever they serve to illustrate the answer.*
- iii. *Do not write on the question paper.*

**Question One**

With respect to the data processing cycle, explain the phrase “garbage in, garbage out.” and How you can prevent this from happening (8 marks)

b) Discuss why It is important to understand both the process and the technology associated with Accounting Information Systems (8 marks)

c) Describe five steps that constitute the accounting cycle (6 marks)

d) Evaluate the functions of an financial information system in an organization(8 marks)

**Question Two**

You are the marketing representative for Alupe Technologies. Explain to the potential clients of an AIS the following:

- a) Any four qualities of a successful information system. (6marks)
- b) Any three different approaches that could be used in developing accounting information systems. (6 marks)
- c) Explain the concept of transaction cycles such as Financial, Expenditure, conversion and revenue cycles. (8 marks)

**Question Three**

Alupe Company Ltd. has recently acquired the Quickbooks software.

Required:

- a) Explain the procedure of creating an estimate in QuickBooks software to the users. (5 marks)

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- b) Explain the different ways of making for a payment in QuickBooks to the users  
( 10 marks)
- c) Explain how you could create new customers and vendors (5 marks)

**Question Four**

- a)Design a chart of accounts for SDC company. Explain how you structured the chart of accounts to meet the company's needs and operating characteristics. (12 marks)
  
- b)Some individuals argue that accountants should focus on producing financial statements and leave the design and production of managerial reports to information systems specialists. Discuss four advantages and disadvantages of following this advice (8 marks)

**Question five**

- a) Discuss how organizations use enterprise resource planning (ERP) systems to process transactions and provide information .( 10 marks)
  
- b)Discuss the advantages and disadvantages of an ERP systems in an organization ( 10 marks)

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