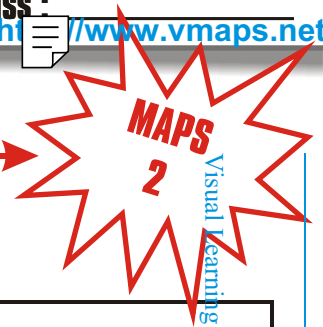


Name : \_\_\_\_\_

Class : \_\_\_\_\_  
<http://www.vmaps.net>

**Identify the Internal Control problems.  
What could go wrong?**

Students, click on star  
to go to the  
Visual Learning Maps  
web page



**Q 5** Ahmed's Sports Shop has 90% cash sales. He decides that his head sales person Rick will make up the deposit slips and go to the bank every Friday to make the weekly deposits. Rick keeps the cash in a locked desk. Rick is in charge of the cash register 2 days a week. Daily Sales average \$7,000

Answer:

**Q 6** Joan's Emporium sells expensive watches and jewelry. One of the sales staff keeps all the inventory records and counts the inventory once a month.

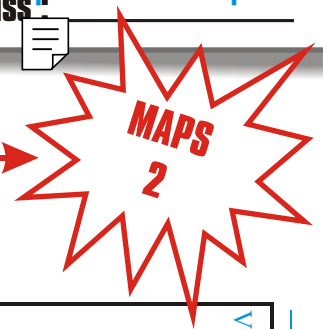
Answer:

Name : \_\_\_\_\_

Class: <http://www.vmaps.net>

**Identify the Internal Control problems.  
What could go wrong?**

Students, click on star  
to go to the  
Visual Learning Maps  
web page



**Q 7** Roshad has a successful law practice. He bills his clients every week. Half of his clients pay in cash The other half pay by check. Rashed's receptionist receives all the payments and posts the Accounts Receivable records. She also makes all bank deposits. Deposits are made every two weeks.

Answer:

**Q 8** Jake runs a high volume used car business. 20% of sales are in cash. All sales people are required to make their own entries to the computer when a car is sold. By doing this Jake thinks that because **NO ONE** person controls the records, the system will be more efficient. Jake picks one of his staff at random to count (inventory) the cars every three months.

Answer: