

**DEPARTMENT OF ACCOUNTING  
SUPPLEMENTARY EXAMINATION PAPER NOVEMBER 2019**

**TITLE OF PAPER : INTERNATIONAL ACCOUNTING**

**COURSE CODE : ACF411/516/421 (S) NOVEMBER 2019**

**TOTAL MARKS : 100 MARKS**

**TIME ALLOWED : THREE (3) HOURS**

- INSTRUCTIONS**
- 1 There are four (4) questions, answer all.
  - 2 Begin the solution to each question on a new page.
  - 3 The marks awarded for a question are indicated at the end of each question.
  - 4 Show the necessary working.
  - 5 Calculations are to be made to zero decimal places of accuracy, unless otherwise instructed.

**Note:** You are reminded that in assessing your work, account will be taken of accuracy of the language and general quality of expression, together with layout and presentation of your answer.

**THIS PAPER IS NOT TO BE OPENED UNTIL PERMISSION HAS BEEN GRANTED BY THE INVIGILATOR OR SUPERVISOR.**

## QUESTION ONE

State and explain five (5) causes of international accounting differences globally (25 Marks)

## QUESTION TWO

The objective of the preface to International Financial Reporting Standards is to set out the International Accounting Standards Board's (IASB's) mission and objectives, the scope of International Financial Reporting Standards, due process for developing IFRSs and interpretations, and policies on effective dates, format, and language for IFRSs.

**Required:** State and explain *four (4)* objectives of the International Accounting Standards Board (IASB). (25 Marks)

## QUESTION THREE

Due to the differences of accounting standards among countries, the International Accounting Standards Board (IASB) is committed to narrowing these differences by seeking to harmonise regulations, accounting standards and procedures relating to the preparation and presentations financial statements for the purpose of providing information that is useful in making economic decisions.

**Required:** Explain five (5) advantages of harmonization of accounting standards. (25 Marks)

## QUESTION FOUR

Accountants prepare accounts based on a conceptual framework. This framework deals with, among other things, objectives for the preparation of accounts, qualitative characteristics of accounting information, concept of capital maintenance and recognition and measurement of the elements of financial statements.

**Required:**

- a) Outline **four** importance of the conceptual framework for financial reporting. (4 marks)
- b) Identify **four** components of a financial statement and for each of them state the objective for preparing that component. (8 marks)
- c) Explain **two** fundamental and **four** enhancing qualities of accounting information. (13 marks)

[TOTAL: 25 MARKS]