



FACULTY: HUMANITIES, SOCIAL & MANAGEMENT SCIENCES

DEPARTMENT: ACCOUNTING & FINANCE

FIRST SEMESTER EXAMINATIONS - 2020/2021 ACADEMIC SESSION

COURSE CODE: ACF 409

COURSE TITLE: INTERNATIONAL ACCOUNTING

DURATION: 2 HOURS.

INSTRUCTION: Attempt Question one (1) and any other Three (3).

QUESTION ONE

1a. IAS 11 – Accounting for construction contract was replaced by IFRS 15 in 2018, in line with this standard, you are required to define the following concepts:

- (i) Reward of ownership (3 Marks)
- (ii) Significant Risk (3 Marks)

b. State and explain 5 principal steps of recognizing a revenue (5 Marks)

c. Discuss four recommendations of IFRS 15. (4 Marks)

(Total: 15 Marks)

QUESTION TWO

a. IFRS 8 requires public companies and other economically significant entities to provide information in respects of their published accounts and about the industrial and geographical segments of their operations.

In respect of the above:

- (i) Differentiate between industrial segments and geographical segments (2 Marks)
- (ii) State 5 provisions of the accounting standards (5 Marks)
- (iii) State 5 financial information required by IFRS 8 to be disclosed in the financial statements of public companies (5 Marks)

b. IFRS 3 Focused on business combinations. State and explain 3 methods by which existing business entities can be combined. (3 Marks)

(Total: 15 Marks)

QUESTION THREE

- a. IASB Formulate and presents IASs. The body that does the domestication in Nigeria is NASB which has been replaced in 2012 by FRCN. State and explain 5 functions and 5 powers of this body in Nigeria. (10 Marks)
- b. State five benefits of International Accounting to Industries in developing economy. (5 Marks)
- (Total: 15 Marks)

QUESTION FOUR

- a. (i) What are the key differences between GAAP and IFRS? (2 Marks)
- (ii) State and explain Four Major constraints of GAAP globally. (4 Marks)
- b. State two basic rules of GAAP on discontinuation of operations of all listed companies (2 Marks)
- c. (i) State four details that is expected to be disclosed in the financial statement of a listed company that discontinued with any of its operation lines. (4 Marks)
- (ii) State 3 types of a discontinued operations (3 Marks)
- (Total: 15 Marks)

QUESTION FIVE

In line with IFRS 9;

- (i) State the basic differences between financial assets and financial liabilities. (3 marks)
- (ii) State 3 basic information required to be disclosed on financial assets (3 Marks)
- (iii) List and explain 9 basic financial assets in international markets. (9 Marks)
- (Total: 15 Marks)

QUESTION SIX

- a. IFRS 16 replaced IAS 17 to address some specific objectives: State and explain the objectives contained in the accounting standard. (5 Marks)
- b. Discuss the reasons why Lessees prefers IFRS 16 to IAS17 (5 Marks)
- c. In line with International Financial Reporting Standards, you are expected to list six accounting concepts and four accounting conventions (5 Marks)
- (Total: 15 Marks).