

SOUTHWESTERN UNIVERSITY NIGERIA

KM 20, SAGAMU-BENIN EXPRESSWAY, OKUN OWA, IJEBU-ODE, OGUN STATE.

FACULTY OF SOCIAL & MANAGEMENT SCIENCES

DEPARTMENT OF ACCOUNTANCY

HND TO BSC CONVERSION PROGRAMME

2018/2019 THIRD SEMESTER EXAMINATIONS

1. (a) The regulatory framework is the most important element in ensuring that financial information are relevant and presented faithfully in order to meet the needs of shareholders and other users. Within this context, you are required to:
 - (i) Enumerate the impact of harmonized financial reporting standards
 - (ii) Describe the structure of IASS and their function
- (b) List and explain the elements of financial statement
- (c) What are the characteristics of a good financial statement

2. (a) What is the objective of IAS 2
- (b) Define the following in relation to IAS 2

COURSE CODE: ACC 403 **COURSE TITLE:** International Accounting I
 Conversion cost

Instruction: Answer question 1, and any other 2 questions. **TIME:** 2hrs
 Carrying amount
 Net realizable value

1. (a) The regulatory framework is the most important element in ensuring that financial information are relevant and presented faithfully in order to meet the needs of shareholders and other users. Within this context, you are required to:
 - (i) Enumerate the impact of harmonized financial reporting standards
 - (ii) Describe the structure of IASS and their function
- (b) List and explain the elements of financial statement
- (c) What are the characteristics of a good financial statement

2. (a) What is the objective of IAS 2
- (b) Define the following in relation to IAS 2

Unit of inventory held	500	400	800
600			
Carrying amount			
Net realizable value			

Required: Determine the value of closing inventory to be used for financial statement preparation.

3. (a) Differentiate between retrospective and prospective application.
- (b) Define the following in relation IAS 8 and how they are to be accounted for in the financial statement

Cost per unit	N70	N80	N120	N90
Selling price per unit		N130	N125	N140
Marketing cost	N30		N40	N25

- (c) Gamma Pic commenced trading several years ago. On 1st January 2001, it adopted IFRS in the preparation of its financial statements. Its draft statement of financial position at 31 December 2004 and its final statement of financial position for the previous year are as follows:

	2004	2003
Required: Determine the value of closing inventory to be used for financial statement preparation.	N000	N000
PP & E	35,480	48,850

3. (a) Differentiate between retrospective and prospective application.
- (b) Define the following in relation IAS 8 and how they are to be accounted for in the financial statement

EQUITY	AND	LIABILITIES
Share Capital		10,000
Retained earnings		10,000
	72545	66,900
Payables	33,060	36,840

