



NATIONAL OPEN UNIVERSITY OF NIGERIA
PLOT 91, CADASTRAL ZONE, NNAMDI AZIKIWE EXPRESSWAY, JABI, ABUJA
FACULTY OF MANAGEMENT SCIENCES
2019_2 EXAMINATION

COURSE CODE: ACC426 **CREDIT UNIT: 3**

COURSE TITLE: INTERNATIONAL ACCOUNTING

TIME ALLOWED: 2^{1/2} HOURS

NOTE:

- 1. To attempt question number one (1) and any other three**
- 2. Question number 1 is compulsory and carries 25 marks, while the other questions carry 15 marks each**
- 3. Present all your points in coherent and orderly manner**

Question 1

1. a) Describe International accounting as a concept. **5 marks**
- b) Cultural differences between nations constitute an important influencing factor on reporting and disclosure behaviour with regards to financial statements. DISCUSS. **14 marks**
- c) What are the four objectives of International Financial Reporting Standards (IFRS)? **6 marks**

Question 2

- (a) Discuss the implication of harmonization of accounting standards in financial reporting. **7 marks**
- (b) Explain any four (4) reasons which informed harmonization of accounting standards. **8 marks**

Question 3

- a) Describe the International Federation of Accountants (IFAC). **5 marks**
- b) Explain any five (5) of its roles in international accounting profession. **5 marks**
- c) Discuss any five (5) reasons for adopting IFRS in Nigeria. **5 marks**

Question 4

- a) Multinational corporations are companies that operate in more than one country around the world. Explain any three (3) of their characteristics. **9 marks**
- b) Explain any six (6) advantages of Multinational Companies (MNCs). **6 marks**

Question 5

Describe the treatment of international transactions in financial reporting by multinational corporations.

15 marks

Question 6

Discuss the steps involved in Translating Financial Statements of Foreign Subsidiaries.

15 marks