



NATIONAL OPEN UNIVERSITY OF NIGERIA
Plot 91 Cadastral Zone Nnamdi Azikiwe Express Way, Jabi-Abuja
FACULTY OF MANAGEMENT SCIENCES
DEPARTMENT OF FINANCIAL STUDIES
2024 1 EXAMINATION

COURSE CODE: ACC419 **CREDIT UNIT: 3**
COURSE TITLE: ADVANCED FINANCIAL ACCOUNTING
TIME ALLOWED: TWO AND HALF HOURS
Instructions:

1. Attempt question number one (1) and any other three (3).
2. Question number 1 is compulsory and carries 25 marks while the other 3 questions carry 15 marks each. Present all your work/point in coherent and orderly manner.

Question One

- a. Explain the terms, a group, group financial statement and consolidated financial statement, and state the component of group financial statement.
- b. Enumerate the situations under Section 336(3) of the Act, where a subsidiary may be omitted from the group accounts.
- c. The summarized Profit and Loss account of BOLANLE Plc and its subsidiary AKANMU Ltd for the year ended 31 March 2022 are as stated below:

	BOLANLE PLC	AKANMU	LTD
	N'000	N'000	
Turnover	968,500	524,600	
Cost of Sales	(486,000)	(253,400)	
Trading Profit	482,500	271,200	
Debenture interest received	26,000	-	
Extra ordinary income	42,600	18,000	
Dividend received from AKANMU Ltd	18,000		
	569,100	289,200	
Directors' Remuneration	(56,000)	(15,600)	
Audit fees	(28,000)	(10,000)	
Depreciation	(52,600)	(16,800)	
Sundry Administrative Expenses	(124,420)	(49,680)	
Profit before tax	308,080	197,120	
Taxation	(90,400)	(58,700)	
Appropriations: General Reserve	(40,000)	(12,000)	
Profit after tax	(65,000)	(30,000)	
Retained profit for the year	112,680	96,420	
Retained profit b/f	596,440	305,180	
Retained profit c/f	709,120	401,600	

Additional information (All figures are in N'000)

1. BOLANLE Plc acquired its 70% interest in AKANMU Ltd on 1 July 2021.

- b. What do you understand by bank fraud; list at least 5 types of bank fraud?**10marks**

QUESTION 5:

- a. Explain the concept of supervision.**5marks**
b. Draw a clear line of distinction between the two types of supervision.**10marks**

QUESTION 6:

Write short note on the following;

- a. Discount Houses;**5marks**
b. Universal Banking;**5marks**
c. Community Banks.**5marks**