


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

Credit Unit: 3

Course Code: ACC 426.

Course Title: INTERNATIONAL ACCOUNTING

Time Allowed: TWO AND HALF HOURS

Instructions: 1. Attempt Question 1 and any other three (3) Questions.

2. Question 1 is compulsory and carries 25 marks while the other 3 Questions carry 15 marks each.

3. Present all your points in a coherent and orderly manner.

- 1a. Explore the role of cultural, economic, and legal differences in international accounting practices. How do these factors influence financial reporting and disclosure requirements across different countries? **(15 marks)**
- 1b. Discuss the influence of technological advancements on international accounting development. **(10 marks)**
- 2a. How does harmonization facilitate cross-border investments, improve capital allocation, and enhance financial market efficiency? **(7 marks)**
- 2b. Analyse how the adoption of International Financial Reporting Standards (IFRS) improved financial reporting quality, comparability, and transparency in the Nigerian business environment? **(8 marks)**
- 3a. Explore the Nigerian Financial Reporting Council's role in promoting professional ethics and integrity among accountants and auditors in Nigeria. **(5 marks)**
- 3b. How do Multinational Corporations (MNEs) navigate cultural differences and promote effective communication and collaboration across diverse teams? **(10 marks)**
- 4a. Discuss the potential disadvantages of MNEs for host countries, including concerns related to market dominance, exploitation of local resources, and adverse effects on local industries. **(9 marks)**
- 4b. Explain how financial statements' analysis assists management in strategic decision-making. **(6 marks)**
- 5a. How can Multinational Corporations (MNEs) involve key stakeholders, such as subsidiary managers, employees, and local communities, in the evaluation process to ensure their perspectives are considered and incorporated? **(9 marks)**
- 5b. IAS 21 addresses the issue of financial statement translation of foreign operations. There are different methods that multinational corporations adopt in the translation of financial operations. Identify THREE various ways that MNEs adopt in this process. **(6 marks)**