



**NATIONAL OPEN UNIVERSITY OF NIGERIA
14/16 AHMADU BELLO WAY, VICTORIA ISLAND, LAGOS
SCHOOL OF MANAGEMENT SCIENCES
SECOND SEMESTER EXAMINATION**

Course Code: ENT432

Credit Unit: 2

Course Title: International Accounting System

Time Allowed: 2 hours

**Instructions: 1. Attempt question number one (1) and any other two (2).
2. Question number 1 is compulsory and carries 30 marks while the other 2 questions carry 20 marks each.
3. Present all your points in coherent and orderly manner.**

- 1. i. "Accounting is shaped by the environment it exists in", discuss (20 marks).
ii. Distinguish between a legalistic orientation and non-legalistic orientation (10 marks).**
- 2. i. Describe how the level of inflation influences the development of accounting (10 marks).
ii. State and briefly explain the benefits of harmonization (10 marks).**
- 3. Describe the interrelatedness of accounting and auditing standards (20 marks).**
- 4. State and briefly describe the structure of International Accounting Standards Committee (20 marks).**
- 5. Mention and explain five approaches that multinational corporations take to accommodate foreign readers of their financial reports (20 marks).**