



**UNIVERSITY EXAMINATIONS**  
**FIRSTYEAR EXAMINATION FOR THE AWARD OF THE**  
**CERTIFICATE IN ACCOUNTING AND FINANCE**  
**FIRST SEMESTER 2023/2024**  
**[AUGUST-DECEMBER, 2023]**

**CIAF 0113: INTERNATIONAL ACCOUNTING STANDARDS**

**STREAM: Y1 S1**

**TIME: 2 HOURS**

**DAY: FRIDAY, 12.00 – 2.00P.M.**

**DATE: 01/12/2023**

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**INSTRUCTIONS**

- 1. Do not write anything on this question paper.***
- 2. Answer Questions ONE and any other THREE Questions***

**Question One (25 marks)**

- State the criteria used to determine whether items are Relevant (5marks)
- State the differences between a rule book and a principle approach to Accounting matters (5marks)
- Explain various Accounting errors the company supposed to disclose in the financial statements. (10marks)
- Explain the conceptual framework in Accounting (5 marks)

**Question Two**

- Explain the various financial statements (5 marks)
- Explain the Accounting principles and conventions (10marks)

**Question Three(15 marks)**

- a) Explain the main objectives of Accounting standards Board (ASB) (5marks)
- b) Differentiate between IFRS and IAS (10marks)

**Question Four(15 marks)**

- a) IFRS18 (Accounting policies) states that profits shall be treated as realized and included in the profit and loss account only when cash is due. Explain that context. (10marks)
- b) Explain the accounting Rules in preparation of financial statements (5marks)

**Question Five(15 marks)**

Define the following terms;

- i. Comparative information
- ii. Realization
- iii. Prudence
- iv. Industry of operations
- v. Owners