

**PENANG SANGAM HIGH SCHOOL**

**YEAR 11**

**ACCOUNTING**

**WORKSHEET 3**

**QUESTIONS**

**NATURE OF ACCOUNTING**

- a. State **one function** of each of the Authorities given below:
- i. Fiji Institute of Accountants
  - ii. Office of Auditor General
- b. Outline **one function** of accounting
- c. Explain why the following **group of users** would be interested in the financial reports of a business:
- i. Banks
  - ii. Employees
  - iii. FRCA
  - iv. Investors
- d. **Differentiate** between Forensic accounting and Social accounting.
- e. Listed below are some of the **accounting concepts** and conventions. **Select** the most likely answer for each of the four accounting information numbered (i) to (iv)

Going Concern	Consistency	Historical Cost
Accounting Entity	Disclosure	Conservatism

**Additional Information:**

- i) The owner made payment for his son's wedding from business account.
- ii) The business will not liquidate in near future.
- iii) The business continued to use straight line method of depreciation for the past two years.
- iv) Accountants to anticipate all possible losses but do not account for income until received.

f. **Match** the terms in column A with their **correct description** in column B

<b>Column A</b>		<b>Column B</b>
1.Specialist Accountants		A.Tax department
2.Fiji Tax Agents Board		B.Provides financial information about businesses.
3. Relevance		C.Non-financial event
4. Commerce Commission		D. Information provided should free of errors.
5.Disclosure		E.A member of Fiji Institute of Accountants.
6.Accounting		F.Limitation of monetary concept
7.Inflation		G. involved in particular areas like taxation, banking, share market, investments, etc.
8.Users of Accounting information.		H.Characteristic of Accounting data.
9.Chartered Accountant		I.Formed under Fiji Income Tax Act and is managed by FRCA.
10. Reliability		J. All necessary information and explanations for interpretation of final reports to be conveyed to users.
		K. Ensures fair trade in Fiji markets

g. Identify any **two** career opportunities available in Accounting.