

Strategic Business Reporting: Practice & Revision Kit

For exams in September 2023, December 2023, March 2024 and June 2024

Q9 Foreign operation, answer on pg 121

In Working 2 - Translation of Odense - Statement of financial position, please disregard the asterisks and the '*Total = 470'. This is not needed in the answer.

Q11 Robby, answer on pg 128

There is an error in the answer to part (a)(iii) on page 128. In the published answer, the increase in fair value of the contingent consideration was not posted as an adjustment through the spreadsheet. The correction is to Dr retained earnings \$2m and Cr Non-current liabilities \$2m. The effect of this correction on the spreadsheet is shown highlighted yellow in the extract below.

17	Retained earnings	<u>110</u>	-4		-50	-0.72	<u>55.28</u>	3
18	Total Equity	<u>377</u>					<u>242.28</u>	
19								
20	Non Controlling Interest				30		<u>30</u>	W1
21							<u>272.28</u>	
22	Liabilities							
23	Non Current Liabilities	<u>75</u>	42	2		0.84	<u>119.84</u>	2
24		<u>75</u>					<u>119.84</u>	
25		<u> </u>					<u> </u>	
26	Current Liabilities	<u>55</u>	22				<u>77</u>	1
27		<u> </u>					<u> </u>	
28	Total Liabilities	<u>130</u>					<u>196.84</u>	

Q27 Ecoma, answer on pg 182

The answer to part (b)(i) contains an error in the final paragraph, above the tutorial note. In the first line, it should say 'A provision of \$(1,171,429 – 552,381) \$619,048 can therefore be made.'

Q49 Janne, pg 80

Part (c) of the requirements is missing. It should read as follows:

(c) Using Exhibit 3, discuss the benefits and drawbacks to investors of Janne's plan to disclose 'adjusted net asset value per share' instead of earnings per share. (8 marks)

Mock Exam 3: Q1 Luna Co, pg 349

In the published question, requirement (c) includes a consolidated statement of changes in equity and some typographical errors. Since publication, it has come to our attention that the consolidated statement of changes in equity will not be examined in a spreadsheet question. The question Luna Co has therefore

been revised to instead include an extract of the equity section of the consolidated statement of financial position and the typographical errors have been corrected. The full revised question and answer can be found on the pdf 'Luna Co - revised 200923'.