

Study in Accounting Theory

ACCT 511

Lecture: Khalid Al-Adeem

Homework

Due date: In class Sunday 16/6/1431H

Guidelines:

Make sure you consult with the boards' websites while looking for answers:

www.socpa.org.sa

www.fasb.org

www.iasb.org

Research Problem Number 1:

How values are assigned to self-constructed assets and assets that are acquired for a lump-sum purchase price according to the standards issued by the SOCPA, by the IASB, and by the FASB?

Note: for self-constructed assets, make sure you discuss the allocation of overhead cost to such assets.

Research Problem Number 2:

What do the standards issued by the SOCPA, the IASB, and the FASB say about impairment value for long-term assets (property, plant and equipment)?

Research Problem Number 3:

How intangibles that are internally developed treated according to the standards issued by the SOCPA, the IASB, and the FASB?

Note: Do not forget to mention how each set of standards define intangibles that are internally developed.

Research Problem Number 4:

What are the definitions of research and development (R & D) according to the FASB, the SOCPA, and the IASB?

Do see difference(s) among the treatments for R & D under the standards issued by the three boards (SOCPA, IASB, and FASB)?