

# Guidance Notes for Irish Stream Students

## JUNE AND DECEMBER 2012

If you live in the Republic of Ireland, or are an Irish national resident in another country, you may wish to sit papers adapted to reflect Irish legislation and practice.

The main purpose of these Guidance Notes is to highlight the modifications made to individual papers in the ACCA Qualification in order to reflect legislation and practice in the Republic of Ireland.

Modifications are made in one of two ways.

### 1 Adapted Papers

At the time of registration, you may choose to follow either the International, the Irish or the UK Stream for the accounting, auditing and law papers. The Irish Stream papers are adapted from the UK papers. They are checked by Inspectors who are conversant with Irish legislation and practice to ensure that they are suitable for Irish Stream students. Where there are differences in legislation and practice between the UK and the Republic of Ireland, the papers are adapted, to make them relevant to Irish students.

Papers which may be adapted in this way are:

#### **Fundamental**

Paper F4 (IRL) Corporate and Business Law

Paper F7 (IRL) Financial Reporting

Paper F8 (IRL) Audit and Assurance

#### **Professional**

Paper P2 (IRL) Corporate Reporting

Paper P7 (IRL) Advanced Audit and Assurance

The accounting, auditing and law papers are adapted from the main UK papers. Syllabus and Study Guides are published both on the ACCA website at [www.accaglobal.com](http://www.accaglobal.com). Students should obtain advice on any relevant additional reading from their tutors.

These Guidance Notes outline the relevant areas of difference between UK and Irish legislation and practice, and explain how papers F4, F7, F8, P2 and P7 may be adapted for Irish Stream students.

### 2 Variant Papers

In certain subjects, it is more appropriate for students to sit a completely separate paper specifically written to encompass the law and best practice of the Republic of Ireland. These papers are called variant papers.

At the time of registration, you may choose whether to sit the UK papers or the Irish variants.

Separate Irish variant papers are available for:

#### **Fundamental**

Paper F6 (IRL) Taxation

#### **Professional**

Paper P6 (IRL) Advanced Taxation

Syllabus and Study Guides for Paper F6 (IRL) and Paper P6 (IRL) are published on the ACCA website at [www.accaglobal.com](http://www.accaglobal.com).

Please note that for the following papers you will be examined in accordance with the UK syllabus published on the website at [www.accaglobal.com](http://www.accaglobal.com).

F1 Accountant in Business  
F2 Management accounting  
F3 Financial Accounting  
F5 Performance Management  
F9 Financial Management  
P1 Professional Accountant  
P3 Business Analysis  
P4 Advanced financial management  
P5 Advanced Performance Management

## EXAMINABLE LEGISLATION

### Finance Acts

If you are sitting Paper F6 (IRL) Taxation or Paper P6 (IRL) Advanced Taxation in 2012 the examinations will be based on Finance Act 2011, Finance Act (No 2) 2011 and Finance Act (No 3) 2011.

### Companies Acts

If you are sitting Paper F4 (IRL) Corporate and Business Law, Paper F7 (IRL) Financial Reporting, Paper F8 (IRL) Audit and Assurance, Paper P2 (IRL) Corporate Reporting or Paper P7 (IRL) Advanced Audit and Assurance, you should note that the following additional legislation is examinable: Companies Act 1963, Companies (Amendment) Act 1982, Companies (Amendment) Act 1983, Companies (Amendment) Act 1986, Companies Act 1990, Companies (Amendment) Act 1990, Companies (Amendment) Act 1999, Companies (Amendment) No 2 Act 1999, Company Law Enforcement Act, 2001, Companies (Auditing and Accounting) Act, 2003, Investment Funds, Companies and Miscellaneous Provisions Act 2005, Investment Funds, Companies and Miscellaneous Provisions Act 2006 and Companies (Amendment) Act 2009. Knowledge is also required of the Registration of Business Names Act 1963.

Students should note that Statutory Instrument No.201 of 1992 "The European Communities (Companies: Group Accounts) Regulations 1992" and No. 606 of 2010 "European Communities (Group Accounts) Regulations 2010" is examinable in Papers F7 (IRL) and P2 (IRL). References to the Companies Acts 1963 to 2009 should be assumed to include these regulations. Students sitting Paper F4(IRL) Corporate and Business Law should also note that while they may be required to answer questions on the general principles of the Companies (Amendment) Act 1986 and the Companies (Amendment) Act 1990, they will NOT be required to have a knowledge of the detailed requirements of these Acts for this paper.

Students should also note that knowledge of Statutory Instrument 220 "European Communities (Statutory Audits) (Directive 2006/43/EC) Regulations 2010" is also examinable in Paper F8 (IRL) Audit and Assurance and Paper P7 (IRL) Advanced Audit and Assurance.

Knowledge of the Criminal Justice (Money Laundering and Terrorist Financing) Act 2010 in relation to money

laundering is required in Paper F4 (IRL) Corporate and Business Law and Paper P7 (IRL) Advanced Audit and Assurance.

### UK Financial Services Act 1986

Irish stream students are not required to be aware of the requirements of the UK Financial Services Legislation. The Financial Services Act 1986 is not therefore examinable in Paper F4 (IRL) Corporate and Business Law, Paper F7 (IRL) Financial Reporting, Paper F8 (IRL) Audit and Assurance, Paper P2 (IRL) Corporate Reporting or Paper P7 (IRL) Advanced Audit and Assurance. The Financial Services and Markets Act 2000 is, however, now examinable.

## ACCOUNTING AND AUDITING DOCUMENTS

If you are sitting any of the following papers, Paper F7 (IRL) Financial Reporting, Paper F8 (IRL) Audit and Assurance, Paper P2 (IRL) Corporate Reporting, Paper P7 (IRL) Advanced Audit and Assurance - you will be examined on International Financial Reporting Standards (and certain accounting differences between ROI and IFRS as detailed within the study guide and examinable documents) and UK Auditing Standards (International Standards on Auditing (UK & Ireland)).

You should refer to the examinable documents published in *student accountant* to identify the material which may be tested in your selected paper(s). This list is updated every 12 months.. The examinable documents are also published on the website at [www.accaglobal.com](http://www.accaglobal.com).

## SPECIFIC COMMENTS ON INDIVIDUAL PAPERS

**Paper F4 (IRL) Corporate and Business Law** This is an adapted paper based on the legal framework of the Republic of Ireland. It is adapted from the English law paper (Paper F4(ENG)). You will find full details of the Syllabus, Study Guide and reading list on the ACCA website at [www.accaglobal.com](http://www.accaglobal.com).

### Paper F6 (IRL) Taxation and Paper P6 (IRL) Advanced Taxation

These are variant papers based on the tax systems of the Republic of Ireland. They are completely separate papers from the UK papers with a separate syllabus and separate lists of publications. You will find full details of the Syllabus and Study Guide reading list on the ACCA website at [www.accaglobal.com](http://www.accaglobal.com).

The Finance Act 2011, Finance Act (No 2) 2011 and Finance Act (No 3) 2011 will be examinable at both the June and December 2012 examination sessions.

Papers are set in Euro.

Students should know the definition of reckonable income for PRSI and universal social charge purposes.

Advance Corporation Tax (ACT) is not examinable but Dividend Withholding Tax (DWT) may be examined.

Students should also have a knowledge of the different PRSI classes in particular classes A and S.

Finally they should know the taxation provisions applying both to short-term and long-term (including pensions) Social Welfare benefits.

Students should note that terminal loss relief for sole traders is examinable.

For Paper P6 (IRL) Advanced Taxation, candidates should note that marks will be specifically awarded for format of solutions, letter writing and report writing skills.

### **Paper F8 (IRL) Audit and Assurance and Paper P7 (IRL) Advanced Audit and Assurance**

These two papers will be adapted to incorporate differences between legislation and practice in the UK and in the Republic of Ireland.

The main differences are in the following areas:

- i requirements of the Companies Acts relating to the responsibilities, powers, duties, appointment, reporting requirements, removal and retirement of auditors;
- ii Companies Acts requirements relating to the contents of the audit report
- iii The exception from the requirement to have accounts audited - Companies (Amendment) No 2 Act 1999 and subsequent amendments.
- iv The reporting requirements for auditors under the Company Law Enforcement Act, 2001 and subsequent amendments.

v Various APB Bulletins have application in the UK with a separate Irish Bulletin although most are applicable in both jurisdictions. These differences are clearly identified in the title of each Bulletin.

vi The pre clarified version of ISA 700 (UK and Ireland) *The auditor's report on financial statements* that was effective for periods commencing on or after 15<sup>th</sup> December 2004 remains in effect with respect to the audits of Irish companies and is examinable in F8 (IRL) and P7 (IRL). The post clarified ISA 700 along with ISA 705 and ISA 706, which also do not yet apply in Ireland, are not examinable in F8 (IRL) and P7 (IRL).

### **Paper F7 (IRL) Financial Reporting and Paper P2 (IRL) Corporate Reporting**

These papers will be adapted to incorporate differences between legislation, taxation and accounting practice in the UK and in the Republic of Ireland. F7 has no material differences between the UK and Ireland stream. The major differences at P2 level are in the following areas:

- i the Irish system of taxation and its treatment in company accounts
- ii Companies Act requirements in respect of distributable profit
- iii legal requirements relating to merger accounting
- iv requirements of the Companies Acts relating to the preparation and content of annual financial statements, including disclosure requirements and the content of directors' reports
- v Companies Act requirements relating to capital reductions and reorganisations
- vi Companies Act requirements relating to receivership, examinership and liquidation
- vii control and regulation of mergers and takeovers.

You will find full details of the Syllabus and Study Guide for these papers on the ACCA website at [www.accaglobal.com](http://www.accaglobal.com).

### **FORMAT OF THE EXAM PAPERS**

The formats of the exam papers for Paper F4 (IRL) Corporate and Business Law, Paper F6 (IRL) Taxation,

Paper F7 (IRL) Financial Reporting, Paper F8 (IRL) Audit and Assurance, Paper P6 (IRL) Advanced Taxation, Paper P7 (IRL) Advanced Audit and Assurance and Paper P2 (IRL) Advanced Corporate Reporting are the same as the formats of the exam papers for the UK Stream equivalents.

## SOURCES OF INFORMATION

To help you with your studies you should refer to *student accountant* for:

- Articles by the Examiners on important topics in the syllabus
- Articles of general educational value written by a range of contributors
- Examinable documents which contain useful guidance on individual exam papers e.g.
  - syllabus clarifications;
  - list of examinable documents for the Accounting, and Auditing papers;
  - changes in the format of the exam paper, with reasons for the change

The examinable documents are updated every 12 months and appear in the February issue of *student accountant*. The examinable documents are also published on the website at [www.accaglobal.com](http://www.accaglobal.com).

- Examiners' reports for UK papers are published in *student accountant* and on the ACCA website, which describe the general performance in all papers at the previous exam sitting, highlighting in particular the most common errors made, and problems encountered by students
- Examiners' reports for variant papers are usually posted onto ACCA's website, [www.accaglobal.com](http://www.accaglobal.com), in February and August each year.

Irish Stream students may obtain further information and advice from ACCA's Irish Office. The contact detail is as follows:

ACCA Ireland  
9 Leeson Park Dublin 6  
**tel:** +353 (0)1 4988900  
**fax:** +353(0)14963615  
e-mail: [info@accaglobal.com](mailto:info@accaglobal.com)

The Office is open from 9.00am until 5.00pm Monday to Friday. Staff are available to help students who may have queries or problems ranging from exemption from ACCA's examinations, experience for membership, training schemes, vacancy lists, information on colleges, details on Open Learning and district/functional society

activities amongst others.