

**National Chengchi University**  
**Department of Accounting**  
**Ph.D. Qualifying Exam- Financial Accounting**  
**October 29, 2003**

**PART 1**

**1-1: (20 分)**

Please review the literature on corporate governance in financial accounting.

**1-2: (30 分)**

Based on Demski and Feltham (1994, JAE),

(a) (10%) describe the following settings:

- i. players
- ii. information structure
- iii. decision (or actions) for each player
- iv. equilibrium

(b) (20%) discuss the justification for each assumption.