

## Course Book – FA2023 For exams to March 2025

10/2023

### Chapter 3 Illustration 1 p51

There is a printing error in the solution and the 'credited in records' row should say:

Credited in records: **10 March 2024**

### Chapter 13 Illustration 6 p328

The question should say that Harry bought the land for **£155,000** (not £150,000) giving a gain of **£35,000** (not £40,000). The final paragraph should say

Tax saved on annual exempt amount £6,000 @20%	£1,200
Tax saved at basic rate (£ <b>35,000</b> - £6,000) = <b>£29,000</b> @ (20-10)%	<b>£2,900</b>
Tax saving on disposal by Margaret instead of Harry	<b>£4,100</b>

### Chapter 17 Activity 4 Q3 p311

The trading income assessment in the scenario should say **£100,000** (not £135,000).

### Chapter 21 Illustration 2 p408

Current period loss relief claim and carry forward relief claim

The dates in the final paragraph are ambiguous and it should say:

The claims for carry forward relief in y/e 31.3.25 (£60,000) and y/e 31.3.26 (£95,000) should be made by 31 March **2027** and 31 March **2028** respectively (two years from the end of the period in which the loss is relieved).

### Chapter 21 Illustration 3 p409

The first option in the answer

- Carry back claim against y/e 31.3.23 profit

should be deleted because a carry back claim cannot be made without a current year claim being made first.

### Chapter 24 Activity 6 p482

The answer is correct but it should say:

If John is charged £240 (£1,200 × 20%) for the private fuel then BBT Ltd will reclaim input VAT of £200 and will have to account for output VAT of £40 (£240 × 1/6)

### FQP Q9 Michael and Josie p614-615

Josie's personal allowance should say:

£

Net income	107,520 (not 108,520)
Less gross gift aid	(2,000)
Adjusted net income	105,520
Less income limit	(100,000)
Excess	5,520
Personal allowance	12,570
Less half excess	(2,760)
Revised PA	9,810

Then the taxable income becomes £100,000 - £9,810 = £90,190 (not £90,690)

And the tax becomes

	£
£39,700 @ 20%	7,940
£50,490 (£90,190 - £39,700)@40%	20,196
£700-£500 @40%	80
£6,820 - £10,000 @33.75%	<u>1,964</u>
Tax liability	30,180
Less PAYE	<u>(27,432)</u>
Tax payable	2,748