

ACCA

Advanced Taxation

(ATX-UK)

Study Text

Finance Act 2023  
for June 2024 to March 2025  
examination sittings

## **KAPLAN PUBLISHING'S STATEMENT OF PRINCIPLES**

### **LINGUISTIC DIVERSITY, EQUALITY AND INCLUSION**

We are committed to diversity, equality and inclusion and strive to deliver content that all users can relate to.

We are here to make a difference to the success of every learner.

Clarity, accessibility and ease of use for our learners are key to our approach.

We will use contemporary examples that are rich, engaging and representative of a diverse workplace.

We will include a representative mix of race and gender at the various levels of seniority within the businesses in our examples to support all our learners in aspiring to achieve their potential within their chosen careers.

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We will seek to devise simple measures that can be used by independent assessors to randomly check our success in the implementation of our Linguistic Equality, Diversity and Inclusion Policy.

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### **Acknowledgements**

These materials are reviewed by the ACCA examining team. The objective of the review is to ensure that the material properly covers the syllabus and study guide outcomes, used by the examining team in setting the exams, in the appropriate breadth and depth. The review does not ensure that every eventuality, combination or application of examinable topics is addressed by the ACCA Approved Content. Nor does the review comprise a detailed technical check of the content as the Approved Content Provider has its own quality assurance processes in place in this respect.

We are grateful to the Association of Chartered Certified Accountants for permission to reproduce past examination questions. The answers have been prepared by Kaplan Publishing.

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# Introduction

# How to use the Materials

These Kaplan Publishing learning materials have been carefully designed to make your learning experience as easy as possible and to give you the best chances of success in your examinations.

The product range contains a number of features to help you in the study process. They include:

- (1) Detailed study guide and syllabus objectives
- (2) Description of the examination
- (3) Study skills and revision guidance
- (4) Tax rates and allowances
- (5) Study text or Integrated Workbook
- (6) Question practice

The sections on the study guide, the syllabus objectives, the examination and study skills should all be read before you commence your studies. They are designed to familiarise you with the nature and content of the examination and give you tips on how to best to approach your learning.

The **Study Text** comprises the main learning materials and gives guidance as to the importance of topics and where other related resources can be found. Each chapter includes:

- The **learning objectives** contained in each chapter, which have been carefully mapped to the examining body's own syllabus learning objectives or outcomes. You should use these to check you have a clear understanding of all the topics on which you might be assessed in the examination.
- The **chapter diagram** provides a visual reference for the content in the chapter, giving an overview of the topics and how they link together.
- The **content** for each topic area commences with a brief explanation or definition to put the topic into context before covering the topic in detail. You should follow your studying of the content with a review of the illustration/s. These are worked examples which will help you to understand better how to apply the content for the topic.
- **Test your understanding** sections provide an opportunity to assess your understanding of the key topics by applying what you have learned to short questions. Answers can be found at the back of each chapter.
- **Summary diagrams** complete each chapter to show the important links between topics and the overall content of the exam. These diagrams should be used to check that you have covered and understood the core topics before moving on.
- **Question practice** is provided at the back of the text.

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## Icon Explanations



**Definition** – Key definitions that you will need to learn from the core content.



**Key point** – Identifies topics that are key to success and are often examined.



**Helpful tutor tips** – These sections give tips on the examinability of topics and whether information is provided in the tax rates and allowances in the examination.



**Supplementary reading** – These sections will help to provide a deeper understanding of core areas. The supplementary reading is **NOT** optional reading. It is vital to provide you with the breadth of knowledge you will need to address the wide range of topics within your syllabus that could feature in an exam question. **Reference to this text is vital when self-studying.**



**Test your understanding** – Exercises for you to complete to ensure that you have understood the topics just learned.



**Illustration** – Worked examples help you understand the core content better.



**Tricky topic** – When reviewing these areas care should be taken and all illustrations and test your understanding exercises should be completed to ensure that the topic is understood.



**New topic** – This symbol indicates new areas of study, building on knowledge gained from previous studies or the introduction of a completely new topic.



**Links to other syllabus areas** – This symbol refers to areas of interaction with other parts of your syllabus, either in terms of other ACCA exams that you have studied, or may go on to study, or even further professional qualifications that you may decide to pursue on completion of ACCA.



# Corporation tax: Computations and administration

## Chapter learning objectives

Upon completion of this chapter you will be able to:

- identify and evaluate the significance of accounting periods on administration or winding up
- prepare the corporation tax computation and liability for a UK resident company
- define associated companies and recognise the effect for corporation tax
- state when corporation tax is due for non-large companies and define a large company and explain how they are required to pay corporation tax on a quarterly basis
- understand and explain the impact of taxation on the cash flows of a business
- explain the principles of company self-assessment including the time limits for notifying/filing returns and claims and the penalties for non-compliance
- list the information and records that taxpayers need to retain for tax purposes together with the retention period.