

AAT FAPR – errata and clarification

(Version – 10.10.16)

Course Book: Page X Introduction to the assessment

The information is incorrect as there are only six tasks in the unit assessment and no human marked assessments.

The information on page x should say:

You have 2 hours to complete this assessment.

This assessment contains 6 tasks and you should aim to complete every task.

Each task is independent. You will not need to refer to your answers to previous tasks.

Read every task carefully to make sure you understand what is required.

The standard rate of VAT is 20%.

Where the date is relevant, it is given in the task data.

Both minus signs and brackets can be used to indicate negative numbers unless task instructions say otherwise.

You must use a full stop to indicate a decimal point. For example, write 100.57 not 100,57 or 100 57.

You may use a comma to indicate a number in the thousands, but you don't have to. For example, 10000 and 10,000 are both OK.

Course Book: Chapter 4, page 89 Accounts for Partnerships

Under 'Appropriation account', point (3), the word 'Change' should read 'Charge'.

The screenshot shows a PDF document titled 'AAFAPRCB(L3)C16_Ricoh_LR.pdf' in Adobe Acrobat Pro. The document is divided into three columns:

- Appropriation account**
The sharing out of the profit for the period according to the partnership agreement
Steps
 - (1) Allocate partner salaries
 - (2) Allocate interest on capital
 - (3) ~~Change~~ **charge** interest on drawings
 - (4) Allocate residual profit using PSR
- Capital accounts**
 - Record the capital invested in the business by each partner
 - Tend to remain static
- Current accounts**
 - Record the partners' day to day transactions with the business
 - Entries include:
 - Salaries
 - Interest on capital
 - Profit share
 - Drawings
 - Interest on drawings

At the bottom of the page, the BPP Learning Media logo is on the left and the page number '89' is on the right. The Windows taskbar at the bottom shows the time as 14:02 on 10/10/2016.

Course Book: Chapter 4, page 95 Accounts for Partnerships

The following information is incorrectly duplicated on pages 94 and 95, and should only appear once:

The screenshot shows a PDF document with two identical T-accounts for 'Current account' and a paragraph of text. The T-accounts are as follows:

	Ptnr A	Ptnr B		Ptnr A	Ptnr B
	£	£		£	£
Drawings	2,900	970	Balance b/d	1,000	1,500
Interest on drawings	100	30	Salaries	1,500	0
			Interest on capital	500	800
Balance c/d	<u>4,000</u>	<u>5,000</u>	Profit share	<u>4,000</u>	<u>3,700</u>
	<u>7,000</u>	<u>6,000</u>		<u>7,000</u>	<u>6,000</u>

Current accounts

These record each partner's day to day transactions with the business.

The main entries in the current account will be the partners' appropriation of profits (salary, interest on capital and profit share) less drawings they have taken from the business and any interest charged on those drawings.

Current account

	Ptnr A	Ptnr B		Ptnr A	Ptnr B
	£	£		£	£
Drawings	2,900	970	Balance b/d	1,000	1,500
Interest on drawings	100	30	Salaries	1,500	0
			Interest on capital	500	800
Balance c/d	<u>4,000</u>	<u>5,000</u>	Profit share	<u>4,000</u>	<u>3,700</u>
	<u>7,000</u>	<u>6,000</u>		<u>7,000</u>	<u>6,000</u>