

## AW MODULE E – FA25 CHANGES GUIDE

Note that all chapters have been updated for 2025/26 thresholds, rates and allowances.

FA25 Ch	FA24 Ch	Topic	Major changes	Minor changes	No changes	Notes
1	1	Introduction to the UK tax system			✓	
2	2	Calculating the income tax liability			✓	
3	3	Deductible payments			✓	
4	4	An introduction to self-assessment		✓		Examples of who may have to file a tax return updated. Clarification re taxpayers who might be sent simple assessments.
5	5	Payment dates, interest and penalties			✓	
6	6	Employed or self-employed?	✓			Updated to take account of current HMRC position following recent cases.
7	7	Trading income and the badges of trade			✓	
8	8	Cash basis		✓		Clarification of the treatment when an asset purchased by the trader for private purposes is introduced into the trade
9	9	Cash basis – Common expenses			✓	

10	10	Cash basis – Further expenses		✓		Clarification of treatment of pre-trading capital expenditure
11	11	Capital allowances for cars – General principles		✓		FYA on zero-emission cars extended to apply to expenditure incurred before 6 April 2026
12	12	Capital allowances for cars – Further points			✓	
13	13	Accruals basis			✓	
14	14	Accruals basis – Further rules			✓	
15	15	Capital allowances for plant and machinery			✓	
16	16	Capital allowances – Computations		✓		FYA on zero-emission cars and electric vehicle charging points extended to apply to expenditure incurred before 6 April 2026
17	17	Capital allowances – Further computations			✓	
18	18	Structures and buildings allowances			✓	

19	19	Change of basis for calculating profits			✓	
20	20	Tax year basis			✓	
21	21	Losses – Continuous trades			✓	
22	22	Losses on Commencement and Cessation	✓			Chapter renamed. Terminal loss relief section rewritten for clarity
23	23	Introduction to partnerships			✓	
24	24	Partnership changes			✓	
25	25	Partnership admissions and retirements			✓	
26	26	Partnership losses			✓	
27	27	Class 4 National insurance			✓	
28	28	Introduction to capital gains tax		✓		Separate rate for residential property abolished from 30 October 2024.

29	29	Calculation of capital gains			✓	
30	30	Business asset disposal relief		✓		Furnished holiday lettings (FHL) regime abolished from 6 April 2025. Disposals of FHL properties from 6 April 2025 do not qualify for BADR.
31	31	Relief for capital losses			✓	
32	32	Part disposals			✓	
33	33	Connected persons			✓	
34	34	Rollover relief		✓		Following abolition of FHL regime from 6 April 2025, FHL are not a trade for the purposes of rollover relief
35	35	Rollover relief and depreciating assets			✓	
36	36	Gift relief		✓		Following abolition of FHL regime from 6 April 2025, FHL are not a trade for the purposes of gift relief
37	37	Gift relief – restrictions			✓	
38	38	Incorporation Relief			✓	
39	39	Partnership capital gains – basic principles			✓	

40	40	Partnership capital gains – further aspects			✓	
41	41	Partnership capital gains – asset revaluations			✓	
42	42	Payment of CGT by Instalments			✓	