

BUSINESS TAX – FA20 CHANGES GUIDE

FA20 Ch	FA19 Ch	Topic	Major changes	Minor changes	No changes	Notes
1	1	Introduction to Business Entities			✓	
2	2	Calculating the Income Tax Liability			✓	
3	3	Trading Income and the Badges of Trade			✓	
4	4	The Basics of Accounting			✓	
5	5	Adjustment of Profit - General Principles			✓	
6	6	Common Adjustments			✓	
7	7	Current Year Basis and Opening Year Rules			✓	
8	8	Overlap Relief and Closing Year Rules			✓	
9	9	Change of Accounting Date			✓	
10	10	Capital Allowances - Definitions			✓	
11	11	Capital Allowances - Basic Computations			✓	

12	12	Capital Allowances - First Year Allowances and the AIA		✓		Updated for change in AIA. Amendments to dates for qualifying expenditure for FYAs.
13	13	Capital Allowances - Further Computations			✓	
14	14	Capital Allowances - Cars and Other Assets		✓		Updated for the effect of the change in rate of the SBA
15	15	Losses - Continuous Trades			✓	
16	16	Losses - Opening and Closing Year Rules			✓	
17	17	Introduction to Partnerships			✓	
18	18	Partnership Changes			✓	
19	19	Partnership Admissions and Retirements			✓	
20	20	Partnership Losses			✓	
21	21	Simplification measures			✓	
22	22	Farmers			✓	

CT & VAT – FA 2020 CHANGES GUIDE

FA20 Ch	FA19 Ch	Topic	Major changes	Minor changes	No changes	Notes
1	1	Introduction to Corporation Tax		✓		Minor change to make it clear that donations to local charities are allowable deductions from trading profits
2	2	Computation of Corporation Tax			✓	
3	3	Long Periods of Account			✓	
4	4	Corporation Tax Self-Assessment (CTSA)			✓	
5	5	Payment of Corporation Tax			✓	
6	6	Interest on Late Paid Tax & Repayments			✓	
7	7	CTSA Penalty Regime		✓		Updated to reflect syllabus change to CT admin rules that apply in practice rather than the harmonised regimes for interest and penalties. The change effects the penalty for late returns and the penalty for late payment of quarterly instalments.
8	8	Property Income			✓	

9	9	Loan Relationships			✓	
10	10	Relief for Trading Losses			✓	
11	11	Relief for Other Losses			✓	
12	12	Corporate Capital Gains		✓		Updated to include corporate capital loss restriction
13	13	VAT General Principles			✓	Note that for exams in 2021 the syllabus is the same as that for 2020. Therefore, although the UK is in a transition phase for Brexit, exams will be set as though the UK is still a member of the EU and that EU law on VAT still applies in the UK. In addition, temporary measures introduced, as a result of COVID-19, are not examinable.
14	14	Registration			✓	
15	15	Definition of Supplies		✓		The reduced rate on sanitary products is to go from 1 January 2021 when the UK leaves the EU transition phase. They will be liable to 0%.
16	16	Schedule 8 VATA 1994 – Zero-Rating		✓		From 1 May 2020 electronic versions of publications falling within items 1-3 of Group 3 are also zero-rated.
17	17	Schedule 8 VATA 1994 – Exemptions			✓	

18	18	Value of the Supply		✓		Insertion of a new section on increases and decreases in consideration for supplies that have already taken place and when debit and credit notes are required and how the VAT is adjusted.
19	19	Time of the Supply			✓	
20	20	Input Tax – When to Recover			✓	
21	21	VAT Records & Returns			✓	
22	22	Place of Supply			✓	Chapter renamed and rules for place of supply of goods added.
23	23	Tax in Company Financial Statements			✓	

IT & CGT – FA20 CHANGES GUIDE

Note that all chapters have been updated for 2020/21 thresholds, rates and allowances.

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1	1	An introduction to self-assessment			✓	
2	2	Payment dates, interest & penalties			✓	
3	3	Self-assessment – further aspects			✓	
4	4	Class 1 National Insurance Contributions		✓		Change in eligibility rules for the employment allowance.
5	5	Class 1A & 1B National Insurance			✓	
6	6	Classes 2 & 4 National Insurance			✓	
7	7	Employed or self-employed?			✓	

8	8	Introduction to capital gains tax		✓		Paragraph inserted to cover the reporting of capital gains via a real time return.
9	9	Calculation of capital gains			✓	
10	10	Business asset disposal relief	✓			Updated for change in limit and change in name of relief from 'entrepreneurs' relief' to 'business asset disposal relief'
11	11	Relief for capital losses			✓	
12	12	Part disposals			✓	
13	13	Sales of leases			✓	
14	14	Grants of leases			✓	
15	15	Chattels			✓	
16	16	Valuation, Connected persons & Inter Spouse Transfers			✓	
17	17	Shares & securities: Matching rules			✓	
18	18	Rollover relief			✓	

19	19	Rollover relief & depreciating assets			✓	
20	20	Rollover relief – further aspects			✓	
21	21	Gift relief			✓	
22	22	Gift relief - restrictions			✓	
23	23	EIS and SEIS reinvestment relief			✓	
24	24	Partnership Capital Gains			✓	