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| Unit Title:            | Understanding and calculating a trader's VAT liability |
| OCR unit number:       | 20   |
| Credit value:          | 8  |
| Level:                 | 4  |
| Guided learning hours: | 71   |
| Unit reference number: | L/504/1329   |

## Unit aim and purpose

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By completing this unit the learner will be able to calculate a trader's VAT liability. The learner will understand the VAT implications of supplying or purchasing land and buildings or construction services and will have a sound understanding of a trader's VAT compliance obligations.

| Learning Outcomes  | Assessment Criteria  |
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| <p><b>The Learner will:</b></p> <p>1 Be able to calculate the amount of VAT payable by a trader to HM Revenue &amp; Customs</p>      | <p><b>The Learner can:</b></p> <p>1.1 Explain who may register or deregister for VAT</p> <p>1.2 Explain whether VAT is applicable to a supply</p> <p>1.3 Calculate the amount of output tax payable on a supply</p> <p>1.4 Explain the circumstances under which input tax can be recovered</p> <p>1.5 Calculate the amount of input tax that a trader can recover</p> <p>1.6 Explain the implications of a trader being partially exempt</p> <p>1.7 Calculate the amount of input tax a partially exempt trader can recover</p> <p>1.8 Explain the VAT implications of importing and exporting goods and services, including international services</p> |
| <p>2 Understand the VAT implications of a trader supplying or purchasing supplies of land and buildings or construction services</p> | <p>2.1 Explain the VAT implications of a trader supplying or purchasing supplies of land and buildings or construction services</p>  |
| <p>3 Understand a trader's VAT compliance obligations</p>  | <p>3.1 Explain a trader's VAT compliance obligations</p> <p>3.2 Describe the key features of the VAT schemes available to small businesses or retailers</p>  |

## Assessment

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Assessment for this unit is through examinations set by the Association of Taxation Technicians (ATT).

*Candidates can only claim this qualification after they have achieved the Association of Taxation Technicians (ATT) qualification; which is assessed by through an ATT examination, subject to ATT conditions.*

## Evidence requirements

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Candidates are required to submit a digital copy of their achievement which will be confirmed by ATT.

## Additional information

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For further information regarding administration for this qualification, please refer to the OCR document '*Admin Guide: Vocational Qualifications*' (A850) on the OCR website [www.ocr.org.uk](http://www.ocr.org.uk) .