



# AAT

## Financial Accounting: Preparing Financial Statements

### Pocket Notes

These Pocket Notes support study for the following AAT qualifications:

AAT Level 3 Diploma in Accounting

AAT Level 3 Certificate in Bookkeeping

AAT Diploma in Accounting at SCQF Level 7

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## Preface

These Pocket Notes contain the key points you need to know for the exam, presented in a unique visual way that makes revision easy and effective.

Written by experienced lecturers and authors, these Pocket Notes break down content into manageable chunks to maximise your concentration.

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## **A guide to the assessment**

### The assessment

Financial Accounting: Preparing Financial Statements (FAPS) is the financial accounting unit studied on the Diploma in Professional Accounting.

### Examination

FAPS is assessed by means of a computer based assessment. The CBA will last for two and a half hours and consists of 6 tasks.

In any one assessment, students may not be assessed on all content, or on the full depth or breadth of a piece of content. The content assessed may change over time to ensure validity of assessment, but all assessment criteria will be tested over time.

### Learning outcomes & weighting

1. Understand the accounting principles underlying final accounts preparation	5%
2. Understand the principles of advanced double-entry bookkeeping	10%
3. Implement procedures for the acquisition and disposal of non-current assets	10%
4. Prepare and record depreciation calculations	10%
5. Record period end adjustments	10%
6. Produce and extend the trial balance	15%
7. Produce the financial statements for sole traders and partnerships	20%
8. Interpret financial statements using profitability ratios	10%
9. Prepare accounting records from incomplete information	10%
Total	100%

**Pass mark**

To pass a unit assessment, students need to achieve a mark of 70% or more.

This unit contributes 40% of the total amount required for the Diploma in Professional Accounting.