



Chartered
Institute of
Taxation
Excellence in Taxation

ASSESSMENT NARRATIVE FOR PILOT PAPER

Structure

A simple pass or fail will be awarded.

Identification and Application

The following are the relevant topics for assessment with their weightings:

1	20%	Identifying the importance of residence status for both Robert and Claire. Applying the facts to determine relevant status for the years involved.
2	25%	Identifying the impact of each contract of employment including the difference in the CGT position under each one.
3	25%	Consideration of the purchase of shares in CW Ltd, and the availability of EIS relief.
4	10%	Identifying the need to consider the funds within the ISA and whether further investment could be made.
5	15%	Identifying the issues relating to the different ways of funding the purchase of the property.

A grade of 0,1,2,3, or 4 is awarded to each topic. The weighting is applied to that grade to produce a weighted average grade. Thus, supposing a candidate scores 3, 3, 4, 2, 2, and 2 respectively on the above topics, this will equate to weighted scores of 0.6, 0.6, 0.8, 0.2, 0.2, and 0.4. The total of these scores is 2.8. This is then converted to a final absolute grade by rounding up or down to the nearest grade. Thus, scores in the range 2.5 to 3.49 will be a grade 3. In this example, the candidate will score a grade 3 overall and secure a pass for this skill.

Relevant Advice and Substantiated Conclusions

The following are the topics for assessment with their weightings:

50%	Advice and recommendations as to which contract should be accepted based on the post tax position under each
25%	Advice on the impact of investing in CW Ltd and the reliefs available
25%	Advice and recommendations as to the best method of funding the purchase of the property

The final grade will be determined for this skill in the same way as for Identification and Application.