

#### **Top Ten** FireWorks Top Ten FireWorks





#### Focus in the pre-seen

- Space devoted to the issue
- Degree of importance attached to it by the examiner

#### Strategic importance

- Importance to SWOT
- Importance likely to be attached by directors

#### My experience

- Past exams
- Typical issues
- How easy it is to examine





#### Prepare key models from pre-seen information

Remember to adapt all models for new points in unseen

#### Find relevant real life examples

Prepare sample paragraphs Learn them!

Sit mock exams that cover the key issues

Be prepared for which models to use to support the issue

#### Learn typical key points

Advantages and disadvantages





# Financial reporting





### **Basis of choice**

- Key F1 syllabus area
- Always examined
- Manufacturing





### Likely issues

- Asset purchase or disposal
- Delivery fleet
- Revaluation
- Inventory valuation





# Key points to raise

- Apply the standard requirements
- Note the impact on financial statements
- Get your debits and credits right! (DEADCLIC)



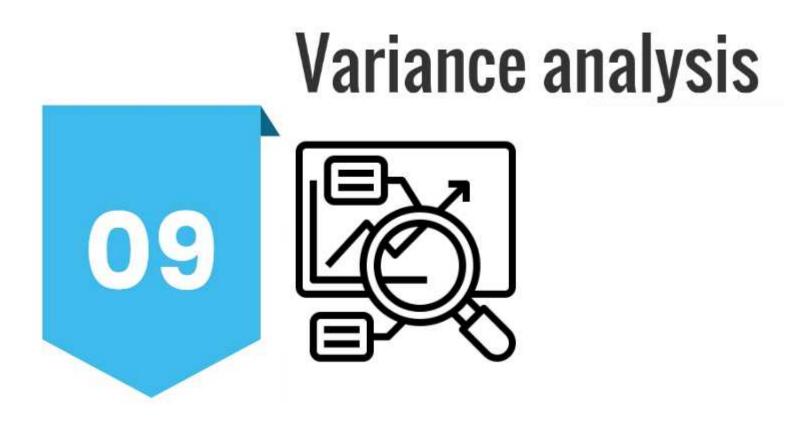


### **Relevant theory**

- IAS 36 PPE
- IFRS 5 (for disposals)
- IFRS 16 Leases
- IAS 2 Inventory
- Capital allowances on assets











### **Basis of choice**

- Frequently examined
- Important P1 topic
- Budget information in the pre-seen





## Likely issues

- Sales variances
- Material variances
- Labour variances
- Fixed overhead variances





### Key points to raise

- How variances would be calculated
- Drawing conclusions
- Reasons for variances
- Accuracy of budgets
- Limitations of analysis





#### **Relevant theory**

- Material price and usage variances
- Labour rate and efficiency variances
- Fixed overhead expenditure, volume, capacity, and efficiency variances
- Sales price and volume variances
- Forecasting

