

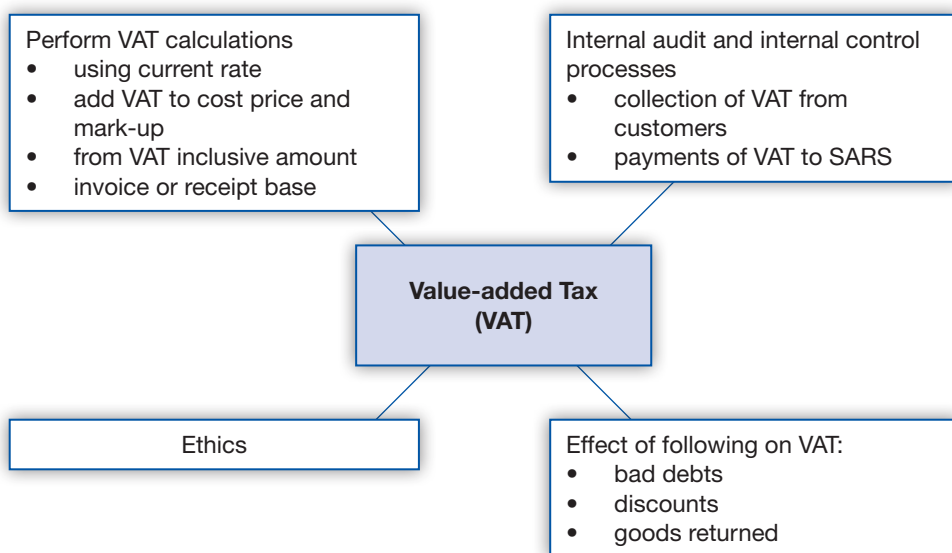
CHAPTER 10

Value-added Tax (VAT)

In order to complete this chapter, you should already be able to:

- explain the basic concepts of VAT
- do mathematical calculations
- calculate mark-up percentages

This chapter will cover:



On completion of this chapter, you should be able to:

- perform calculations using the current rate, adding VAT to cost price and mark-up, VAT inclusive amounts and invoice receipt base
- understand the effect bad debts, discounts, and goods returned have on VAT
- integrate ethics relating to VAT, for example, fraud
- integrate internal audit and control processes on the collection of VAT from customers and payments of VAT to SARS.