

Australian Government

# Assessment Requirements for AHCAGB608 Manage financial resources

Release: 1

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#### **Modification History**

Release	Comments
	This version released with AHC Agriculture, Horticulture, Conservation and Land Management Training Package Version 4.0.

## **Performance Evidence**

An individual demonstrating competency must satisfy all of the elements and performance criteria in this unit. There must be evidence that the individual has managed the capital of one or more enterprises, including:

- assessed capital finance needs
- · assessed appropriate equity levels for a business
- established and maintained appropriate financing arrangements
- reviewed the mix of liabilities
- assessed key indicators against financial returns for the business.

### **Knowledge Evidence**

An individual must be able to demonstrate the knowledge required to perform the tasks outlined in the elements and performance criteria of this unit. This includes knowledge of:

- how to interpret and analyse financial reports
- how various macroeconomic factors affect the business
- sources of finance for the business
- negotiation techniques
- accounting terms and principles, including concept of equity, return on assets (ROA), return on equity (ROE), internal rate of return (IRR), forecasting
- bank and lending institution policies and requirements.

#### **Assessment Conditions**

Assessment of skills must take place under the following conditions:

- physical conditions:
  - skills must be demonstrated in a workplace setting or an environment that accurately represents workplace conditions
- resources, equipment and materials:

• access to business financial records.

Assessors of this unit must satisfy the requirements for assessors in applicable vocational education and training legislation, frameworks and/or standards.

#### Links

Companion Volumes, including Implementation Guides, are available at VETNet: https://vetnet.gov.au/Pages/TrainingDocs.aspx?q=c6399549-9c62-4a5e-bfla-524b2322cf72