

SME or PLC Innovative and Sound Tax Advice from Hallidays

SME story...

A business providing tools and hire lifts for the construction industry and general public needed Hallidays help.

As an SME the main director and shareholder was planning to retire from the business with his son becoming his successor. An issue regarding the lease of the business building threw up a conundrum which Hallidays was able to resolve allowing the pension funds to remain untouched, tax savings to be made and offering long term security for the business moving forwards.

Before:

- Concern regarding the long term lease of the company's operating base. Funding was required personally due to lack of company funds to enable continuation of trade from the same premises.
- High probability that this issue could negatively affect the business owners' pension fund and the long term security of the business for his son and successor.

After:

- Hallidays identified that the property could benefit from an Employee Benefit Trust receiving the asset at nil gain nil loss. This allowed the business owner to retain his pension fund for retirement and secure the lease for his son.
- Hallidays enabled the business owner to save £180,000 in his pension fund which remains untouched. Capital gains tax saving of £16,000. Future inheritance tax savings - based on current legislation is £72,000.

Read these real stories and find out how you could save tax...

Could you reduce your capital gains tax by £100,000?

A couple saved £100,000 in capital gains tax on their holiday home by following the advice of our tax team. The holiday home was bought in the 1980s for approximately £220,000, but was not their main residence and would generate a significant capital gain when sold due to its current market valuation of £2.5 million. They had already decided to downsize the family home 5 years ago to buy a smaller apartment. At that time Hallidays made effective use of main residence relief. Their new apartment will be tax free for several years and the sale of their holiday home bought 25 years ago will have its capital gains tax due reduced by £100,000.

Do you want to pay less tax for your business?

We approached a sole trader Lawyer with a healthy turnover recommending he incorporate his business. This resulted in a saving of £180,000 by selling his business to the limited company. Only 10% tax was paid and zero national insurance. By incorporating it was possible to take profits out of the business at a reduced tax rate. He was delighted with the additional benefits incorporation brought including less work stress, ability to pursue personal and family goals, asset protection, and continued tax savings.

To pay no more tax than you have to email savetax@hallidays.co.uk and ask for our FREE tax saving survey.

Email: clientservices@hallidays.co.uk
Tel: 0161 476 8267
Fax: 0161 476 8277

HALLIDAYS
Exceeding Expectations

