

For specific advice contact your usual client service team or contact the tax helpdesk on +44 (0)1223 507630 or email [taxhelpdesk@pricebailey.co.uk](mailto:taxhelpdesk@pricebailey.co.uk)

#### 4 Calculate it properly

- Get the order right
- Use an accountant
- Don't include it more than once
- Count it at the best time
- Keep good records
- Claim your tax credits

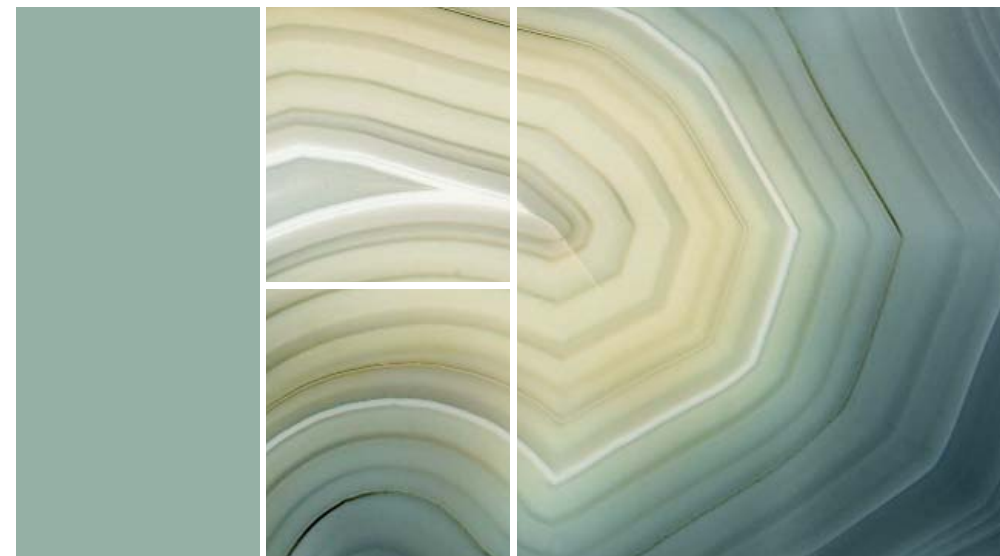
#### 5 Avoid the traps

- Avoid the pension scheme charges
- Don't transfer it to minor children
- Don't transfer it to others
- Don't transfer it abroad
- Don't bring it onshore
- Don't hide it
- Don't get caught by transactions in securities
- Don't get caught by transactions in land
- Don't manufacture income
- Don't use assets you've given away
- Avoid adjustment charges
- Avoid overlap charges
- Don't get taxed on other people's income
- Don't over pay your gift aid
- Don't get caught by PSC or MSC charges
- Don't get capital profits taxed as income
- File on time, pay on time

Price Bailey advocates that you seek professional advice before making any changes to your financial arrangements to ensure they are personally and economically justifiable.

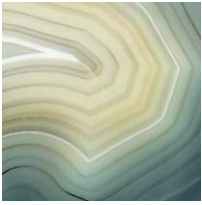
## Tax Consulting | There are only FIVE ways to save income tax...

HELP WITH COMPLEX BUSINESS AND PERSONAL TAX ISSUES



“ There's no doubt that the prospect of 50% income tax is worrying some people. This leaflet summarises five key areas to think about. ”

Charles Olley, Head of Tax Consulting



## 1 Think Ahead

- Talk to us
- Talk to your employer
- Talk to your IFA

## 2 Minimise your taxable income by

- Leaving it in a trading company
- Making revenue investments
- Moving your capital to an investment company
- Converting it to capital
- Converting it to exempt income
- Taking it early
- Taking it late
- Sharing the capital that creates it
- Sharing the work that makes it
- Counting it sensibly:
  - Appropriate accounting policies
  - Get the timing right
  - Choice of year end
- Shifting capital to tax free environments
- Borrowing against it
- Classifying it properly
- Mutual trading
- Timing your expenditure sensibly
- Repairing not replacing
- Emigrating
- Manage your benefits

## 3 Maximise your reliefs, allowances and reductions

- Losses: sideways, forwards, backwards, gains
- Gifts to charities
- Pension contributions
- Interest payments
- Annual payments
- Capital allowances:
  - Land remediation, renovation, conversion
  - Lease allowances
  - Wear and tear allowances
  - Rent a room exemption
  - Personal allowances
  - EIS, VCT, CITR
  - Mineral royalty relief
  - Spreading and averaging
  - Top slicing and deficiencies
  - Double tax
  - Small company allowances
  - R&D
  - Impairment
  - Remittances
  - Overlap and transitional relief
  - Post cessation items
  - Immunity
  - Tax deductions at source
  - Notional deductions at source
  - Expenses, vouchers and any round sum or occasional allowances
  - Annual investment and first year allowances
  - Environmentally friendly allowances
  - Low emission cars
  - Settle obligations dealt with on a cash basis