



BarlowAndrews

The Taxation Specialists

“The hardest thing in the world to understand is ...tax.”

Albert Einstein (1879-1955)

At Barlow Andrews we take a simple approach – we help our clients to pay less tax!

Whether it's the standard compliance work or more involved services, the Barlow Andrews tax department's experience means our clients enjoy this simple approach.

Barlow Andrews areas of taxation expertise include:

1. Claiming cash back from H M Revenue & Customs
2. Minimising capital gains tax on sale of properties and assets for companies and individuals
3. Profit extraction and employee remuneration
4. Planning for retirement and succession
5. Income and Capital tax planning with Trusts
6. Corporate restructuring for expansion and acquisition
7. Company share and business valuations
8. Negotiating with H M Revenue & Customs on tax investigations

One Tier of Tax and No Stamp Duty

A company purchased two commercial properties for £4m with the intention of development and sale. However, due to the economic downturn, it made commercial sense to rent the properties in the long term for £400k per annum.

If these properties were sold in the future for a profit, the company could pay tax at 28% on the gain and the shareholders could pay another 36% on the dividends to take out the net proceeds.

A Limited Liability Partnership (LLP) was set up with the shareholders of the company as partners and the company as a corporate partner. The properties were then transferred to the LLP for £4m.

A disclosure was made to the Stamp Office and the company saved £160,000 on the transfer (4% of £4m)

The LLP was structured so that the corporate partner received all the rental profits thereby saving 13% tax and NIC.

The partners are set to receive their share of all the capital gain thereby paying tax once at 28%.

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