

# Profit Extraction

All details are input in Light Blue boxes

1. Input client's name, total profit available  
And whether spouse employed

If employ spouse, then inputs for salary,  
dividends and Employee PP contributions  
will also be shown for the spouse

2. Input company pension contribution,  
Salary details, and whether Employment  
NI allowance available.

Will calculate Employer NI

3. Input dividend received

Will calculate;  
• Corporation tax to be paid, &  
• Any balance profits to be retained  
within company

4. Input any personal pension contribution  
(net of BRT)

These figures show;  
• Income tax and NI to be paid,  
• Net Spendable Income, and  
• Total gross pension contribution

These figures show percentage of profit  
used for benefit of director /spouse, &  
that paid in tax & NI

Name:	Mr Client
Company profit	80,000.00
Taxpayer in?	UK born Sls
Employ spouse?	No

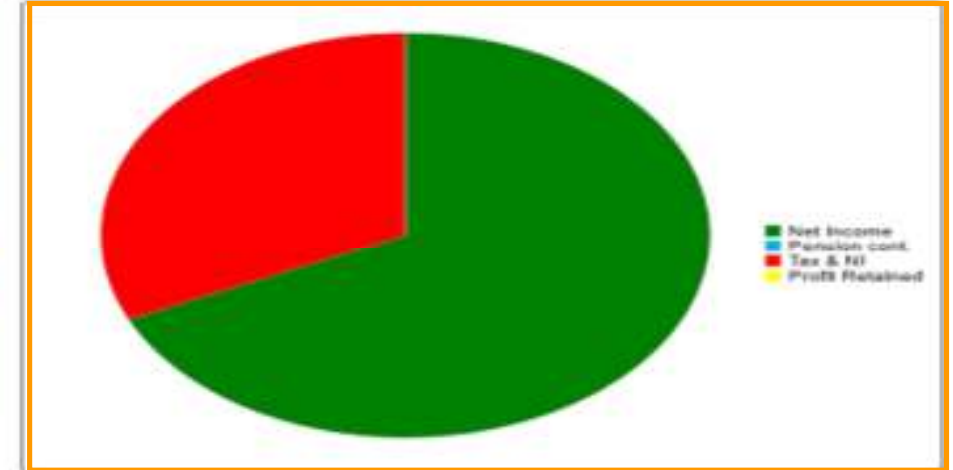
Company pension contribution	0.00
Salary	75,795.96
Spouse Salary	0.00
Employment NI allowance (1)	Yes
Employers National Insurance (2)	£4,204.04

Dividend	0.00
Spouse Dividend	0.00
Corporation Tax	60.00
Profit Retained	80.00

Employee PP cont. (net of BRT)	0.00
Spouse PP cont. (net of BRT)	0.00

Salary	£75,795.96
Dividend	£0.00
Total	£75,795.96
National Insurance (3)	£3,526.02
Total Income Tax	£17,760.38
Net Pension Contribution	£0.00
Client's Net Spendable Income (4)	£54,519.56
Spouse Salary	£0.00
Spouse Dividend	£0.00
Total	£0.00
National Insurance (3)	£0.00
Total Income Tax	£0.00
Net Pension Contribution	£0.00
Spouse's Net Spendable Income (4)	£0.00
Total Joint Net Spendable Income	£54,519.56
Total Gross Pension Cont.	£0.00

Profit used for benefit of director	62.16%
Profit paid in Tax and NI	21.86%
Profit retained by Company	15.98%



Compare Alternative Strategy?	Yes	Click 'Alternative' tab (at top)
Additional Profits available for distribution?	Yes	Click 'Add Profits' tab (at top)

5. Select whether require to also show;  
- Alternative extraction strategy  
- Extraction for potential additional profits

This pie chart shows breakdown of the  
company profits between;  
• Profits retained, total Tax & NI,  
• NSI, and pension contribution.

# Profit Extraction Alternative

All details are input in Light Blue boxes

These figures show the current position as a result of input on Options page.

Now need to input Alternative amounts to Demonstrate benefit of this method

1. Input company pension contribution, Client & Spouse Salary details.

Will calculate Employer NI

2. Input Client & Spouse dividends

Will calculate Corporation Tax to be paid, & Any balance profits to be retained in Co.

3. Input any personal pension contribution (net of BRT) paid by Client & Spouse

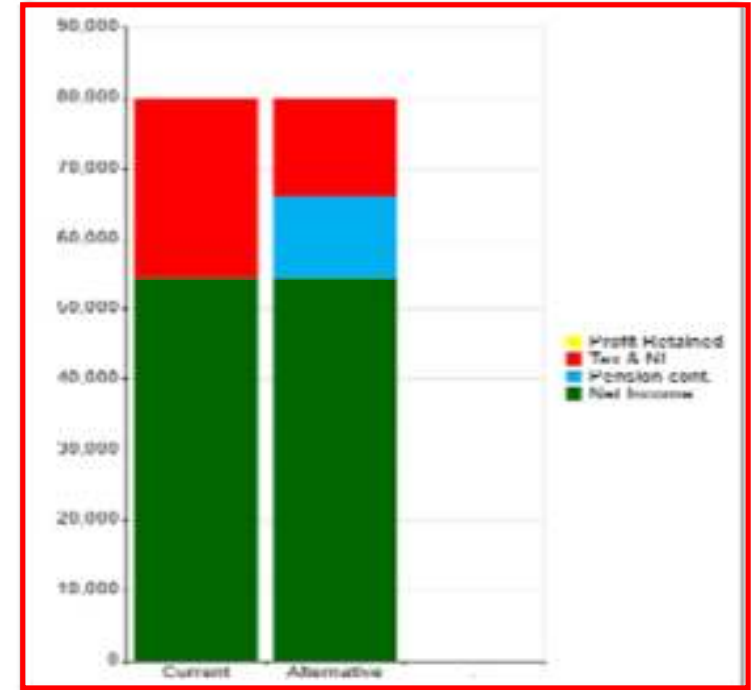
Name	Mr Client	
Company profit	£80,000.00	
Taxpayer in?	UK (inc. Scotland)	
Employ spouse?	No	Yes
		ALTERNATIVE
Company pension contribution	£0.00	11,613.83
Salary	£75,795.96	54,124.00
Spouse Salary	£0.00	12,570.00
Employment NI allowance (1)	Yes	Yes
Employers National Insurance (2)	£4,204.04	£1,692.17
Dividend	£0.00	0.00
Spouse Dividend	£0.00	0.00
Corporation Tax	£0.00	£0.00
Profit Retained	£0.00	£0.00
Employee PP cont. (net of BRT)	£0.00	0.00
Spouse PP cont. (net of BRT)	£0.00	0.00
Salary	£75,795.96	£54,124.00
Dividend	£0.00	£0.00
Total	£75,795.96	£64,124.00
National Insurance (3)	£3,526.52	£3,000.00
Total Income Tax	£17,760.28	£9,001.90
Net Pension Contribution	£0.00	£0.00
Client's Net Spendable Income (4)	£54,519.08	£41,849.22
Spouse Salary	£0.00	£12,570.00
Spouse Dividend	£0.00	£0.00
Total	£0.00	£12,570.00
National Insurance (3)	£0.00	£0.00
Total Income Tax	£0.00	£0.00
Net Pension Contribution	£0.00	£0.00
Spouse's Net Spendable Income (4)	£0.00	£12,570.00
Total Joint Net Spendable Income	£54,519.08	£54,519.22
Total Gross Pension Cont.	£0.00	£11,613.83
Profit used for benefit of director	82.15%	22.87%
Profit paid in Tax and NI	21.85%	17.22%
Profit retained by Company	0.00%	0.00%

These figures show;

- Income tax and NI to be paid,
- Net Spendable Income, and
- Total gross pension contribution

These figures show percentage of profit used for benefit of director / spouse, & that paid in tax & NI

This bar chart compares current position And potential benefits of the Alternative.



# Profit Extraction Additional Profits

All details are input in Light Blue boxes

These figures show the current position as a result of input on Options page.

Now need to input Alternative amounts to Demonstrate benefit of this method

These figures show if all additional profits Extracted as **salary**.

These figures show if all additional profits Extracted as **dividends**.

These figures show if all additional profits Extracted as **Co pension contribution**.

These figures show percentage of **total** profit used for benefit of director / spouse, and that paid in tax & NI.

These figures show percentage of **additional** profit used for benefit of director / spouse, and that paid in tax & NI.

1. Input expected additional profits to be extracted.

	My Client	Additional Profit			
Name	Mr Client	10,000.00			
Company profit	£80,000.00				
Taxpayer InT	UK (exc. Scotland)				
Employ spouse?	No				
Company pension contribution	£0.00				
Salary	£75,795.96	£84,583.31	<b>SALARY</b>	£75,795.96	£75,795.96
Spouse Salary	£0.00	£0.00		£0.00	£0.00
Employment NE allowance (1)	Yes	Yes		Yes	Yes
Employers National Insurance (2)	£4,204.04	£3,495.70		£4,204.04	£4,204.04
Dividend	£0.00	£0.00		£8,100.00	£0.00
Spouse Dividend	£0.00	£0.00		£0.00	£0.00
Corporation Tax	£0.00	£0.00		£1,900.00	£0.00
Profit Retained	£0.00	£0.00		£0.00	£0.00
Employee PPF cont. (net of BRT)	£0.00	£0.00		£0.00	£0.00
Spouse PPF cont. (net of BRT)	£0.00	£0.00		£0.00	£0.00
Salary	£75,795.96	£84,583.31		£75,795.96	£75,795.96
Dividend	£0.00	£0.00		£8,100.00	£0.00
Total	£75,795.96	£84,583.31		£83,895.96	£75,795.96
ational Insurance (3)	£3,106.52	£3,702.27		£3,526.52	£3,106.52
Total Income Tax	£17,760.33	£21,266.32		£20,316.33	£17,760.33
Net Pension Contribution	£0.00	£0.00		£0.00	£0.00
Client's Net Spendable Income (4)	£54,519.08	£69,915.72		£60,064.08	£54,519.08
Spouse Salary	£0.00	£0.00		£0.00	£0.00
Spouse Dividend	£0.00	£0.00		£0.00	£0.00
Total	£0.00	£0.00		£0.00	£0.00
ational Insurance (3)	£0.00	£0.00		£0.00	£0.00
Total Income Tax	£0.00	£0.00		£0.00	£0.00
Net Pension Contribution	£0.00	£0.00		£0.00	£0.00
Spouse's Net Spendable Income (4)	£0.00	£0.00		£0.00	£0.00
Total Joint Net Spendable Income	£54,519.08	£69,915.72		£60,064.08	£54,519.08
Total Gross Pension Cost	£0.00	£0.00		£0.00	£10,000.00
Profit used for benefit of director	82.15%	86.24%		66.72%	71.69%
Profit paid in Tax and NI	21.26%	23.76%		22.27%	23.31%
Profit retained by Company	0.00%	0.00%		0.00%	0.00%
Additional Profit					
Amount of additional benefit		£5,096.66		£5,535.00	£10,000.00
Profit used for benefit of director		60.87%		66.36%	100.00%
Profit paid in Tax and NI		49.02%		44.65%	0.00%