

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 x
Company profit	80,000.00
Employ spouse?	No v

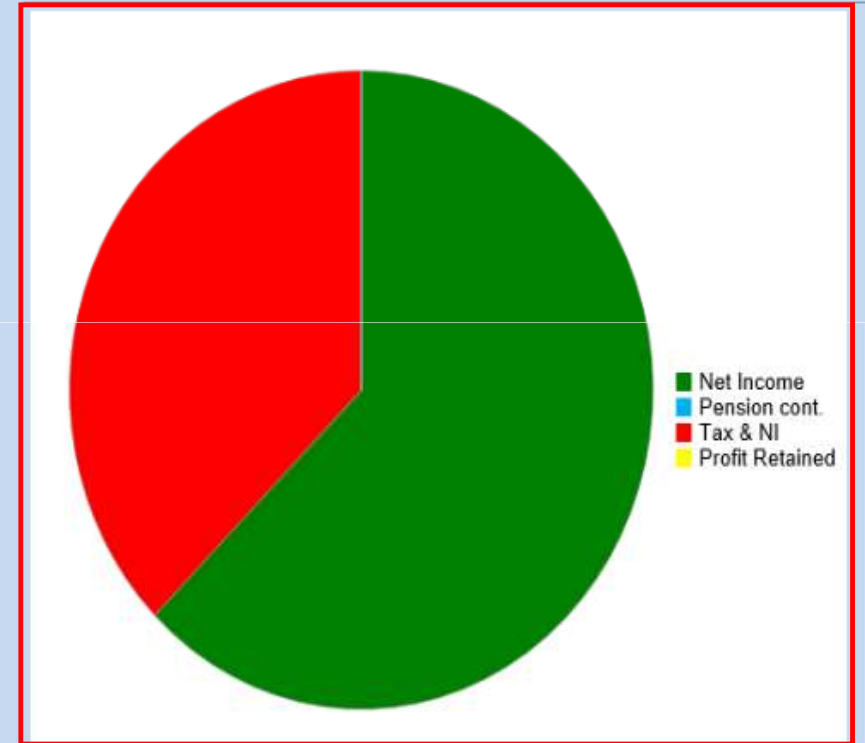
Company pension contribution	0.00
Salary	71,364.45
Employment NI allowance (1)	No v
Employers National Insurance	£8,635.55

Dividend	0.00
Corporation Tax	£0.00
Profit Retained	£0.00

Employee PP cont. (net of BRT)	0.00
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Salary	£71,364.45
Dividend	£0.00
Total	£71,364.45
National Insurance	£5,287.29
Total Income Tax	£16,045.78
Net Pension Contribution	£0.00
Client's Net Spendable Income (2)	£50,031.38
Total Gross Pension Cont.	£0.00

Profit used for benefit of director	62.54%
Profit paid in Tax and NI	37.46%
Profit retained by Company	0.00%



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

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.

		ALTERNATIVE	
Name	Mr Client		
Company profit	£80,000.00		
Employ spouse?	No		
Company pension contribution	£0.00	15,406.00	
Salary	£71,364.45	8,788.00	
Spouse Salary	£0.00	0.00	
Employment NI allowance (1)	No	No	
Employers National Insurance	£8,635.55	£0.00	
Dividend	£0.00	45,202.88	
Spouse Dividend	£0.00	0.00	
Corporation Tax	£0.00	£10,603.14	
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	£71,364.45	£8,788.00	
Dividend	£0.00	£45,202.88	
Total	£71,364.45	£53,990.86	
National Insurance	£5,287.29	£0.00	
Total Income Tax	£16,045.78	£3,959.53	
Net Pension Contribution	£0.00	£0.00	
Client's Net Spendable Income (2)	£50,031.38	£50,031.33	
Spouse Salary	£0.00	£0.00	
Spouse Dividend	£0.00	£0.00	
Total	£0.00	£0.00	
National Insurance	£0.00	£0.00	
Total Income Tax	£0.00	£0.00	
Net Pension Contribution	£0.00	£0.00	
Spouse's Net Spendable Income (2)	£0.00	£0.00	
Total Joint Net Spendable Income	£50,031.38	£50,031.33	
Total Gross Pension Cont.	£0.00	£15,406.00	
Profit used for benefit of director	62.54%	81.80%	
Profit paid in Tax and NI	37.46%	18.20%	
Profit retained by Company	0.00%	0.00%	

