

Profit Options

All details are input in Light Blue boxes

1. Input client's name, ANB, If taxpayer in UK or Scotland, current taxpaying rate. Retirement Age, and expected taxpaying rate at retirement.

ANB and retirement age will determine investment term

2. Input company profits available and Select corporation tax rate of profits.

3. Input ISA allowance available, and Expected income and capital growth return on investment funds.

4. Is any Lump Sum Allowance available?

If No, assumes all pension benefits will be Subject to income tax.

5. Is Business Asset Disposal Relief available?

If No, gains on disposal by Company will be subject to Capital Gains Tax at rate paid by individual

These figures show net amount available after all taxes and National Insurance;
• For individual (best of Salary or dividends),
• As a Company pension contribution, and
• By the Company

These figures show best option of net fund at retirement if individual invest into ISA and/or Collective or Onshore Bond or Offshore Bond.

Name	Mr X
Age next birthday	50
Tax payer in?	UK (v)
Current taxpayer status	HRT (v) (1)
Retirement age	50
Expected taxpayer status	HRT (v) (1)
Profits available	£10,000 (1)
Corporation tax rate	19% (v)
ISA allowance available	£0
Expected income return p.a.	3.00%
Expected capital return p.a.	3.00%
Total investment growth p.a.	6.00%
Investment Term	10
LSA available?	Yes (v) (2)
BADR apply?	Yes (v) (3)

DISTRIBUTE PROFITS						RETAIN PROFITS (8)		
	Salary	Dividends		Pension				
Corporation tax	£0	£1,900		£0		£1,900		
Net Profits	£10,000	£8,100		£10,000		£8,100		
Employer NI	£1,213	£0						
Income	£8,787	£8,100						
Income Tax	£3,515	£2,734 (4)						
National Insurance	£176	£0						
Net income	£5,097	£5,366						
Best income option		£5,366		£10,000		£8,100		
ISA and Collective or Onshore Bond or Offshore Bond OR Pension						Collective	Onshore Bond	Offshore Bond
Growth rate	£0	£5,366 (5)	£5,366 (7)	£5,366	£10,000	£0.00%	£5.40%	£6.00%
Value at retirement	£0	£8,731	£9,080	£9,610	£17,908	£13,897 (10)	£13,510 (11)	£13,019
Tax	£0	£0 (6)	£743	£1,096 (8)	£5,771	£2,502 (12)	£2,432 (12)	£2,343
Net return	£0	£8,731	£8,337	£7,513	£12,536	£11,395	£11,078	£10,676
Best return	£0	£8,731		£8,731	£12,536			£11,395

These figures show net pension fund at retirement.
Amount depends on whether any LSA available and taxpaying rate.

These figures show best option of net fund at retirement if Company invest into Collective or Onshore Bond or Offshore Bond.