

CAPITAL ALLOWANCES 130% SUPER DEDUCTION SHOULD MY COMPANY INVEST NOW OR LATER?

Are you a limited company? Are you thinking about buying NEW business assets, refurbishing or fitting out a commercial property?

If your company has cash available to invest in NEW items before 31st March 2023, you might want to do this sooner rather than later.....

WHAT PROFIT DO YOU ESTIMATE YOUR COMPANY WILL MAKE FROM 1ST APRIL 2023 - 31ST MARCH 2024?



BRING FORWARD -INVEST NOW IF YOU CAN!

RECEIVE 5.7% DISCOUNT ON THE COST OF YOUR PURCHASE

Example:

Invest £20k now to receive a £4,940 tax saving.

After March 2023, you will only make a £3,800 tax saving.

You will save £1,140 by investing between now and 31st March 2023. This represents a 5.7% discount on your purchase.





£50K-

INVEST BASED ON BUSINESS NEEDS

YOUR PURCHASE DISCOUNT WILL DEPEND ON THE PROFIT LEVELS, COST & DATE OF INVESTMENT.*

Examples:

Invest £20k now to receive a £4,940 tax saving.

Profits of £60k - After March 2023, you will receive a £4,550 tax saving. Invest **now** if you can to receive a **1.95%** discount on the cost of your purchase.

Profits of £100k - After March 2023, you will receive a £5,300 tax saving. Invest **later** if possible to receive a **1.8%** discount on the cost of your purchase.

£250K+

INVEST BASED ON BUSINESS NEEDS

INVEST LATER - (AFTER 31ST MARCH 2023): RECEIVE UP TO A 1.8% DISCOUNT ON THE COST OF YOUR PURCHASE DEPENDING ON PROFIT LEVELS AND COST.*

INVEST NOW - IF THE BUSINESS NEEDS TO - NOT A SUBSTANTIAL SAVING OF WAITING.

Examples:

Invest £20k now to receive £4,940 in tax relief.

Profits of £260k - After March 2023, you will receive a £5,150 tax saving. You will save £210 by investing after 31st March 2023.

<u>Profits of £300k</u> - After March 2023, you will receive a £5,000 tax saving. You will save £60 by investing after 31st March 2023.

*The tax saving will vary depending on the investment value & if business profits are between \pm 50k- \pm 250k before and/or after the investment is deducted from profits. Please contact us to find out your tax saving on the proposed investment!