

# 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!