



Loan Charge Update - Personal Statement  
Individual facing the Loan Charge - Form 2(a)

Loan scheme(s) used / operator(s)

Clavis various 2012-16

Approximate liability in £ (nearest £5K)

£375,000

Amount in £ of any money paid to HMRC so far e.g. APNs, Penalties (nearest £5K)

If your loan has been subject to recall demands :

Who is demanding repayment ?

Sterlingsafe

And for how much in £

£20,000

How many months/years using loan arrangements

4 years

Report of any action to date by and latest communication from HMRC

Various Departments of HMRC have contacted me. I have had a recent visit from debt collection agency but as my loans were through PSC with no residual assets there appears to be issues in resolving so we have reached an impasse.

The personal impact (financially and in other ways) so far

I am due to retire at the end of this year and the uncertainty of this is causing me to rethink my plans. I do not want to have stopped work and then find I may be forced into payment of large sums. This has been a continual cloud hanging over me, some days better than others. I have noticed that letters from HMRC are sent at critical times almost in order to upset me. Like many others I am totally frustrated at how HMRC has gone about this, I took professional financial advise against prevailing tax law at the time and now find myself being chased for life changing sums. Why was I not immediately advised after filing my first years set of accounts that this was the position. Having followed the saga in detail for ten years it is clear this is a scandal of massive proportions and will probably be elevated to court before it is finally resolved. In the meantime I will be continually pestered in the hope that I will submit.

The personal impact (financially and in other ways) if HMRC enforce the Loan Charge as laid down in the legislation

The loans were taken out by my limited company and if they were transferred to me as a director then potentially the effects could be financially devastating. I am at the end of my working life so have no chance of financial recovery. Potentially I would have to sell my house and commute pension funds to cover the outstanding sums. I do not have savings sitting there to cover this because when I embarked on the schemes I never envisaged the current situation would develop. The advice given was to transfer into pension products so they will need to be disturbed. The outlook is bleak if this was to proceed and also affects my wife and two children. I always try and put on a brave face for them but am worried of the harm this could cause on a personal family level.