



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

Loan scheme(s) used / operator(s)

SP Management Limited , ,Carnegie Knox,20 Finch Road, Isle of Man, IM1 2PT

Approximate liability in £ (nearest £5K)

£50,000

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 ?

How many months/years using loan arrangements

And for how much in £

5-6 years

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

HMRC have sent numerous Notice of assessments for multiple tax years for unpaid Income tax and NICs. There have been letters to the limited company and some directly to myself. The most recent I received was on 28/3/2022 demansing £10k for NICs from the company for 2017/18 year.

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

The impact so far is the unbelievable worry and stress caused by 5 years of brown envelopes cascading through the door. Demanding figures of tens of thousands of pounds for accounting services that were grossly mis-sold by criminal organisations who sold them as legitimate accounting services. It has stunted my professional growth as I lack the confidence to want to drive my career forward with this impending charge sat on my head. If I do progress in my career part of me thinks, what is the point if HMRC are just going to taking £50,000 plus interest off me which will take tens of years for me to pay off. I've felt ashamed and embarrassed by this whole debacle and it has turned me into a bit of a recluse and made me not want to venture out. I had my first born child in October 2020 which should be the happiest time of my life and it has been unbelievable. But as the brown envelopes descend sporadically throughout the year, it sends me into a spiral of depression for days at which time I struggle to sleep and sit awake at night thinking about this loan charge and hoping and praying that it will go away or a fair copnclusion will be sought. I've even had to go to counselling for alocohol mis-use because of these depressive episodes.

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

If the HMRC win and I have to pay £50,000 I would either lose my home or be made bankrupt or both! I am now an employed PAYE worker and have been ever since January 2019 as the loan charge debacle made me not trust the insecurity of being a contractor and I just wanted the safety of being employed. Due to this I now earn considerably less than when I was a contractor and also have another mouth to feed and so would be unable to contribute a substantial enough monthly payment to the HMRC without having to take food out of our mouths or clothes off our backs. There is also the added pressure of the cost of living crisis to contend with which I believe will only get worse. The biggest impact could be on my fiance and my son if I decide to kill myself as I have thought many times about driving my car into the central reservation on the way home from work. If I'm not here then they don't have to put up with my depressed moods and they'd probably be better off.