



Loan Charge Update - Personal Statement
Individual who has settled - Form 2(b)

Loan scheme(s) used / operator(s)

AML, Smart Pay

Approximate liability (nearest £5K)

£120,000

Settlement total figure

£12,000

If your loan has been subject to recall demands :

Who is demanding repayment ?

Further demands from HMRC

And for how much in £

How many months/years using loan arrangements

4 years 4 months

Other Money paid (APNs, Penalties)

£8,000

Table with 3 columns: Date of Settlement, Settlement period (years/months), % of net income per month

The impact of settlement on you financially

I am in the process of seeking settlement, so i have filled this form and the loan charge form. I tried to settle in September 2020, but with miscalculations and offering HMRC a liability based on if i had not used the scheme and continued to work as a ltd director... HMRC rejected my proposal and then forced me down the loan charge route. The settlement offer HMRC gave me was TTP (forwarded interest) of £1,000 every month just under 11 years, with a lump sum of £3.000 at the beginning./.

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

The biggest impact this has had is on my health and on my family. I am so stressed this actually consumes me at night when all i do is worry. I do not give the attention my two small children need as this liability robs me of any happiness and being present for them. My marriage is strained and all i worry is what if i have gaps in my employment, get ill that i cannot work and ultimately fall in further debt. I need to be working for next 10 years with no issues for me to pay off this debt HMRC are seeking. IHT has been confirmed as nil for AML but HMRC cannot give me any assurances on Smart pay, stating they know very little about this scheme. Even if i do manage to pay off the debt, i still have IHT hanging over my head.