



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

Loan scheme(s) used / operator(s)

K2,Lighthouse Trustees Ltd,Cirrus,Hyrax Resources Ltd

Approximate liability (nearest £5K)

£45,000

Settlement total figure

£100,000

If your loan has been subject to recall demands :

Who is demanding repayment ?

F S Capital Ltd

And for how much in £

£98,000

Further demands from HMRC

How many months/years using loan arrangements

33 Months

Other Money paid (APNs, Penalties)

Table with 3 columns: Date of Settlement, Settlement period (years/months), % of net income per month. Row 1: 14-Aug-20, [blank], [blank]

The impact of settlement on you financially

I had to find approximately £45,000 that I had not expected which has reduced the funds available for my retirement, at a time when those funds could not be replaced following the reduction in income brought about by retirement.

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

The overall position is that HMRC have continually stated that the schemes did not work under the legislation in force at the time the schemes were operating. BUT HMRC still persuaded HM Government to pass the Loan Charge legislation and the legislation for APN's etc. which effectively is retrospective legislation. If HMRC were right why did they want a change in the law? It is clear that HMRC and Ministers were "economical with the truth" when persuing this course of action. I now find myself with the threat of having to repay the loans even after HMRC have taxed the loans as income. It would have been quite straightforward for HMRC to have amended the legislation so that loans that were taxed as income were reclassified as income for all purposes. HMRC chose not to do that and it appears that was because HMRC wanted to punish participants in the schemes.