



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

Loan scheme(s) used / operator(s)

AML

Approximate liability (nearest £5K)

£60,000

If your loan has been subject to recall demands :

Settlement total figure

£80,000

Who is demanding repayment ?

Further demands from HMRC

And for how much in £

How many months/years using loan arrangements

Other Money paid (APNs, Penalties)

4 years

Table with 3 columns: Date of Settlement, Settlement period (years/months), % of net income per month. Row 1: 13/09/2020, 10 years, 20

The impact of settlement on you financially

Since settling in September 2020. I have received no further information from HMRC. I have a monthly settlement payment I am making to HMRC of £490. As noted I will be continuing to pay this for a further 9 years, when I attain the age of 69.
The personal impact up until settlement was immense and extremely stressful for both me and my family. It lasted over 5 years. With £80k hanging over me and talk of only being to pay for it over a few years, it seemed likely we would have to sell the house and downsize. We had a young family at the time and were already struggling to pay the bills.

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

Having settled my situation going forward is a constant concern. I am still 'self employed' as a contractor and my income relies on my health and mental abilities. I do worry that i may not be capable of meeting the ~ £500 a month for a further 9 years.
It is not just that losing that amount of money a month in settlement is significant. I have no pension, as i can no longer afford one. Assuming and hoping I can work to 69 and I can I still make those payments in my later years, when i finish I will have no pension. As a result it seems we will need to sell up the house and downsize.
Life is tough. I work every day i can, i have not had a holiday for 3 years and aside from Bank Holidays which i am forced to take off, i work. It's so sad really. I feel like one of the easy pickings for HMRC in this saga. My accountant advised me down this route introducing me to AML and gave the loan remuneration approach credibility. Without his suggestion I would never have heard about this.