

Craig Corporate provides private and public companies with business management, corporate finance, company turnaround and taxation services.

Our ethos is to devise and implement practical yet innovative solutions that are tailored to meet each client's specific needs. We are flexible in our approach and pride ourselves on providing high-quality, "hands on" assistance and advice.

With offices in Glasgow and London, we are dedicated to providing commercial and independent advice across a full range of core disciplines. Our team achieves the most satisfactory results by operating as an integral part of our clients' businesses. We also work in partnership with leading financial and professional institutions, which regularly refer clients to us.

Over the last 20 years, we have established a track record for creative and successful projects across the UK and Europe for businesses ranging from small, privately-owned enterprises to listed companies.



CRAIG CORPORATE

Craig Corporate Limited

Stirling House
226 St Vincent Street
Glasgow
G2 5RQ

Phone: 0141 243 4980
Fax: 0141 221 4197

Craig
Corporate
Limited



Tax Tables
2009/10

Income Tax

| | 2009/10 | 2008/09 |
|--------------------------------|---------|---------|
| Starting Rate Band for savings | £2,440 | £2,320 |
| Tax Rate | 10% | 10% |
| Basic Rate Band | £37,400 | £34,800 |
| Tax Rate | 20% | 20% |
| UK Dividend Tax Rate | 10% | 10% |
| Higher Rate - income over | £37,400 | £34,800 |
| Tax Rate | 40% | 40% |
| UK Dividend Tax Rate | 32.5% | 32.5% |

Allowances

| | | | |
|--------------------------|----------|--------|--------|
| Personal | under 65 | £6,475 | £6,035 |
| | 65-74 | £9,490 | £9,030 |
| | 75+ | £9,640 | £9,180 |
| Married Couples (at 10%) | | £2,670 | £2,540 |
| | 65-74 | n/a | £6,535 |
| | 75+ | £6,965 | £6,625 |

Age related allowances abated by 50% of income over £22,900

Individual Savings Accounts (ISAs)

| | 2009/10 | 2008/09 |
|-----------------------------------|---------|---------|
| Cash | £3,600 | £3,600 |
| Stocks and Shares - balance up to | £7,200 | £7,200 |

With effect from 6 October 2009, the limits will increase to £5,100 and £10,200 respectively for individuals aged 50 and over. These increased limits will apply to everyone from 2010/11.

Venture Capital Trusts (VCTs)

| | 2009/10 | 2008/09 |
|---------------------------|----------|----------|
| Maximum investment | £200,000 | £200,000 |
| Rate of income tax relief | 30% | 30% |

Enterprise Investment Scheme (EIS)

| | 2009/10 | 2008/09 |
|---------------------------|----------|----------|
| Maximum investment | £500,000 | £500,000 |
| Rate of income tax relief | 20% | 20% |

Capital Gains Tax

| | 2009/10 | 2008/09 |
|------------------|---------|---------|
| Tax Rate | 18% | 18% |
| Annual Exemption | £10,100 | £9,600 |

Where an individual disposes of a qualifying business asset, or shares in a qualifying business, Entrepreneurs' Relief can reduce the effective rate of tax to 10%. This is subject to a lifetime allowance of £1m.

Inheritance Tax

| | 2009/10 | 2008/09 |
|---|----------|----------|
| Nil Rate Band | £325,000 | £312,000 |
| Tax rate on chargeable lifetime transfers | 20% | 20% |
| Tax rate on transfers at death | 40% | 40% |

With effect from 6 April 2008, any unused nil rate band of the deceased can be transferred to the surviving spouse.

| | |
|------------------------------|--------|
| Annual Exemption (per donor) | £3,000 |
| Small Gift Exemption (per | £250 |

Potentially exempt transfers made within 7 years of death:

| Years before death | 0-3 | 3-4 | 4-5 | 5-6 | 6-7 |
|--------------------|------|-----|-----|-----|-----|
| % of tax charge | 100% | 80% | 60% | 40% | 20% |

Trusts and Estates

| Income Tax | 2009/10 | 2008/09 |
|------------------------------|---------|---------|
| Standard Rate Band | £1,000 | £1,000 |
| Rate applicable to Trusts | 40% | 40% |
| Rate applicable to Dividends | 32.5% | 32.5% |

Capital Gains Tax

| Tax Rate | 2009/10 | 2008/09 |
|---|---------|---------|
| Tax Rate | 18% | 18% |
| Annual exemption for personal representatives and trusts for vulnerable persons | £10,100 | £9,600 |

Annual exemption for other trustees (subject to number of settled trusts; minimum £1,010)

Corporation Tax

| Tax Rates | FY 2009 | FY 2008 |
|---------------------|---------|---------|
| Taxable Profits | | |
| £0-£300,000 | 21% | 21% |
| £300,000-£1,500,000 | 29.75% | 29.75% |
| £1,500,000+ | 28% | 28% |

Capital Allowances

| | 2009/10 | 2008/09 |
|---|---------|---------|
| IBA and ABA | 2% | 3% |
| Annual Investment Allowance (first £50,000) | 100% | 100% |
| First Year Allowance | 40% | - |
| Plant and Machinery | 20% | 20% |
| Long Life Assets | 10% | 10% |
| Integral Features | 10% | 10% |

Research and Development

Enhanced relief of 175% for SMEs and 130% for large companies on qualifying research and development expenditure. *An SME has less than 500 employees, and either annual turnover less than €100m or assets less than €86m.*

Benefits in Kind**Car Benefit**

The benefit is a percentage of the list price based on the carbon dioxide emissions of the car

Fuel Benefit

The benefit uses the same percentage as above multiplied by £16,900

Van Benefit

£3,000

Van Fuel Benefit

£500

Advisory Fuel Rate for Company Cars

| Engine Size (cc) | Petrol | Diesel | LPG |
|------------------|--------|--------|-----|
| Up to 1,400 | 10p | 11p | 7p |
| 1,400-2,000 | 12p | 11p | 9p |
| 2,000+ | 17p | 14p | 12p |

Approved Mileage Rates

| | 1st 10,000 Business Miles | Business Miles over 10,000 |
|---------------|---------------------------|----------------------------|
| Cars and Vans | 40p | 25p |
| Motor Cycles | 24p | 24p |
| Bicycles | 20p | 20p |

Pensions

| | 2009/10 | 2008/09 |
|---------------------------|------------|-----------|
| Lifetime Allowance | £1,750,000 | 1,650,000 |
| Lifetime Allowance Excess | | |
| - lump sum | 55% | 55% |
| - income | 25% | 25% |
| Annual Allowance | £245,000 | £235,000 |
| Annual Allowance Excess | 40% | 40% |
| Maximum tax free lump sum | 25% | 25% |

Maximum contribution is the greater of 100% of UK earnings or £3,600

National Insurance

| | 2009/10 | 2008/09 |
|--|----------------|----------|
| Class 1 (not contracted out) | | |
| Weekly Earnings: | | |
| First £110 | 0% | 0% |
| Next £734 | 11% | 12.8% |
| Over £844 | 1% | 12.8% |
| Over pensionable age | Nil | As above |
| Class 1A - Benefits in Kind | Nil | 12.8% |
| Class 2 - Self Employed | £2.30 per week | |
| Small earnings exception of £5,075 per annum | | |
| Class 3 - Voluntary | £8.10 per week | |
| Class 4 - Self Employed Profits | | |
| First £5,715 | 0% | |
| Next £38,160 | 8% | |
| Over £43,875 | 1% | |

Value Added Tax

| | 2009/10 | FY 2008 |
|---|------------|------------|
| Standard Rate | 15% | |
| (temporarily reduced from 17.5% until January 2010) | | |
| Reduced Rate | 0.5% | |
| Registration Level | £68,000 | £67,000 |
| Registration Level | £66,000 | £65,000 |
| Cash accounting scheme | £1,350,000 | £1,350,000 |
| Annual accounting scheme | £1,350,000 | £1,350,000 |

Stamp Duties**Stamp Duty**

Transfer of shares and securities 0.5%

Stamp Duty Land Tax

Transfer of residential property (rates apply until 31 December 2009)

| | |
|---------------------------|-----|
| Value up to £175,000 | Nil |
| Value £175,000 - £250,000 | 1% |
| Value £250,001 - £500,000 | 3% |
| Value over £500,000 | 4% |

Transfer of non-residential property

| | |
|---------------------------|-----|
| Value up to £150,000 | Nil |
| Value £150,000 - £250,000 | 1% |
| Value £250,001 - £500,000 | 3% |
| Value over £500,000 | 4% |

Lease Duty

Net present value of rental payments

| | |
|---|----|
| Residential properties - up to £175,000 | 0% |
| - over £175,000 | 1% |

Non-residential properties - up to £150,000

| | |
|-----------------|----|
| - over £150,000 | 1% |
|-----------------|----|