

Company name		Claim year	Qualifying Costs	R&D Enhanced Expenditure	Total Claim Value	Fee 20%+VAT
ARMSTRONGS AGGREGATES LIMITED		March, 2022	£759,992.37	£987,990.07	£187,718.11	£45,052.35
Total			£759,992.37	£987,990.07	£187,718.11	£45,052.35
OPTION 1 - Cash	Future corporation tax benefit	Corporation Tax Refund	Surrender Value @ 14.5%	Total Cash Refund	Fee 20%+VAT	Net Refund
March, 2022	£0.00	£0.00	£253,457.45	£253,457.45	£45,052.35	£208,405.11
Total	£0.00	£0.00	£253,457.45	£253,457.45	£45,052.35	£208,405.11
OPTION 2 - Future Tax reduction	Future corporation tax benefit	Corporation Tax Refund	Surrender Value @ 14.5%	Total Cash Refund	Fee 20%+VAT	Net Payable
March, 2022	£332,116.66	£0.00	£0.00	£0.00	£45,052.35	-£45,052.35
Total	£332,116.66	£0.00	£0.00	£0.00	£45,052.35	-£45,052.35

For the claim there are two options available, as detailed below:

Option 1, shown in the Cash Refund column, allows you to surrender the excess R&D Tax Credit at 14.5% as a cash refund. This is in addition to the corporation tax already paid at 19%. There is also a future tax benefit, which has been generated due to the tax position of the company.

Option 2, shown in the Future Tax Credit column, allows you to carry the surplus R&D Tax Credit forward to set off against future profits rather than surrendering this part for cash at 14.5%. This option has a future Corporation Tax relief benefit of 19% (rising to 25% from 1st April 2023).

The repayment is based on all PAYE & corporation tax liabilities being up to date. If there are any outstanding tax liabilities, HMRC will usually deduct these from the refund.

If option 1 is selected, we will also require the PAYE reference.