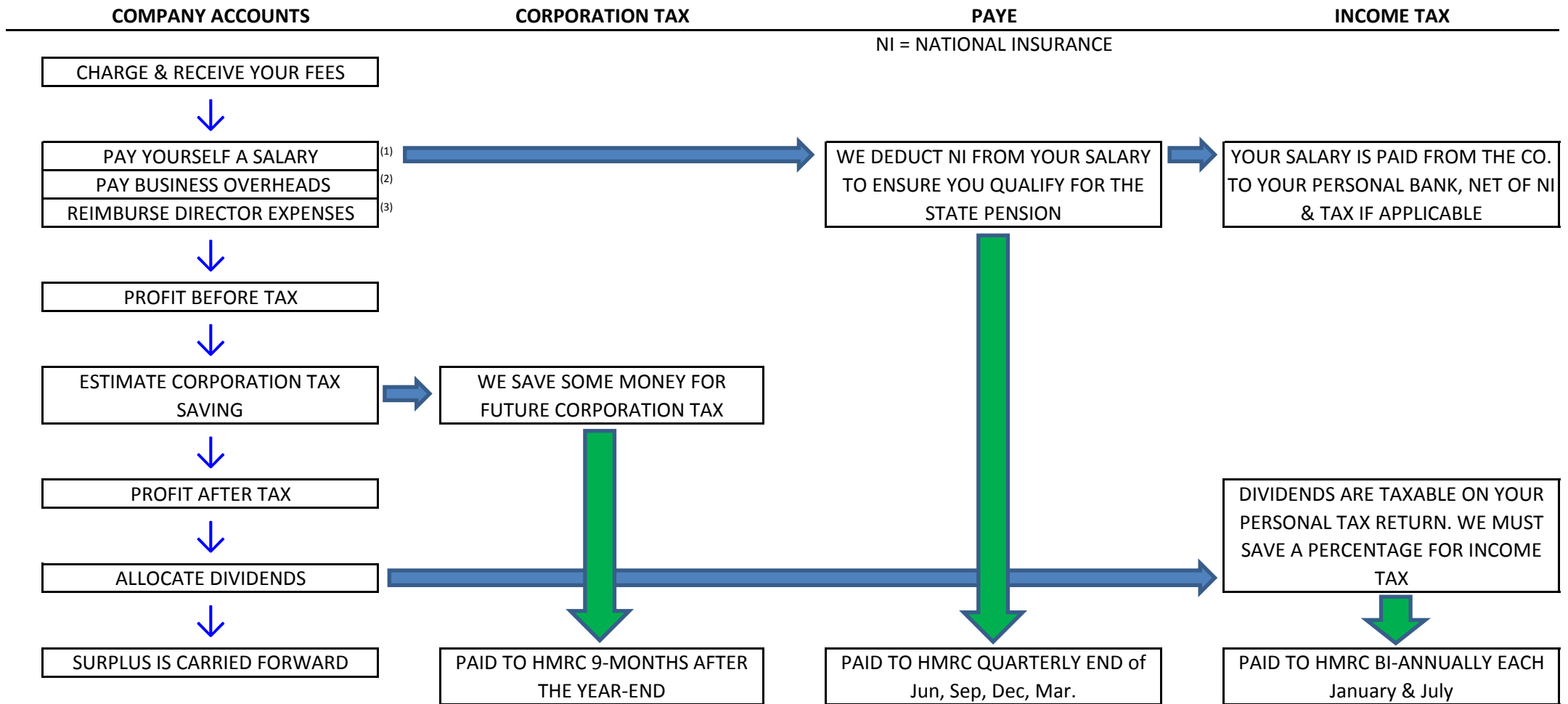


# LIMITED CO PRINCIPLES



**Notes:**

- <sup>(1)</sup> Director salary will be approximately equal to (≈), the income tax personal allowance.
- <sup>(2)</sup> Business overhead include: insurance, phone, stationary, accountancy, travel costs.
- <sup>(3)</sup> Reimburse director expenses include: mileage/motor for travel, subsistence, % of home broadband & small cash items etc.
- <sup>(3a)</sup> As they are for legitimate business costs, they are allowable for corporation tax and not taxable on you personally when received.
- <sup>(3b)</sup> Keeping these up to date will reduce the need for dividends and thus be more tax efficient.
- <sup>(3c)</sup> Company bills have to be in the company name, otherwise they are not permitted to be paid directly from the company bank a/c with the company debit card.  
E.g. Home broadband is for home so cannot be in the company name thus we claim a percentage. Mobile phone contract can be changed into the company name, once complete the direct debit payment can be switch to the company bank a/c. If you provider won't change the billing name, you will have to wait until you renew the contact switching then.