# Genie Accountancy
Knowledge, Experience, Support

## Extracting Money From Your Limited Company

Your agency pays your invoice into the Limited Company bank account. This is your company Turnover.

| | |
|---|---|
| Turnover | £50,000 |
| Flat Rate Saving | £3,000 |
| Business Expenses | -£8,000 |
| Trading Profit | £45,000 |

Your company makes a small profit from the Flat Rate VAT Scheme and is allowed to deduct all business related expenses.

Business expenses will include all those incurred by your personally that you have reclaimed from your company and those directly paid for from the Company bank account.

You can withdraw a salary from your company – this will reduce your Corporation tax bill.

| | |
|---|---|
| Trading Profit | £45,000 |
| Salary | -£7,900 |
| Profit before Tax | £37,100 |
| Corporation Tax - 20% | -£7,420 |
| Available Dividends | £29,680 |

Corporation Tax at 20%, payable by the company is due on Profits before tax.

All profits after Corporation Tax are available to be drawn as dividends*

* Dividends may be subject to additional Personal Tax depending on overall levels of personal income

www.genieaccountancy.com
info@genieaccountancy.com
01296 468 185

G333 (1.0 - 06/14)