

THE FABRICATOR

Features – Coming Soon in THE FABRICATOR

Please direct correspondence and feature synopses to john.roper@profinder.eu

Please direct press releases to fabricator@profinder.eu

Here you will find a list of The Fabricator Magazine's core features.

We commission articles and accept submissions. We are always happy to discuss submissions with potential contributors. We will require a brief synopsis of the feature idea by email to the editor along with full contact details.

We would be obliged if contributors also provide suitable photography and/or illustrations.

TheFabricator.pro sources news from the industry and from outside the industry.

We believe those writing for us deserve maximum exposure and thus features first published in the Magazine, are subsequently re-purposed to appear on TheFabricator.pro

The Fabricator Magazine is the only publication covering the window, door, conservatory, glass unit and facade sector that runs externally sourced features specifically on manufacturing best practice principles.

THE FABRICATOR

February

Doors
Conservatories & Roof lights

March

Get Ready for FIT
Security Hardware
Doors

April

FIT Show preview
Energy & Environment
Machinery



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BUSINESS FEATURES

Industrial Maintenance Fleet & Transport Business Matters Tools & Accessories Health & Safety Glass & IGUs Education & Training Videos (website only)

BUSINESS

Well, what a relief!

Christina Nawrocki, partner at Wellers, the small business accountants to SMEs, discusses R&D tax credits and how those working in the fabricating industry can benefit from them.

The UK tax system is very complex, so it's no surprise that many businesses aren't aware of all the tax reliefs available to them.

There are many different types of tax relief which can be used to reduce tax bills for businesses, and one very relevant to fabricators is the research and development (R&D) tax credits, which is especially useful for those industries involving science, technology, engineering, and maths.

How does R&D tax credit work?

A business is eligible to apply for R&D tax credits if it is developing new technologies or processes, something which is inextricably linked to manufacturing sectors. Unlike other forms of tax relief, low-making businesses can still qualify for R&D tax credits, although the terms are slightly different:

- When loss-making – your business is paid cash in the form of a tax credit.
- When profit-making – tax relief is given as a 186% credit calculated against the qualifying costs of newly profits. This equates to an additional 86% reduction to the normal 100% which results in a smaller corporation tax bill.

Of course, HMRC isn't going to give this credit out so just anyone. To qualify, you must prove that your business has either:

- Developed new software
- Developed internal processes that reduce costs and improve production efficiency
- Used existing technologies in a new or unique way
- Integrated two or more existing technologies in a way that hasn't been previously
- Made advances in science and/or technology

The likelihood is that working in fabrication, you may very well be eligible for R&D tax relief if you are working on innovative areas in the sector. However, you should speak to a tax adviser that can offer support when submitting a claim to ensure it is done correctly and not frustrated.

Why is R&D relief so important?

The main benefit of R&D tax credits is the reduction in tax liabilities. The UK currently has the highest tax levels since the 1980s, so the less you can legally avoid paying the more capital will left over to invest into your business to help fund growth. This not only helps your enterprise to be generally beneficial to the UK economy.

Firstly, R&D projects open new potential employment opportunities as funding incentives to likely to require specialist skills and technical expertise. Lack of funding is one reason why R&D projects can stall. Encouraging businesses can reward their customers. As R&D tax credits, more projects are likely to go ahead.

Secondly, R&D projects pay for developing solutions for global challenges, like acquiring new sources of

renewable energy to combat climate change or finding more sustainable manufacturing processes. Without the use of R&D tax relief, many projects set to tackle the world's global issues might never happen, putting the country in a sticky position unable to respond to challenges. Therefore, encouraging businesses to utilize R&D tax credits is imperative for the future of the country.

R&D tax credits are a useful tool for businesses to significantly reduce their tax liabilities. However, the process and legislation is so complex that it can be a bit of a minefield to navigate if you don't have a professional to assist you with a claim without a frustration claim. Doing so could not only mean a slow down HMRC, but it could trigger a full scale tax investigation which is a long and costly process to manage.¹

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www.wellers.co.uk/r&d

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