

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

March

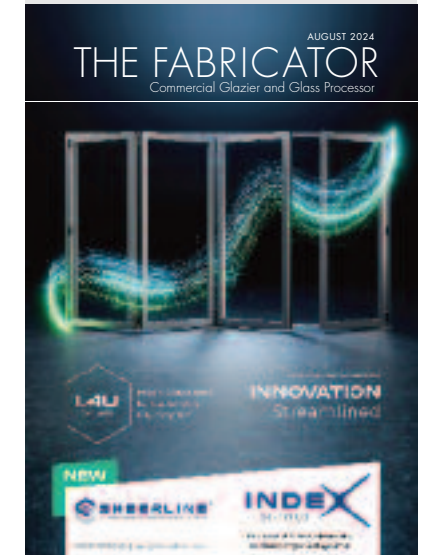
Get Ready for FIT
Security Hardware
Doors

April

FIT Show preview
Energy & Environment
Machinery

May

Garden Doors & Extensions
Decorative Finishes



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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, and 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 inseparable within 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 many 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 to just anyone. To qualify, you must prove that your business has either:

- Developed new software
- Developed normal processes that reduce costs and improve production efficiency
- Used existing technologies in 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
- Manufactured goods

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 who 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 be 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 highly skilled and talented employees. Lack of funding is one reason why R&D projects can stall.

Secondly, businesses can reward their customers by R&D tax credits, more projects are likely to go ahead.

Thirdly, R&D projects help by 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 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 is best to consult a tax professional or ensure you don't submit a fraudulent claim. Doing so could not only mean a fine from HMRC, but it could trigger a full scale tax investigation which is a long and costly process to manage.¹

But it is complicated.

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www.wellers.co.uk

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