

# ABG<sup>®</sup>



July 2018



**Requirement to correct on offshore assets**

[www.abgggroup.co.uk](http://www.abgggroup.co.uk)

Telephone 020 7330 0000 30 City Road, London, EC1Y 2AB





# Requirement to correct on offshore assets

**New legislation has been introduced which requires taxpayers in the UK to declare all of their tax liabilities in relation to offshore assets.**

The legislation, known as the Requirement to Correct (RTC), obliges taxpayers to correct any tax non-compliance occurring before 6 April 2017. All UK income tax, capital gains tax (CGT) and inheritance tax (IHT) needs to be disclosed to HMRC by 30 September 2018.

Currently, there is no obligation to agree and pay the amount of tax, interest or penalty that may be due.

This deadline is also the date when more than 100 countries will exchange data on financial accounts under the Common Reporting Standard (CRS). This will significantly increase HMRC's ability to detect offshore tax liabilities.

Failure to disclose the relevant information by the deadline will result in taxpayers being issued new 'failure to correct' (FTC) penalties, which are set to be much higher than existing penalties, with the smallest penalty starting at 100% of the tax due. The RTC applies regardless of the reason behind the non-compliance.

Normal assessing rules apply to non-compliance after 6 April 2017.

If you wish to discuss how this requirement to correct on offshore assets may impact upon your affairs please telephone us on 020 7330 0000.



## **ABG** Arram<sup>®</sup> Berlyn Gardner

**Accounts | Auditing/Specialist Audits | Taxation  
and Tax Planning | Estate Planning | Benchmarking |  
IT Consultancy | Outsourced Accounting |  
Banking Advice | Company Secretarial Services |  
Management Consultancy**

## **ABG**<sup>®</sup> Corporate Finance LLP

**Mergers and Acquisitions | Due Diligence  
Investigations | Business Disposals | Business  
Plans | Cash Management including Preparation  
of Budgeted and Forecast Information | Raising  
Finance | Corporate Restructuring**

## **ABG** Outsourced Finance & Accounting

**Bookkeeping | Preparation of VAT Returns and  
Payrolls | Preparation of Management Accounts |  
Assistance in the Preparation of Cashflows,  
Forecasts and Budgets | Financial Reporting |  
Auto enrolment**

Arram Berlyn Gardner LLP is registered to carry out audit work in the UK and Ireland by the Institute of Chartered Accountants in England and Wales. Details about our audit registration can be viewed at [www.auditregister.org.uk](http://www.auditregister.org.uk) under reference number C006321677. Arram Berlyn Gardner LLP is not authorised under the Financial Services and Markets Act 2000 but we are able in certain circumstances to offer a limited range of investment services to clients because we are members of the Institute of Chartered Accountants in England and Wales. We can provide these investment services if they are an incidental part of the professional services we have been engaged to provide. Arram Berlyn Gardner LLP is a member of EuraAudit with worldwide representation.

Arram Berlyn Gardner (AH) Limited is registered in England with the company number 9178155. ABG and Arram Berlyn Gardner are registered trademarks of Arram Berlyn Gardner LLP and trading names of Arram Berlyn Gardner LLP and Arram Berlyn Gardner (AH) Limited and both are regulated by the Institute of Chartered Accountants in England and Wales for a range of investment business activities. ABG Corporate Finance LLP is authorised and regulated by the Financial Conduct Authority (FCA).

Important: This newsletter has been written for the general interest of our clients and contacts and is correct at the time of going to print. No responsibility for loss occasioned to any person acting or refraining from acting as a result of material in this publication can be accepted.

[www.abgggroup.co.uk](http://www.abgggroup.co.uk)

Telephone 020 7330 0000 30 City Road, London, EC1Y 2AB

