



HM Treasury, 1 Horse Guards Road, London, SW1A 2HQ

John Barnett
Technical Committee
CIOT
30 Monck Street
London
SW1P 2AP

12 October 2021

Dear John,

Thank you for your letter of 30 September suggesting the Government consider the potential tax system implications of UK employees working remotely abroad. I am grateful to you for taking the time to outline in detail the potential risks to the UK tax base that could result from such a trend, and the possible routes to addressing these risks.

It is clear that the impact of the pandemic on the UK economy has been and will continue to be significant. As we move out of the pandemic, it will be important for the Government to consider any emergent economic trends and their relation to the tax system. Any developments in working practices will certainly need to be considered as part of this.

I look forward to calling on the expertise of CIOT as the Government works to better understand any such developments, and more broadly I look forward to looking forward to working with CIOT on the wider range of tax policy.

Yours sincerely,

THE RT HON LUCY FRAZER QC MP