



HM Revenue
& Customs

**Wealthy/Mid-Sized Business
Compliance**

HM Revenue and Customs
BX9 1LH

Email cpctteam@hmrc.gov.uk

Web www.gov.uk

Date

Case Ref

Dear Sir or Madam

Differences in the loss position of Company Tax Returns

We're writing to you about your Company Tax Return(s) for the accounting period(s) ending:

DD-MM-YYYY (AP1)

DD-MM-YYYY (AP2)

DD-MM-YYYY (AP3)

We've identified inconsistencies within some Company Tax Returns where the loss amounts reported in the CT600 form are different from the accompanying tax computations.

When the Corporation Tax loss reform rules were introduced on 1 April 2017, the treatment of brought-forward losses changed. In some instances, we've found that one or more boxes on the CT600 form have included brought-forward amounts, which isn't in line with these rules.

In the CT600 form, the boxes which could be affected are:

- 805 and/or 810 UK property business losses – section 102 Corporation Tax Act 2010
- 830 and/or 835 non-trading losses on intangible fixed assets – section 104 Corporation Tax Act 2010
- 850 and/or 855 management expenses – section 103 Corporation Tax Act 2010

What we're doing

We'll use the tax computations in your return for the accounting period[s] above as the accurate loss amount of the company for [that/those] period[s]. This means we won't be using the CT600 boxes referenced above.

If you're happy for us to do this, you don't need to contact us.

If you need extra support, for example if you have a disability, a mental health condition, or do not speak English/Welsh, go to www.gov.uk and search for 'get help from HMRC'.
Text Relay service prefix number – 18001

If you don't want us to do this

Please send us an email to cpctteam@hmrc.gov.uk, including the caseflow reference at the top of this letter in the subject line of the email.

Your email message should explain why you believe the CT600 entries are correct.

Please do this by DD-MM-YY (60 days from date issue)

Submitting future Company Tax Returns

We need to allow software providers time to update their product.

In the meantime, please don't include brought-forward amounts in the CT600 boxes above. If you can't overwrite these entries, you'll need to include a free format note in the tax computations.

If inconsistencies do arise, we'll use the tax computations as the accurate loss amount of the company.

For further information about Company Tax Returns

Go to www.gov.uk/guidance/the-company-tax-return-guide.

If you have a tax adviser, you may want to show them this letter.

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Yours faithfully

CCG CT Team