



# **The Chartered Tax Adviser Examination**

Sample Paper – Pre-Seen Information

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## **Application and Professional Skills**

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**Human Capital Taxes**

### Pre-Seen Information

#### Client:

Name: Skateways plc

Status: Incorporated in the UK and Listed on the London Stock Exchange

Business: Skateways plc is based in Leicester and specialises in the manufacture, wholesale and retail of skateboards. It has 800 employees in the UK.

Subsidiaries: There are three wholly owned subsidiaries: Real Wheels AG; Skateways (Italy) Srl and Skateways (France) SARL. Each subsidiary has its own management team, but there is a consistent approach to systems, processes and policies across the group.

Tax Residence: UK tax resident.

VAT: VAT registered in the UK

Accounting Period: Year ending 31 December

Corporation Tax: Taxable Trading Profit for Skateways plc (unconsolidated)

<u>Year Ended</u>	<u>£</u>
31 December 2017	12,502,014
31 December 2016	9,190,317
31 December 2015	10,643,621

#### Real Wheels AG

Status: Incorporated in Germany

Business: As well as manufacturing and retailing skateboards, it manufactures and supplies wheels to all other subsidiaries. It currently has 400 employees.

Accounting Period: Year ending 31 December

Tax Residence: Germany.

VAT: VAT registered in Germany

Corporation Tax: Taxable Total Profit for Real Wheels AG

<u>Year Ended</u>	<u>Euros</u>
31 December 2017	4,832,011
31 December 2016	4,120,944
31 December 2015	3,555,621

### Skateways (Italy) Srl

Status: Incorporated in Italy

Business: Wholesale and retail of skateboards focussing on the Italian market. No manufacturing capability yet and so all components acquired from Skateways plc/Real Wheels AG. It currently has 50 employees.

Accounting Period: Year ending 31 December

Tax Residence: Tax resident in Italy

VAT: VAT registered in Italy

Corporation Tax: Taxable Total Profit for Skateways (Italy) Srl

<u>Year Ended</u>	<u>Euros</u>
31 December 2017	59,432
31 December 2016	(121,200)
31 December 2015	Not trading

### Skateways (France) SARL

Status: Incorporated in France

Business: Wholesale and retail of skateboards focussing on the French market. No manufacturing capability yet and so all components acquired from Skateways plc/Real Wheels AG. It currently has 60 employees.

Accounting Period: Year ending 31 December

Tax Residence: Tax resident in France

VAT: VAT registered in France

Corporation Tax: Taxable Total Profit for Skateways (France) SARL

<u>Year Ended</u>	<u>Euros</u>
31 December 2017	421,004
31 December 2016	90,746
31 December 2015	(112,920)