

## First Time Contractor and Not Sure which Route to Go

Options	Suitability	Advantages	Disadvantages
<b>Limited Company</b>	<p>For Someone not afraid of dealing with Figures and taking some responsibility</p> <p>Genuine Contractors not falling within the trap of IR35. Kindly download our IR35 Checklist to determine if you fall within or not.</p> <p>Not Afraid of taking some risk of IR35 and Inland Revenue enquiry</p>	<p>Most Popular route and easily accepted by Agencies</p> <p>Full Control over your money</p> <p>Better Returns than Traditional Umbrella. Returns can be 70% to 85% depending on your personal Circumstances.</p> <p>Kindly request our personal illustration which will show you this.</p>	<p>Threat of IR35 Investigation. However this can be covered by getting Insurance if your contract falls outside IR35.</p> <p>Monthly admin to be done.</p> <p>Taxes to be paid in future so not all the money you get in company bank is yours.</p> <p>Tight Cash control is required else you can spend the company money resulting in problems of taxes payments.</p>
<b>Traditional Umbrella</b>	<p>Anyone who has got no other option and not interested in getting better Returns.</p> <p>When Agencies do not accept other Umbrellas and you don't want Limited Company Route</p>	<p>No Hassle and easy to operate. No Admin like Limited Company Route.</p> <p>Popular and easy acceptability among agencies.</p> <p>Get paid by submitting Timesheets</p> <p>Expenses to be claimed which increases Returns.</p>	<p>Choosing this is like committing a sin in terms of tax planning</p> <p>You Get minimum Returns.</p> <p>Submission of paperwork for claiming expenses which can be quite a cumbersome task to be done every</p>

		Returns of 62% to 70% expected depending on personal circumstances.	week or month and in some cases worse than limited company management.
<b>EBT / BBT</b>	<p>Anyone who wants simple solution offering maximum protection and highest Returns</p> <p>Someone who is interested in taking advantages of tax loopholes.</p> <p>Not Suitable for Candidates on HSMP tier 1.</p>	<p>Easy to manage and operate.</p> <p>No hassle and get paid weekly or monthly by submitting timesheets</p> <p>No Expenses to be claimed and therefore reducing the burden of claiming expenses</p> <p>Returns of 83% to 85%</p> <p>Excellent Protection from IR35.</p>	<p>May not fit into comfort level of the contractors</p> <p>Too good to be true</p> <p>Some level of uncertainty as no one gives guarantee. However counsel opinion and Revenue clarifications can be shown to reduce this.</p>