

INTRO

Based in Scotland, this business has become a leading brand in the diamond cutting and drilling sector of the construction industry. The integrity and durability of their range of diamond blades and core drills having been tested by Scotland's challenging geology gave them confidence to expand to wider markets.

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CUSTOMER CHALLENGES

When directors want to exit a company, it can pose many challenges. One shareholder wanted to exit the business and help was needed in determining both a fair valuation of the business and providing a tax efficient way of paying out the exiting shareholder.

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OLDFIELD'S SOLUTION

So what was Oldfield's solution? A full business valuation was completed, and then the shareholder was subsequently bought out using a holding company.

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RESULTS

Our results speak for themselves; the exiting shareholder was able to pay 10% tax instead of 20%, representing a tax saving of approximately £46,250. Also, there was no stamp duty paid on this transaction.

INDUSTRY

Construction

LOCATION

Scotland

KEY CHALLENGES

- Director wanting to exit the company in a fair and tax efficient way.

SOLUTIONS

- Full business valuation was completed, and then shareholder was subsequently bought out using a holding company.

RESULTS

Exiting shareholder was able to pay 10% tax instead of 20%, representing a tax saving of approximately £46,250.