

So, you're a successful contractor with a workflow that's the envy of your peers and a business bank balance that continues to swell. **But what should you do with the spare funds in your company?**



Contingency Planning

As a contractor, you should probably put in place a short term contingency plan. This should help cover tax emergencies, business expenses and void periods without a contract.

You could save with:



Deposit Accounts
Saving Bonds

These might have:



Higher Interest Rates
Lower Risk Levels



Long Term Investments

Once your short term needs are covered, you may wish to consider longer term objectives and ways to invest to meet your goals. It is possible to invest your money in:



Pensions



Investment
Bonds



Property



OEICs



Unit
Trusts



Stocks &
Shares



Collective
Investments



Tax

Corporation tax relief should be available on pension contributions made by your company on behalf of a director.

Any interest, dividends or capital gains earned by investments held in your company will be chargeable to corporation tax. Speak to your accountant for more details.

Do I need independent financial advice?

- Have you allowed for contingencies?
- Would you like to make some longer term plans or investments with your company's money?

Danbro can offer access to qualified, independent financial advice, **with fixed fees starting from £750**. Call **01253 600 597** today and see how we can help you make the most of your money.

The value of your investment can go down as well as up and you may not get back the full amount you invested. Past performance is not a reliable indicator of future performance. Investing in shares should be regarded as a long-term investment and should fit in with your overall attitude to risk and financial circumstances. Levels, bases of and relief from taxation may be subject to change and their value depends on the individual circumstances of the investor.