



## New Limited Company Formation

When you establish a company in the UK, you are responsible for many different duties, and it is prudent to take advice from professional tax accountants about the best systems for running a business.

A limited company in the UK is a corporation where shareholders have liability limited by their shares, which is the most common formulation of a private company.

According to law in the UK, there are four limited company categories that can be registered:

1. **Private Company Limited by Shares:** Each shareholder's liability cannot exceed the amount they hold in unpaid shares.
2. **Private Company Limited by Guarantee:** Each shareholder's liability is limited to the monetary amount they have agreed to pay to the company if the assets are held. This is normally a charitable company or organization.
3. **Private Unlimited Company:** This private company has no shareholder liability limits.
4. **Public Limited Company:** The shares of this company are available for sale to the general public, but the same rules apply as to a private company where a shareholder's liability cannot exceed the amount of unpaid shares that they hold.

Each limited company must have formally appointed officers according to the Companies Act 2006. Formation of a public limited company requires a minimum of two directors and a company secretary. A limited company must also have a registered name not taken by another similar company. This limited company must also display its name in its place of business, such as on the letterhead, invoices, cheques, bills of exchange, etc. Taxless Chartered Accountants can assist you with opening business banking accounts and keeping detailed records of all transactions.

Minimise the tax burden by

- Questioning whether or not to incorporate the business
- Reducing the burden of NI
- Carefully choosing accountancy reference dates to meet the needs of the business
- Establishing clear business tax planning strategies
- Choosing the most efficient tax remuneration
- Advising on tax allowable expenses