

**Here are just a few examples of the tax savings and benefit charges of some popular cars.**

**(all examples assume private fuel is not purchased by the business)**

**Mini Cooper D Convertible 1598cc**

CO2 105

Fuel economy: 70.6mpg

Performance: 0-62 10.3 seconds

List price £17,925

***Business tax saving:-***

Company – Corporation tax saving £3,764 in year of purchase

Sole-trader/partnership – Income tax saving £3,585 if top rate of tax 20%; £7,170 if top rate 40%

***Benefit in kind for employee/director:-***

Cash equivalent £2,330. If top rate of tax is 20% actual cost is £466 pa, or if 40% top rate £932 pa

**BMW 3 Series 320d 1995cc**

CO2 109

Fuel economy: 68.9 mpg

Performance: 0-62 8.0 seconds

List price: £27,245

***Business tax saving:-***

Company – Corporation tax saving £5,721 in year of purchase

Sole-trader/partnership – Income tax saving £5,449 if top rate of tax 20%; £10,898 if top rate 40%

***Benefit in kind for employee/director:-***

Cash equivalent £3,542. If top rate of tax is 20% actual cost is £708 pa, or if 40% top rate £1417 pa

**Audi A3 1.6 TDI 1598cc**

CO2 109

Fuel economy: 68.9 mpg

Performance: 0-62 11.4 seconds

List price: £19,365

***Business tax saving:-***

Company – Corporation tax saving £4,73 in year of purchase

Sole-trader/partnership – Income tax saving £3,873 if top rate of tax 20%; £7,746 if top rate 40%

***Benefit in kind for employee/director:-***

Cash equivalent £2,517. If top rate of tax is 20% actual cost is £503 pa, or if 40% top rate £1006 pa

**VW Golf 1.6 TDI 1598cc**

CO2 109

Fuel economy: 67.3 mpg

Performance: 0-62 11.2 seconds

List price: £20,870

***Business tax saving:-***

Company – Corporation tax saving £4,174 in year of purchase

Sole-trader/partnership – Income tax saving £4,174 if top rate of tax 20%; £8,348 if top rate 40%

***Benefit in kind for employee/director:-***

Cash equivalent £2,713. If top rate of tax is 20% actual cost is £543 pa, or if 40% top rate £1085 pa