

VAT on Assets

1

If you purchase an asset via a non-VAT registered sole trade, then due to turnover increases decide to incorporate a Limited Company and VAT register, you wouldn't then be able to claim retrospectively for these assets under the VAT scheme as they are deemed part of a separate trade.

2

Instead, you could VAT register the sole trade before switching to a Limited Company, reclaim the VAT, then transfer the VAT number across.

3

Always seek our advice before making any significant asset purchases



For more on VAT visit our website

Lesser & co