



**HM Revenue  
& Customs**

**Local Compliance**

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Date  
Our ref  
Your ref

Dear Sirs

A

Thank you for your letter dated 27 July 2012 and the attached 64-8.

Based on the information supplied by Mr [REDACTED] a completed questionnaire, copy attached, I am willing to accept that Mr [REDACTED] earnings were below the level required to register for VAT. However I still do not understand why Mr [REDACTED] estimated his annual turnover to be £100,000 on the VAT 1 he completed, copy attached.

I have reviewed this case and your client has been working as a self-employed handyman and failed to declare these earnings on the tax returns he submitted. He therefore submitted incorrect tax returns and is due a penalty under Section 24 Finance Act 2007.

Mr [REDACTED] by his own admission failed to keep records of his earnings and expenses. He stated "As most of the jobs were for cash in hand I am relying on memory and on dairies in order to complete a full list".

In order to conclude this intervention please can you supply your best estimates of his undeclared profit for 2009, 2010 & 2011 tax years, by 30 September 2012.

Yours faithfully

[REDACTED]  
H M Inspector of Taxes

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Information is available in large print, audio tape and Braille formats.  
Type Talk service prefix number – 18001

Business Head: Jim Nisbet

