

Registered number
OC316294

Tax Research LLP
Report and Accounts
31 March 2014



Tax Research LLP Members' Report

The members present their report and accounts for the year ended 31 March 2014.

Principal activities

The LLP's principal activity during the year continued to be the undertaking of research on taxation and related economic issues. The principle activities are the publication of a blog (www.taxresearch.org.uk/blog) and specific research and advocacy projects related to taxation issues, mainly as they impact on poverty.

The year started with a concern as to the level of funding available for the activities of the LLP but as the year progressed funding from a number of sources became available. In particular, the Joseph Rowntree Charitable Trust renewed its grant to support the work of Richard Murphy, the Director of Tax Research LLP. The grant in question was used to fund a wide range of issues, the most notable of which related to work in relation to the activities of the G8, G20 and OECD concerning country-by-country reporting and related anti-tax avoidance measures. This grant was also used to fund work on the incomes of the self-employed and on company regulation and the contribution that cuts in that area are making to the increasing tax evasion gap.

Other projects related to unitary taxation for the International Centre for tax and Development at the University of Sussex, on developing the Fair Tax Mark for the Tax Justice Network and work on the tax gap for the TUC. Smaller projects were undertaken for other organisations. At the year-end a grant was received from the Joffe Charitable Trust to work on the development of Tax Reporting Standards to assist the recovery of tax, especially in developing countries.

Designated members

The following persons served as designated members during the year:

Richard Murphy
Jacqueline Murphy

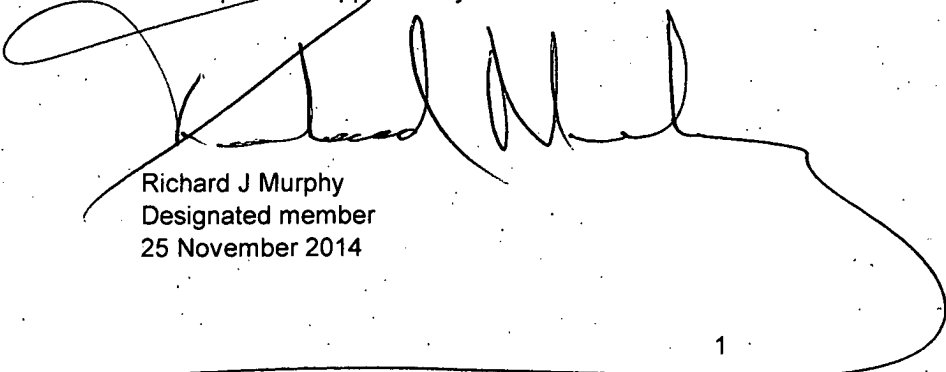
Fair Tax Policy

A Limited Liability Partnership is not taxable in its own right. The members of the LLP have undertaken no tax arrangements that make use tax havens or might require disclosure to HM Revenue & Customs as a tax avoidance arrangement or that might fall foul of the UK's General Anti-Abuse Rule.

Policy with respect to members' drawings and subscription and repayment of members' capital

Members are permitted to make drawings in anticipation of profits which will be allocated to them. The amount of such drawings is assessed during the course of each financial year, taking into account the anticipated cash needs of the LLP.

This report was approved by the members on 25 November 2014 and signed on their behalf by:



Richard J Murphy
Designated member
25 November 2014

Tax Research LLP
Profit and Loss Account
for the year ended 31 March 2014

	Notes	2014 £	2013 £
Turnover	2	71,985	73,954
Cost of sales		(6,931)	2,632
Gross profit		<u>65,054</u>	<u>76,586</u>
Administrative expenses		(7,615)	(11,374)
Operating profit	3	<u>57,439</u>	<u>65,212</u>
Interest receivable		19	39
Profit before members' remuneration and profit share		<u>57,458</u>	<u>65,251</u>
Profit for the financial year available for discretionary division among members		<u>57,458</u>	<u>65,251</u>

Tax Research LLP
Registered number: OC316294
Balance Sheet
as at 31 March 2014

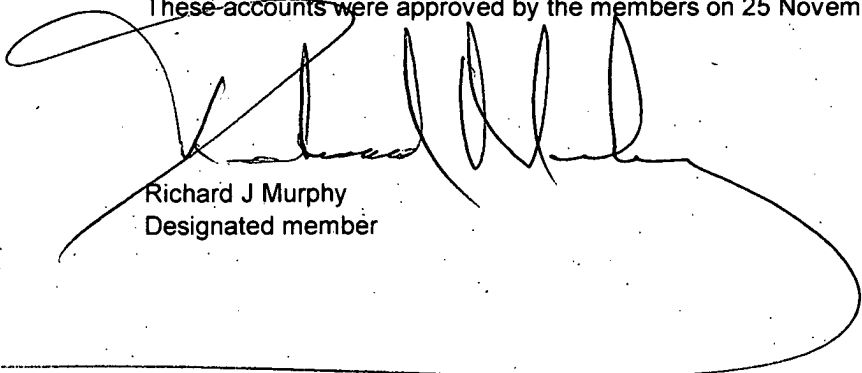
	Notes	2014 £	2013 £
Fixed assets			
Tangible assets	4	266	489
Current assets			
Stocks		2,000	3,152
Debtors	5	1,879	8,273
Cash at bank and in hand		40,319	7,034
		<u>44,198</u>	<u>18,459</u>
Creditors: amounts falling due within one year	6	(31,300)	(8,750)
Net current assets		<u>12,898</u>	<u>9,709</u>
Total assets less current liabilities		13,164	10,198
Net assets attributable to members		<u>13,164</u>	<u>10,198</u>
Represented by:			
Members' interests			
Reserves	7	<u>13,164</u>	<u>10,198</u>
Members' other interests		<u>13,164</u>	<u>10,198</u>

For the year ended 31 March 2014 the LLP was entitled to exemption from audit under section 477 of the Companies Act 2006, as applied by The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008.

The members acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared in accordance with the provisions applicable to LLPs subject to the small LLPs regime.

These accounts were approved by the members on 25 November 2014 and signed on their behalf by:



Richard J Murphy
 Designated member

**Tax Research LLP
Notes to the Accounts
for the year ended 31 March 2014**

1 Accounting policies

Basis of preparation

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008) and the Statement of Recommended Practice (SORP), "Accounting by Limited Liability Partnerships".

Turnover

Turnover represents the value of grants received from funders attributable to activities undertaken in the year and services provided to research clients as well as costs recovered in relation to research and other work undertaken. Included in the financial statements is a grant paid by the Joseph Rowntree Charitable Trust to fund work undertaken by Richard Murphy but which is accounted for by Tax Research LLP with their consent. Grants receivable are not supplies for the purposes of VAT and as a result the LLP is not registered for the purposes of that tax.

Depreciation

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

Plant and machinery	33.3% straight line
---------------------	---------------------

Stocks and work in progress

Stock and work in progress is valued at the lower of cost and net realisable value.

Foreign currencies

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account.

2 Turnover	2014	2013
Turnover attributable to geographical markets outside the UK	1%	1%
3 Operating profit	2014	2013
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	622	1,710

Tax Research LLP
Notes to the Accounts
for the year ended 31 March 2014

4 Tangible fixed assets

	Plant and machinery £
Cost	
At 1 April 2013	5,131
Additions	399
At 31 March 2014	<u>5,530</u>
Depreciation	
At 1 April 2013	4,642
Charge for the year	622
At 31 March 2014	<u>5,264</u>
Net book value	
At 31 March 2014	<u>266</u>
At 31 March 2013	<u>489</u>

5 Debtors

	2014 £	2013 £
Trade debtors	1,337	7,851
Prepayments	542	422
	<u>1,879</u>	<u>8,273</u>

6 Creditors: amounts falling due within one year

	2014 £	2013 £
Income in advance	31,200	8,750
Accruals	100	-
	<u>31,300</u>	<u>8,750</u>

7 Total members' interests

	Member's capital £	Total £
Balance at 1 April 2013	10,198	10,198
Profit for the financial year available for discretionary division among members	<u>57,458</u>	<u>57,458</u>
Members' interests after profit for the year	67,656	67,656
Drawings	<u>(54,492)</u>	<u>(54,492)</u>
Balance at 31 March 2014	<u>13,164</u>	<u>13,164</u>

Tax Research LLP
Notes to the Accounts
for the year ended 31 March 2014

99% of profit was allocated to Richard Murphy during the course of the year and 1% to Jacqueline Murphy.

8 Grants and income received

Grants in the year from charities and research foundations for which no services were supplied in exchange were as follows:

	2014	2013
	£	£
Joffe Charitable Trust	18,500	-
Joseph Rowntree Charitable trust	35,000	35,000

The grant from the Joffe Charitable Trust was received in March 2014 and £18,000 was treated as income in advance.

The balance of income generated was for undertaking consultancy engagements. The major sources of income generated but not necessarily completed during the year were:

	2014
	£
Tax Justice Network	6,000
International Centre for Tax and Development	7,500
TUC	23,500
38 Degrees	1,100
United Voices	1,000

The balance of income came from smaller consultancy engagements, broadcasting fees, book sales and royalties and expense reimbursements.

Income received in advance of services being supplied, or where an award would be refundable if conditions attaching to its grant had not been fulfilled, are treated as income in advance at the year end date.