



Unlimited Potential

Fair Tax Mark Statement

This Statement of Fair Tax Mark compliance was compiled in partnership with the [Fair Tax Foundation](#).

This Fair Tax Mark Statement certifies that Unlimited Potential meets the requirements of the [Fair Tax Mark's - UK Small Business Standard](#).

The Fair Tax Mark label is the gold standard of responsible tax conduct and certifies that a business:

- seeks to follow the spirit, as well as the letter of the law;
- shuns corporate tax avoidance; and
- is transparent about profits made and taxes paid.

Tax contributions are the lifeblood of a flourishing society - funding essential services such as healthcare, education, policing and transport. Corporate tax avoidance doesn't just rob public services of vital revenue, it also undermines the ability of businesses to compete fairly and reduces national productivity. Across the world, there is a growing community of [Fair Tax Mark certified businesses](#) who believe in responsible tax conduct, spanning small businesses, listed companies, co-operatives and social enterprises.

Tax Policy

Unlimited Potential ("we" / "the Society") is committed to paying all the taxes it owes in accordance with the spirit of all tax laws that apply to its operations. We believe paying our taxes in this way is the clearest indication we can give of being responsible participants in society. We will fulfil our commitment to paying the appropriate taxes that we owe by seeking to pay the right amount of tax, in the right place, and at the right time. We aim to do this by ensuring we report our tax affairs in ways that reflect the economic reality of the transactions that we undertake during the course of our trade.

We will not seek to use those options made available in tax law, or the allowances and reliefs that it provides, in ways that are contrary to the spirit of the law. Nor will we undertake specific transactions with the sole or main aim of securing tax advantages that would otherwise not be available to us based on the reality of the trade that we undertake. The Society will never undertake transactions that would require notification to HM Revenue & Customs under the Disclosure of Tax Avoidance Schemes Regulations or participate in any arrangement to which it might be reasonably anticipated that the UK's General Anti-Abuse Rule might apply.

We believe tax havens undermine the UK's tax system. As a result, while we may trade with customers and suppliers genuinely located in places considered to be tax havens, we will not make use of those places to secure a tax advantage, nor will we take advantage of the secrecy that many such jurisdictions provide for transactions recorded within them.

Our accounts and tax filings will be prepared in compliance with this policy, and we will seek to provide all the information that users, including HM Revenue & Customs, might need to properly appraise our tax position.

Society Information

Unlimited Potential is a community benefit society, which is democratically controlled by our ~ 25 members, who each are entitled to one vote (i.e. all our members have equal voting rights). Any surpluses made by the Society are reinvested towards its mission. No surpluses are distributed to members or to anyone else. All assets of the Society may only be used for the benefit of the community.

The vision of the Society is of a sustainable world, with a fair distribution of wealth and power, in which all people enjoy kind and meaningful lives.

We create environments for innovation and system change. We address the most challenging social and economic issues through innovation alongside local people and communities. We then seek to transform the learning from this into systems change.

Our principal place of business and main trading address is at Innovation Forum, 51 Frederick Road, Salford, M6 6FP.

Tax Information

For the year ended 31 March 2025, the Society had a deficit/loss of £55,653 per our publicly available [Annual Accounts and Directors' Report](#). As no surpluses/profits were generated for this period, no corporation tax was due. However, there were some tax adjustments that occurred during the period, and these are shown below in the following corporation tax reconciliation:

	31 March 2025
	£
Deficit/loss before taxation per financial statements	<u>(55,653)</u>
Depreciation ⁽¹⁾	841
Donations ⁽²⁾	1,100
Losses carried forward ⁽³⁾	<u>53,712</u>
Surplus/profits chargeable to corporation tax	-
Corporation tax at 19%	<u>-</u>

- (1) The treatment of fixed assets is different for accounting and tax purposes. For accounting purposes, fixed assets are depreciated over their useful economic lives. For tax, there are specific rules on what can be claimed and when (capital allowances). These differences can create tax adjustments. However, these tax adjustments are only timing differences, as eventually, the total depreciation charged in the accounts will match the total capital allowances claimed in the tax returns. We have not made a provision in our accounts in relation to these timing differences (i.e. no deferred tax has been accounted for). During the year to 31 March 2025, we had no capital allowances to claim; therefore, the only tax adjustment was in relation to adding back the accounting depreciation charge for the year.
- (2) Charitable donations can only be deducted up to an amount that reduces the Society's profits/surpluses to zero – they cannot create or increase a loss for taxation purposes. As the Society has not made any profits/surpluses for the 2025 year, our charitable donations were not tax deductible.
- (3) These are the current year's tax losses that have been carried forward, which after the above two tax adjustments, were slightly lower than our accounting deficit/losses. Tax losses carried forward can be relieved against future taxable profits/surpluses. The Society has not provided for any deferred tax in relation to carried forward tax losses.

As at 31 March 2025, the Society had no deferred tax assets or liabilities on its balance sheet; and had no movements in deferred tax expensed or credited to the Revenue Account.