

This letter is being sent to you as HMRC is experiencing problems with businesses in a number of trade sectors, including construction, labour supply and payroll.

HMRC is concerned that your business could be at risk of involvement in supply chains that are connected to fraud, which in turn could lead to your business being unable to recover the VAT it is charged on those supplies.

Additionally, companies which fail to prevent representatives acting on their behalf from criminally facilitating tax evasion can be prosecuted and if found guilty subject to an unlimited fine. More information about this offence and suggested prevention procedures can be found in 'Tackling tax evasion: Government guidance for the corporate offences of failure to prevent the criminal facilitation of tax evasion' which can be found at: [https://www.gov.uk/government/uploads/system/uploads/attachment\\_data/file/672231/Tackling-tax-evasion-corporate-offences.pdf](https://www.gov.uk/government/uploads/system/uploads/attachment_data/file/672231/Tackling-tax-evasion-corporate-offences.pdf).

To help both your business and HMRC I would like to arrange a visit to your business