



## INTRODUCING YOU TO SECTION 481 FILM RELIEF SCHEME



### DO YOU KNOW THAT YOU CAN ACCESS UP TO €3,000 IN TAX BACK PER YEAR BY AVAILING OF A SECTION 481 FILM RELIEF SCHEME?

We are pleased to inform you that we currently have a film investment opportunity for interested investors. The simple example below outlines how the scheme operates and the finance options available.

#### HOW SECTION 481 OPERATES

Currently, tax relief for S.481 investments in qualifying films is available on 100% of an investment up to €50,000 in a tax year. The relief operates by reducing taxable income at the higher rate by the amount of the investment made.

#### HOW IS IT FINANCED?

- The investment may be financed for example either by;
  - A Loan (65%) and personal equity (35%) or
  - A 100% Loan
- If 100% finance is required, investors can take a second equity loan with the same bank under different rates/terms (this documentation is also provided with the investment pack)
- The 'main loan' will be repaid by the production company on completion after a minimum of 12 months (see below)
- The 'equity loan' would be repaid at the investor's discretion

#### EXAMPLE: BASED ON €50,000 INVESTMENT

FINANCED BY: ALLIED IRISH BANK (AIB)	ALLIED IRISH BANK (AIB)
BANK LOAN ('MAIN LOAN')	€32,500
INVESTOR EQUITY/BANK LOAN	€17,500
	€50,000
RETURN ON INVESTMENT:	€ 3,000
INVESTOR EQUITY/BANK LOAN	(€17,500)
INCOME TAX REFUND (€50,000 @ 41%)	€20,500
TAX REFUND*	€3,000

\* Based on a maximum investment of €50,000 prospective investors can achieve a tax refund of €3,000 where the investment is financed by loan and equity.

*It is critical that an investor has sufficient income at 41% to shelter the tax allowance on this investment.*



## INTRODUCING YOU TO SECTION 481 FILM RELIEF SCHEME CONTINUED ....

### RISK PROFILE

In all section 481 film investments, the return to investors is dependent upon the successful completion, delivery and acceptance of the series by the parties who commissioned the series. If completion, delivery and acceptance of the series does not take place, then the investor may lose some or the whole amount of the investment.

Most investors borrow the €32,500 (or lower if not investing the maximum €50,000). The funds to repay this borrowing are placed in a special purpose account before the investor funds are released. Therefore the repayment of this loan is solely subject to the completion, delivery and acceptance risk. There is no payment risk following completion, delivery and acceptance. In addition, the investor is not dependent in any way upon the commercial success of the film to generate a return.

### CLAIMING OF TAX RELIEF

Investors can claim their tax refund as follows:

**PAYE worker:** The Form Film 3 can be forwarded to the relevant tax district and the film relief can be included in the 2014 tax credit certificate.

**Self-employed:** Relief for investment in films can be claimed when completing your income tax return for the 2014 tax year.

### INVESTMENT PROCESS

The investment process is very straight forward and operates as follows:

1. You sign and return all the documentation in the investor pack
2. You receive a Film 3 Form confirming the investment in the scheme
3. You claim back the tax refund direct from Revenue
4. The result is a net benefit / return on your investment of up to €3,000

If you are interested please email us at [info@quintas.ie](mailto:info@quintas.ie) or call us on 021 4641400 to register your interest and also confirm the investment slot you would like to apply for. We will then forward an Investor Memorandum to you in due course.

*Places are limited and will be filled on a first come first served basis.*