



How to set up your budget ? CASE STUDY

KEY ISSUES TO CONSIDER :

- Incorporation of your company & future amendments**
- Accounts & Financial statements (Chart of accounts*)**
- Lease contract : Bail precaire, Bail commercial,
Domiciliation**
- Payroll & social contributions**
- Taxes : IFA, Corporation Tax, TP, FPC, TA, TVTS**
- Example of prices : Ile de France Area**





Company Incorporation & Filings

Incorporation costs :

CFE : around 40 euros

Greffe / local companies House : about 200 euros

Legal advert : about 200 euros

**When ?
Just before incorporation**

Yearly filings : accounts about 40/50 euros per year

**When ?
In the 6 months after ARD**

**+ FEES due to your Company agent / Solicitor /
Chartered Accountant for drafting of legal
Minutes / Memo & Articles**





Accounts & Financial Statements

Accounts :

Recruiting or appointing an accountant

French accounting rules : Chart of Accounts , Depreciation rules , what is deductible or not on a tax point of view ?

Needs for management reports or not : French or English format

VAT returns : every quarter from date of signature of your Memo & Articles

**When ?
Just after incorporation**

Financial Statements :

Appointing a french Chartered Accountant

to be finalised by the end of the 4th months after ARD – contact your local tax office for a precise date

**When ?
Just after incorporation**





Registered Address & premises

When ?
Just before incorporation

Domiciliation : Registered address only or Commercial address. The legal Director « Gerant » can only use his Home address for a maximum of 5 years – specific conditions apply

Bail precaire : Short term contract max 2 years – Renewable once and then Bail 3/6/9 – For an example of contract, please contact us

« Bail 3/6/9 : Bail commercial » - 9 years maximum – renewable. You can only put an end to the lease contract every three years. Commercial property of the premises.



www.sedigroup.com



Payroll & Social contributions

Payroll :

Monthly basis

Net salary to be transferred between the end of the month and 10 days afterwards – to be agreed contractually.

When ?
Each month

Social contributions :

•Employee contributions : around 30 / 35 % of GROSS SALARY depending upon status & additional company benefits. Excludes Income Tax (no PAYE in France)

•Employer contributions : around 30 / 45 % of GROSS SALARY depending upon status & additional company benefits .

When ?
1st quarter : 15th of April
2nd quarter : 15th of July
3rd quarter : 15th of octobre
4th quarter : 15th of January





Taxes : stable establishment ONLY

● **Formation Professionnelle**
Continue : « FPC »

When ?
Before the 1st of March Y2

● **TVTS /TVS : Tax on Company cars**

When ?
For the period 01/10/Y1 to 30/09/Y2
Due by the 30/11/Y2

VAT Returns : Every quarter /
Every month

When ?
For the 19th or 24th of the following month





Taxes : stable establishment ONLY

● **IFA : Impôt Forfaitaire annuel**
« pre-payment of Corporation Tax » &
Corporation Tax :

When ?
IFA : 15th of March Year 1
CT Final payment : 15th March Year 2

● **Taxe Professionnelle : « TP »**

When ?
TP 2005 based on figures 2003
Declaration before May 2004
Payment by the 15.12.2005





STARTING UP IN FRANCE !

**DO NOT SURPRISE YOURSELF : PLAN
IT IN ADVANCE !**

**NEW COUNTRY = NEW RULES = NEW
GAME !**

