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**From:**  
**Sent:**  
**To:**

25 June 2014 10:09

**Subject:**

FW: Consultation on non residents - response from

-----Original Message-----  
From:  
Sent: 15 April 2014 16:32  
To: TaxTeam, CapitalGains (CAR Capital Gains)  
Subject: Consultation on non residents

Dear Sirs

I would like to bring up a couple of issues that should be considered.

1 A UK property is bought whilst a UK national is resident and working in the UK, paying income tax and funding this purchase out of taxed income. After a few years he is posted abroad for work and retains the property for use during home leave, and the property is not let out. The individual does not own property in any other country but rents accommodation or has it provided by his employer. Local taxes are charged on overseas income and provisions of a double taxation treaty used where allowed to mitigate any UK income taxes. UK non resident status is maintained. There is an argument that since this UK home is the only property owned it should remain as PPR. It has been funded from UK taxed income and used for many years as the only permanent home, and for home leave from duty.

2 It would appear that nominal gains are to be taxed. Since it can be argued that Governments create inflation, it is not right that said Government should benefit from such illusory gains. As we have seen Government policy - low interest rates, help to buy etc has created and will continue to create property inflation much higher than standard indices. Only real gains should be taxed and inflation stripped out.

I trust my comments will prove useful in preventing an inequitable outcome for those serving the UK overseas.

Kind regards