



VAT Loans for Plant & Tool Hire Firms

Spread Quarterly VAT Bills Over Three Months



MACMANUS
ASSET FINANCE

NACFB
HELPING FUND UK BUSINESS



VAT Loans for Plant & Tool Hire Firms

Spread Quarterly VAT Bills Over Three Months

Protect cashflow while paying HMRC on time and in full.



FEATURES & BENEFITS

VAT loans break the quarterly liability into three equal monthly payments, easing pressure and preserving working capital.

- **Stay Fully Compliant with HMRC** – VAT is paid on time, avoiding penalties or interest.
- **Spread the Burden** – replace one large quarterly hit with three smaller monthly payments.
- **Preserve Liquidity for Operations** – keep cash free for wages, depot costs, and maintenance.
- **Maintain Fleet Reliability** – ensure servicing and repairs can be completed without delay.
- **Smooth Quarter-End Cashflow** – reduce strain when multiple obligations fall due.
- **Enable Growth** – free working capital for investment in new hire equipment or expansion.

THE CHALLENGE OF VAT FOR HIRE COMPANIES

Plant and tool hire firms typically generate high turnover, leading to large quarterly VAT liabilities. These lump-sum bills often land at the same time as payroll, depot overheads, and the ongoing costs of servicing and maintaining fleets. With clients sometimes paying on extended terms, VAT deadlines can clash with periods of already-stretched cashflow. This makes quarter end one of the most challenging times financially for hire businesses.

CASE STUDY

A plant hire company faced a £55,000 VAT bill in the same month as scheduled maintenance on several machines and payroll for its engineering staff. Paying HMRC in full would have delayed servicing and risked downtime for clients. A VAT loan spread the liability across three equal payments, ensuring HMRC compliance while keeping funds available for payroll and maintenance. This helped the company maintain service reliability and client satisfaction.



Powering Plant & Tool Hire

VAT loans give plant and tool hire businesses financial breathing space at quarter end, helping them stay compliant while keeping their fleets in top condition.



Speak To The Experts

At **MacManus Asset Finance**, we help UK hire companies fund plant, tools, and vehicles with flexible finance solutions.