

### A3 - BLAGAB management expenses (LAM04000)

			<b>Total</b>
<i>Step 1 – Company’s ordinary BLAGAB management expenses of the AP</i>	Ordinary BLAGAB management expenses		109,620
<i>Step 2</i>	less six-sevenths of the acquisition expenses of the period		<u>(42,500)</u> <u>67,120</u>
<i>Step 3 – deemed BLAGAB management expenses – FA2012/S78(3)</i>	Spreading of acquisition expenses	169,150	
	Capital allowances on management assets	22,500	
	Transitional relief for old annuity contracts	<u>8,350</u>	200,000
<i>Step 4 – total of steps 1-3, adjust for expenses reversed in the AP and BLAGAB trade loss utilised</i>	Sum of steps 1 to 3	267,120	
	Deduct relief previously given for expenses repaid in the AP	(3,600)	
	Adjust for BLAGAB trade loss relieved	<u>0</u>	<u>263,520</u>
<i>Step 5 – add management expenses brought forward to the sum of step 4</i>	Management expenses brought forward	12,500	
	Minimum profits charge of previous AP	<u>12,630</u>	<u>25,130</u>
	Adjusted BLAGAB management expenses	(A1)	<u><b>288,650</b></u>