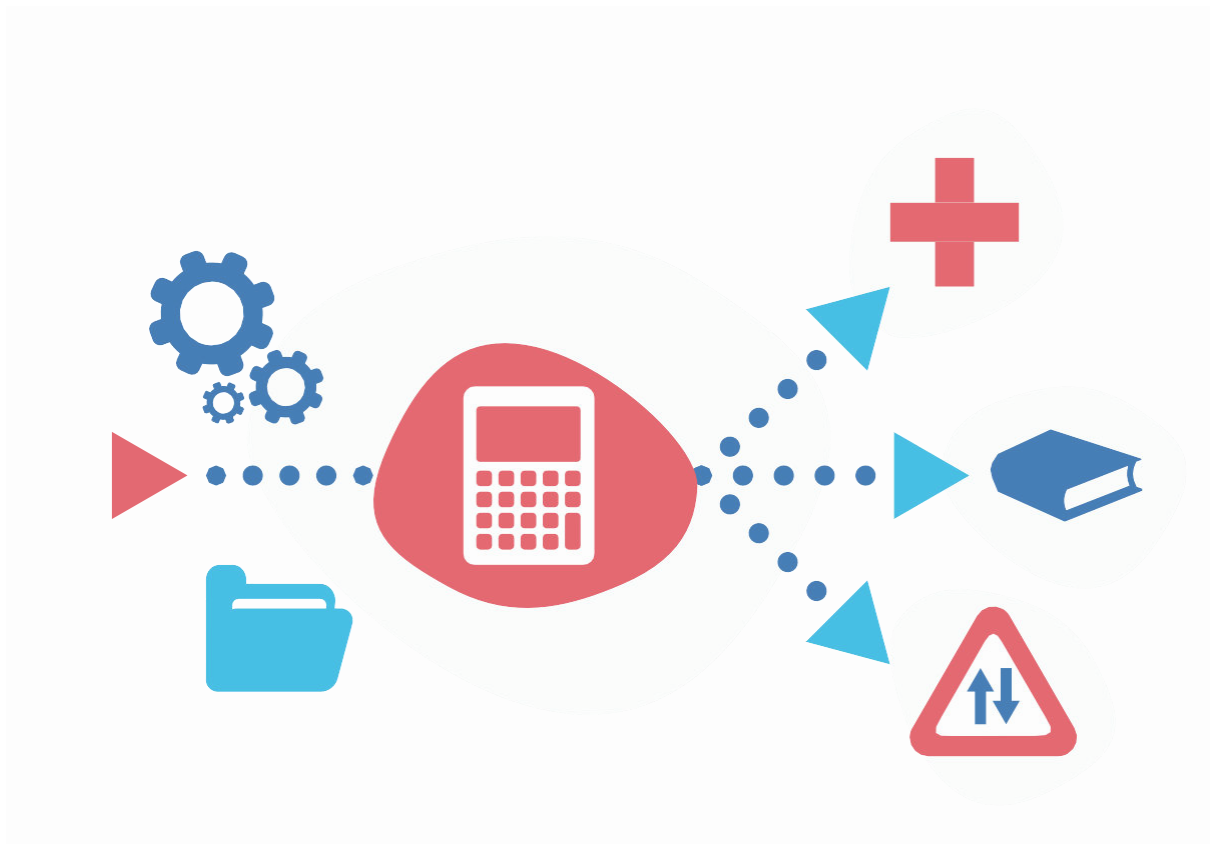


Tax card

2024/2025



Taxable income bands and tax rates		
	2024/25	2023/24
Savings starting rate limit	£5,000	£5,000
Savings starting rate	0%	0%
Basic rate band	£37,700	£37,700
Basic rate	20%	20%
Dividend ordinary rate	8.75%	8.75%
High rate band	£37,701- £125,140	£37,701- £125,140
Higher rate	40%	40%
Dividend upper rate	33.75%	33.75%
Additional rate band	over £125,140	over £125,140
Additional rate	45%	45%
Dividend additional rate	39.35%	39.35%
Allowances that reduce taxable income		
Personal allowance	£12,570	£12,570
Blind person's allowance	£3,070	£2,870
The personal allowance is reduced by £1 for each £2 of adjusted net income from £100,000 to £125,140. We expect that the main income tax rate bands and allowances will now remain static until at least 5 April 2026.		
Other allowances		
Personal savings allowance		
Basic rate taxpayers	£1,000	£1,000
Higher rate taxpayers	£500	£500
Additional rate taxpayers	Nil	Nil
Dividend allowance	£500	£1,000
Allowances that reduce tax		
*Married couple's allowance	£11,080	£10,375
**Marriage allowance	up to £1,260	up to £1,260
*Where one spouse/civil partner is born before 6 April 1935. The allowance is reduced by £1 for each £2 of adjusted net income above £37,000 until a minimum of £4,280 for 2024/25 is reached. Relief is given at 10%.		
**Where both spouses/civil partners are born on or after 6 April 1935. The marriage allowance allows an individual to transfer up to this amount of their personal allowance to their spouse or civil partner. Neither the transferor nor recipient can be liable to income tax at the higher or additional rate. Relief is given at 20%.		

Inheritance tax		
	2024/25	2023/24
Nil rate band	£325,000	£325,000
The inheritance tax nil rate band was set at £325,000 from 6 April 2009 and is now likely to remain static until at least 5 April 2026. A surviving spouse will receive a further nil rate band allowance based on the percentage of nil rate band not used by the predeceased spouse/civil partner. Subject to conditions, a residence nil rate band of £175,000 is available on transfers to direct descendants.		
Tax rates		
Main rate	40%	40%
Chargeable on lifetime transfers	20%	20%
Transfers on or within seven years of death	40%	40%
Reduced rate where 10% of net chargeable estate left to charity	36%	36%
Main exemptions		
<ol style="list-style-type: none"> 1. Most transfers between spouses and civil partners. 2. First £3,000 of lifetime transfers in any tax year plus any unused from the previous year. 3. Gifts up to £250 p.a. to any number of persons. 4. Gifts made out of income that form part of normal expenditure and do not reduce the standard of living. 5. Gifts in consideration of marriage/civil partnership up to £5,000 by a parent, £2,500 by grandparents, or £1,000 by anyone else. 6. Gifts to charities, whether made during lifetime or on death. 		



Pension contributions		
	2024/25	2023/24
Maximum tax-relievable contribution		
- Employers	Unlimited *	Unlimited *
- Individuals (gross)	£3,600 or 100% of net relevant earnings **	£3,600 or 100% of net relevant earnings **
Annual Allowance	£60,000	£60,000
Money Purchase Annual Allowance ***	£10,000	£4,000
Maximum age for tax relief on personal / employee contributions	74	
<p>* Employer contributions are unlimited provided they meet the 'wholly and exclusively' test but do count against the Annual Allowance.</p> <p>* The maximum tax-relievable contribution is capped by the Annual Allowance. For higher earners, the annual allowance is reduced by £1 for every £2 of adjusted income that exceeds £260,000 (2022/23 £240,000), up to a maximum reduction of £50,000 (2022/23 £36,000) with those earning £360,000+ capped at £10,000pa (2022/23 £4,000pa). Unused annual allowance from the previous three years may be used to increase the maximum tax relievable contribution, subject to specific conditions.</p> <p>** The Money Purchase Annual Allowance applies where income benefits have been taken from a defined contribution scheme, subject to specific conditions.</p>		
Benefits		
Normal minimum age for accessing benefits	55*	
Maximum tax-free lump sum	25%**	
Lump Sum Allowance ***	£268,275	
Lump Sum & Death Benefit Allowance ***	£1,073,100	
<p>* Increasing to 57 from 6 April 2028.</p> <p>** Tax free cash is normally limited to 25% of the value of the pension fund to a maximum of the Lump Sum Allowance.</p> <p>*** The Lump Sum Allowance (LSA) and the Lump Sum & Death Benefit Allowance (LSDBA) replaced the previous Lifetime Allowance (LTA) from 6 April 2024.</p>		

National insurance	
Class 1 - Employee	
6 April 2024 - 5 July 2025	
Weekly earnings	Contribution rate
At or below £242	0%
£243 - £967*	8%
Above £967	2%
<p>Employees above state pension age do not have to pay NIC.</p> <p>*An election can be made for reduced rate of 5.85% to be apply to married women who are employees with valid certificates.</p>	
Class 1 - Employer	
Weekly earnings 2022/2023	Contribution rate
At or below £175*	0%
Above £175*	13.80%
<p>An employment allowance of £5,000 (2019/20 £3,000) per employer, per year, applies to those who paid less than £100,000 employers' NIC in the previous tax year (2022/23).</p> <p>*0% rate applies to all under 21s, apprentices under 25 years, eligible veterans for earnings up to £967 per week, and freeport and investment zone tax employees for earnings up to £481 per week.</p>	
Class 1A and 1B (employer)	
On relevant benefits	13.80%
Class 2	
Self employed	£3.45* per week
Small profits threshold	£6,725 per annum
Class 3	
Voluntary	£17.45 per week
Class 4**	
Self employed on profits £12,570 - £50,270	6%
Over £50,270	2%
<p>*Share fisherman pay £4.10 and volunteer development workers £6.15.</p> <p>**Exemption applies if the state retirement age is reached by 6 April 2023.</p>	



High income child benefit charge

	2024/25	2023/24
Threshold	£60,000	£50,000
There is a tax charge of 1% of the child benefit received for each £200 (2023/24 £100) that the threshold is exceeded up to a maximum of 100%.		

ISA and junior ISA

Annual investment limit	2024/25	2023/24
ISA	£20,000	£20,000
Junior ISA/ Child Trust Fund	£9,000	£9,000

Corporation tax

Financial year from 1 April	2024	2023
Taxable profits over £250,000	25%	25%
Taxable Profits between £50,001 and £249,999	25%	25%
Taxable profits up to £50,000	19%	19%

Capital gains tax

	2024/25	2023/24	
All gains except residential property and carried interest			
Lower (basic) rate	10%	10%	
Higher (higher and additional) rate	20%	20%	
Residential property and carried interest gains			
Lower (basic) rate	18%	18%	
Higher (higher and additional) rate	24%	28%	
Allowances and reliefs			
Annual exemption	Individuals	£3,000	£6,000
	Settlements	£1,500	£3,000
Business asset disposal relief	Applicable rate	10%	10%
	Lifetime limit	£1m	£1m
Investors' relief	Applicable rate	10%	10%
	Lifetime limit	£1m	£1m
*Separate lifetime limit on gains for external investors. Applies to newly issued shares in unlisted trading companies which have been held for three years.			



Main capital allowances, R&D credits and creative sector reliefs	
Corporation tax allowances and reliefs	2024/25
Plant and machinery: main rate expenditure	18%
Special rate expenditure: long-life assets, integral features of buildings, thermal insulation	6%
Structures and buildings allowances (SBA)	3%
Annual investment allowance (AIA)	£1m
Enhanced capital allowances in freeports (ECA+)*	100%
Enhanced structures and buildings allowance in Freeports (SBA+)*	10%
Full expensing: main rate first year allowance**	100%
Full expensing: special rate first year allowance**	50%
R&D qualifying capital expenditure	100%
Enhanced R&D intensive support additional deduction	86%
Enhanced R&D intensive support tax credit	14.5%
Merged scheme R&D expenditure credit	20%
Patent box	10%
Film tax relief***	34% / 39% / 53%
High-end TV tax relief***	34% / 39%
Videogames tax relief	34%
<p>*Available from the date the site is designated until 30 September 2026. **From 1 April 2023, companies investing in qualifying new plant and machinery assets will be able to claim a 100% first year allowance on qualifying main rate plant and machinery investment and a 50% first year allowance for qualifying special rate assets. ***The Audio-Visual Expenditure Credit (AVEC) for film is 34% (39% for animated film). Independent British films with a budget of less than £15m will receive a credit of 53% on qualifying expenditure. The AVEC for high-end TV programs is 34% (39% for animated and children's TV).</p>	
First year allowance (FYA) for electric cars or zero emission	100%
Writing down allowance (WDA) if CO2 emissions are 50g/km or lower (not zero)	18%
WDA (secondhand vehicles) if CO2 emissions are less than 110g/km	6%
WDA if CO2 emissions exceed 110g/km	6%



Investment reliefs		
	Limit	Relief rate
Enterprise investment scheme	£1m*	30%
Venture capital trust	£200,000	30%
Seed enterprise investment scheme	£200,000	50%
*£2m if at least £1m of that is invested in 'knowledge-intensive companies'.		

Tax free mileage allowances				
Cars and vans	First 10,000 business miles p.a.	45p		
	Thereafter	25p		
Motorcycles	24p			
Bicycles	20p			
Business passenger	5p			
Fuel only allowance for company cars				
From 1 March 2024	Electric	Petrol	Diesel	LPG
Up to 1400cc*	9p	13p	12p	11p
1401**- 2000cc	9p	15p	14p	13p
Over 2000cc	9p	24p	19p	21p
These rates change on 1 March, 1 June, 1 September and 1 December each year. *1600cc for diesel. **1601cc for diesel. Hybrid cars are treated as either petrol or diesel cars.				

Vehicle and fuel benefits in kind (BIK)		
Cars first registered before 6 April 2020		
CO ₂ emissions figure	Electric range	2024/25
0	n/a	2%
1-50	130 or more	2%
	70-129	5%
	40-69	8%
	30-39	12%
	Less than 30	14%
51-54		15%
55 or over		Add 1% for every 5g/km
160 and over		37% max
Diesel supplement		4%
The list price is on the day before first registration, including most accessories, and is reduced by any employee's capital contribution (max £5,000) when the car is first made available. Where the cost of all fuel for private use is borne by the employee, the fuel benefit is nil. Otherwise, the fuel benefit is calculated by applying the car benefit percentage to £27,800 (2023/24 £27,800). Vans where private use is more than home to work travel; £3,960 (2023/24 £3,960) benefit and £757 (2023/24 £757) for private fuel. A nil rate of tax will apply to zero-emission vans within the van benefit charge. Cars that meet the Real Driving Emissions Step 2 (RDE2) standard are exempt from the diesel supplement.		



Value added tax	
From 1 April 2017 - 31 March 2025	
Standard rate	20%
VAT fraction	1/6
Taxable turnover limits	
Registration (last 12 months or next 30 days over)	£90,000
Deregistration (next year under)	£88,000
Annual accounting scheme	£1.35m
Cash accounting scheme	£1.35m
Flat rate scheme*	£150,000
*If goods cost less than 2% of turnover or £1,000p.a. you will be classified as a 'limited cost business' and pay a rate of 16.5% irrespective of business type.	



Stamp taxes		
SDLT on the transfer of residential property*	Main residence	Second home or buy to let
Up to £250,000	0%	3%
The next £675,000 (from £250,001 to £925,000)	5%	8%
The next £575,000 (from £925,001 to £1.5m)	10%	13%
The remaining proportion (above £1.5m)	12%	15%
Qualifying purchases in freeport tax sites will be eligible for full SDLT relief. *15% for purchases by companies on value over £500,000 subject to exemptions. *Subject to conditions, first-time buyers pay 0% on up to £425,000 and 5% between £425,000 and £625,000. No relief available if purchase > £625,000. *The rates are different in Wales and Scotland. *Additional rate of 3% applies for second home and buy to let buyer, but it is excluded if purchase < £40,000.		
SDLT on the transfer of non-residential or mixed use property		
On the first £150,000	0%	
On the next £100,000	2%	
Balance above £250,000	5%	