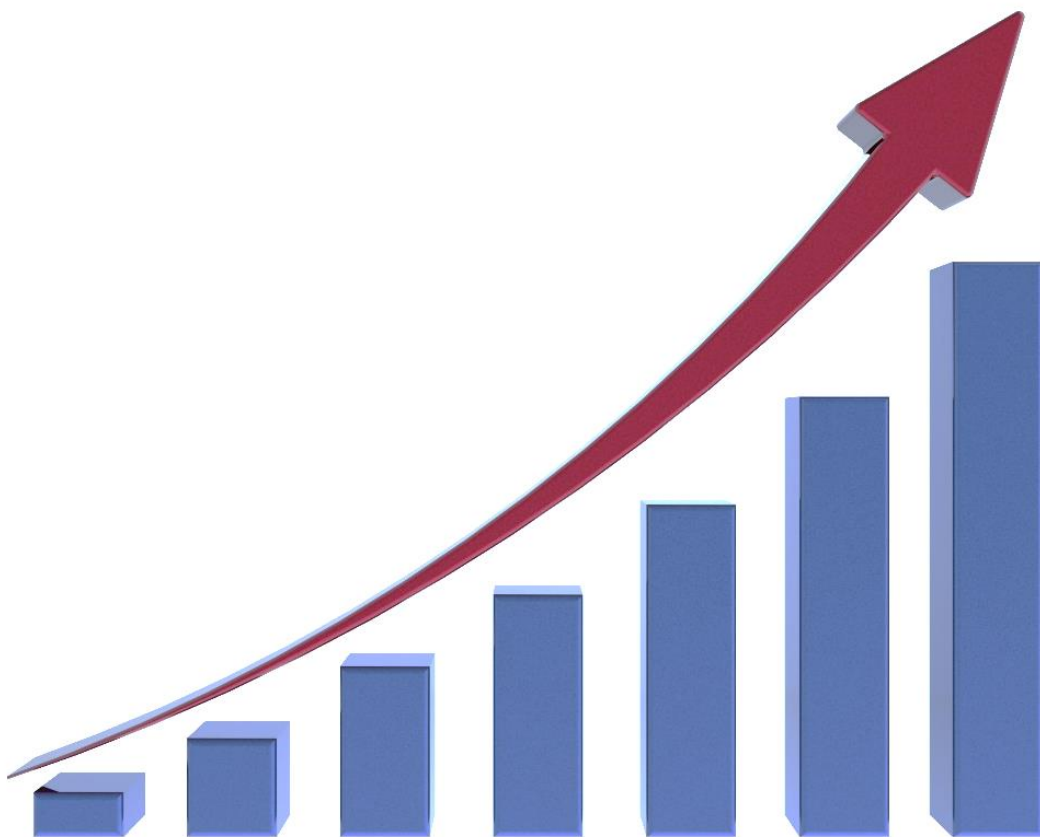


TAX FACTS

Tax rates and allowances 2018/19



INCOME TAX		2018/19	2017/18
Basic rate of 20% on income up to:			
	UK excl. Scotland	£34,500	£33,500
Higher rate of 40% on income over:			
	UK excl. Scotland	£34,500	£33,500
Additional rate of 45% on income over:			
	UK excl. Scotland	£150,000	£150,000
Starting rate of 0% on savings income up to ±		£5,000	£5,000
Savings allowance at 0% tax:	Basic rate taxpayers	£1,000	£1,000
	Higher rate taxpayers	£500	£500
	Additional rate taxpayers	£0	£0
Dividend allowance at 0% tax – all individuals		£2,000	£5,000
Tax rate on dividend income:			
	Basic rate taxpayers	7.5%	7.5%
	Higher rate taxpayers	32.5%	32.5%
	Additional rate taxpayers	38.1%	38.1%
Trusts: Standard rate band generally		£1,000	£1,000
Rate applicable to trusts:	Dividends	38.1%	38.1%
	Other income	45%	45%

± Not available if taxable non-savings income exceeds the starting rate band.

Child Benefit Charge

1% of benefit per £100 of income between £50,000 and £60,000

Main Personal Allowances and Reliefs	2018/19	2017/18
Personal (basic)	£11,850	£11,500
Personal reduced by £1 for every £2 of net income over	£100,000	£100,000
Marriage/civil partners' transferable allowance	£1,185	£1,150
Married couples'/civil partners' allowance at 10%*		
(if at least one born before 6/4/35) – maximum	£8,695	£8,445
– minimum	£3,360	£3,260
Blind person's allowance	£2,390	£2,320
Rent-a-room tax-free income	£7,500	£7,500
Property allowance and Trading allowance (each)	£1,000	£1,000

*Reduced by £1 for every £2 of income over £28,900 (£28,000 for 17/18, until minimum reached).

Non-domicile remittance basis charge after UK residence in at least:

7 of the last 9 tax years	£30,000	£30,000
12 of the last 14 tax years	£60,000	£60,000

REGISTERED PENSIONS	2018/19	2017/18
Lifetime allowance	£1,030,000	£1,000,000
Money purchase annual allowance	£4,000	£4,000
Annual allowance ∞	£40,000	£40,000
Annual allowance charge on excess	20% - 45%	20% - 45%
Max. pension commencement lump sum	25% of pension benefit value	
Lifetime allowance charge if excess drawn	as cash 55% / income 25%	
∞ <i>Subject to 50% taper down to £10,000 if threshold income over £110,000 and adjusted income over £150,000.</i>		

NATIONAL INSURANCE CONTRIBUTIONS

Class 1	Employee	Employer
NIC rate	12%	13.8%
No NICs on the first – Age under 21/15 for apprentices	£162 pw	£892 pw
– Age 21/25 and over	£162 pw	£162 pw
NICs rate charged up to	£892 pw	No limit
2% NICs on earnings over	£892 pw	N/A
Certain married woman	5.85%	13.8%
Employment Allowance		£3,000
Per business – not available if sole employee s a director.		
Limits and Thresholds	Weekly	Annual
Lower earnings limit	£116	£6,032
Primary earnings threshold	£162	£8,424
Secondary earnings threshold	£162	£8,424
Upper earnings limit and upper secondary earnings threshold (under 21 or apprentice under 25)	£892	£46,350
Class 1A Employer On car and fuel benefits and most other taxable benefits provided to employees and directors.		13.8%
Self-Employed Class 2 Flat rate	£2.95 pw	£153.40 pa
Self-Employed Small profits threshold		£6,205pa
Self-Employed Class 4 On profits	£8,424-£46,350 pa	9%
	Over £46,350 pa	2%
Class 3 Flat rate	£14.65 pw	£761.80 pa

STATE PENSIONS

	Weekly	Annual
Single tier *	£164.35	£8,546.20
Basic – Single person [▽]	£125.95	£6,549.40
Basic – Spouse/civil partner [▽]	£75.50	£3,926.00
* State pension age reached after 5/4/16 ▽ State pension age reached before 6/4/16		

PROPERTY TRANSACTION TAXES AND STAMP DUTIES

First time homebuyers (excl. Scotland) from 22/11/17:

0% on first £300,000 for properties up to £500,000

England & N Ireland – Stamp Duty Land Tax (SDLT) on slices of value

Residential property	%	Commercial property	%
Up to £125,000	0	Up to £150,000	0
£125,001 - £250,000	2	£150,001 - £250,000	2
£250,001 - £925,000	5	Over £250,000	5
£925,001 - £1,500,000	10		
Over £1,500,000	12		

Residential properties bought by companies etc. over £500,000 – 15% on value

TAX INCENTIVISED INVESTMENT	2018/19	2017/18
Individual Savings Account (ISA)	£20,000	£20,000
Junior ISA and Child Trust Fund	£4,260	£4,128
Lifetime ISA	£4,000	£4,000
Help to Buy ISA	£1,000 initial and £200 per month	
Venture Capital Trust (VCT) at 30%	£200,000	£200,000
Enterprise Investment Scheme (EIS) at 30%	£2,000,000*	£1,000,000
EIS eligible for CGT reinvestment deferral relief	No limit	No limit
Seed EIS (SEIS) at 50%	£100,000	£100,000
SEIS CGT reinvestment relief	50%	50%

* Above £1,000,000 must be in knowledge intensive companies.

CAPITAL GAINS TAX	2018/19	2017/18
Tax Rates – Individuals		
Up to UK basic rate limit	10%	10%
Above UK basic rate limit	20%	20%
Tax Rate – Trusts and Estates	20%	20%
Surcharge for residential property and carried interest	8%	8%
Exemptions		
Individuals, estates, etc.	£11,700	£11,300
Trusts generally	£5,850	£5,650
Chattels (gain restricted to 5/3rds of proceeds exceeding limit)	£6,000	£6,000
Entrepreneurs' Relief	10% on lifetime limit of £10,000,000	
For trading businesses and companies (minimum 5% employee/officer shareholding) held for at least one year		

INHERITANCE TAX	2018/19	2017/18
Nil-rate band*	£325,000	£325,000
Residence nil-rate band* ^	£125,000	£100,000
Rate of tax on excess	40%	40%
Rate if at least 10% of net estate left to charity	36%	36%
Lifetime transfers to and from certain trusts	20%	20%
Overseas domiciled spouse/civil partner exemption	£325,000	£325,000
100% relief: businesses, unlisted/AIM companies, certain farmland/buildings		
50% relief: certain other business assets e.g. farmland let before 1/9/95		
Annual exempt gifts of:	£3,000 per donor £250 per donee	

* Up to 100% of the unused proportion of a deceased spouse's/civil partner's nil-rate band(s) can be claimed on the survivor's death.

^ Subject to 50% taper for estates above £2,000,000

Tax charge on gifts within 7 years of death

Years before death	0 - 3	3 - 4	4 - 5	5 - 6	6 - 7
% of death tax charge	100	80	60	40	20

CORPORATION TAX	Profits	Diverted Profits
Year to 31/3/19	19%	25%
Year to 31/3/18	19%	25%
Corporation tax at 32.5% on outstanding loans to participators		

VALUE ADDED TAX		
Standard rate 20%	Reduced rate, e.g. on domestic fuel	5%
Registration level from 1/4/18		£85,000
Deregistration level from 1/4/18		£83,000
Flat rate scheme turnover limit		£150,000
Cash and annual accounting schemes turnover limit		£1,350,000

CAR BENEFITS

Taxable amount based on car's list price when new.

Charge varies according to CO₂ emissions in grams per kilometre.

CO ₂ emissions g/km	Petrol %	Diesel * %	CO ₂ emissions g/km	Petrol %	Diesel * %
0-50	13	17	135-139	28	32
51-75	16	20	140-144	29	33
76-94	19	23	145-149	30	34
95-99	20	24	150-154	31	35
100-104	21	25	155-159	32	36
105-109	22	26	160-164	33	37
110-114	23	27	165-169	34	37
115-119	24	28	170-174	35	37
120-124	25	29	175-179	36	37
125-129	26	30	180 & over	37	37
130-134	27	31			

* Cars that do not meet the RDE2 standards.

Fuel Benefit – taxable amount for private use

Multiply the CO₂ percentage charge used for car benefit by

£23,400

VANS – FOR PRIVATE USE

	2018/19	2017/18
Zero emission: chargeable amount	£1,340	£646
Other vans: chargeable amount	£3,350	£3,230
Fuel: chargeable amount	£633	£610

TAX-FREE BUSINESS MILEAGE ALLOWANCE – OWN VEHICLE

Cars first 10,000 miles:	45p per mile	thereafter 25p per mile
Qualifying passenger	5p per mile	
Motorcycles	24p per mile	Bicycles 20p per mile

MAIN CAPITAL AND OTHER ALLOWANCES

Plant and machinery 100% annual investment allowance (1 st year)	£200,000
Enterprise zone plant and machinery (Max €125m per investment project)	100%
Plant and machinery (annual reducing balance)	18%
Patent rights and know-how (annual reducing balance)	25%
Certain long-life assets and integral features of buildings (annual reducing balance)	8%
Energy and water-efficient equipment	100%
Electric vans	100%

Motor Cars

CO ₂ emissions of g/km	50 or less*	51-110	111 or more
Capital allowance:	100% first year	18% pa^	8% pa^

*New cars only

^Reducing balance

Research and Development

Capital expenditure	100%
Revenue expenditure relief – small/medium-sized companies	230%
Research and development expenditure credit – large companies	12%*

*Up from 11% from 1/1/18

SOCIAL SECURITY AND OTHER RATES

2018/19 social security rates not yet published.

These are the rates at 22/11/17

Weekly rates unless stated otherwise. Certain benefits will be affected by the phasing in of Universal Credit. These are marked [▲] below.

Attendance Allowance

Higher rate £83.10

Lower rate £55.65

Carer's Allowance

£62.70

Employment and Support Allowance[▲]

13-week assessment phase

Aged under 25: up to £57.90

Aged 25 or over: up to £73.10

From week 14 after Work Capability

Assessment if eligible

In Work Related Activity Group

up to £102.15

In Support Group

up to £109.65

Statutory Pay Rates Average weekly pay £113 or over

Statutory Sick Pay (SSP)

standard rate £89.35

Statutory Maternity Pay (SMP)/Statutory Adoption (SAP)

First 6 weeks - 90% of average weekly pay

Next 33 weeks - 90% of average weekly pay subject to a maximum of

£140.98

Statutory Paternity Pay (SPP)

90% of average pa subject to a maximum of

£140.98

Shared Parental Pay (ShPP) – up to 37 weeks

90% of average pay subject to a maximum of

£140.98

Jobseeker's Allowance[▲]

Aged under 25 - £57.90

Aged 25 or over - £73.10

National Minimum/National Living Wage

1/4/18 – 31/3/19

(per hour)

Aged 25 and over (NLW)

£7.83

Aged 21-24 (NMW)

£7.38

Aged 18-20 (NMW)

£5.90

Aged under 18 (NMW)

£4.20

Apprentice (NMW)

£3.70

MAIN DUE DATES FOR TAX PAYMENTS

Income Tax, NIC and Capital Gains Tax – Self Assessment

31 Jan in tax year

Following 31 July

Following 31 Jan

- Normally 50% of previous year's income tax (less tax deducted at source) and class 4 NIC
- Balance of income tax and class 4 NIC, and all CGT and class 2 NIC

Inheritance Tax

On death:

normally 6 months after month of death

Lifetime transfer 6 April-30 September:

30 April in following year

Lifetime transfer 1 October-5 April:

6 months after month of transfer

Corporation Tax Self-assessment: 9 months and one day after end of accounting period

- Payable by instalments where profits are £1.5m or over.
Normally payable in 7th, 10th, 13, and 16th months after start of accounting period.
- Growing companies: no instalments where profits are £10m or less and the company was not a large company for the previous year.

Financial calendar 2018/19

Every month

1	Annual corporation tax due for companies (other than large companies) with year ending nine months and a day previously, e.g. tax due 1 October 2017 for year ending 31 December 2016.
14	Quarterly instalment of corporation tax due for large and very large companies (month depends on accounting year-end).
19	Pay PAYE/NIC and CIS deductions for period ending 5th of the month if not paying electronically. Submit CIS contractors' monthly return.
22	PAYE/NIC and CIS deductions paid electronically should have cleared into HMRC bank account.
Month end	Submit CT600 for year ending 12 months previously. Last day to amend CT600 for year ending 24 months previously. File accounts with Companies House for private companies with year ending nine months previously and for public companies with year ending six months previously.
<i>If the due date for payment falls on a weekend or bank holiday, payment must normally be made by the previous working day</i>	

April 2018

1	Final staging date for businesses (unless commenced after 31 March 2012) to automatically enrol staff into a workplace pension scheme. (Businesses started after 31 March 2012 have staging dates up to 1 February 2018.)
5	Deadline for making a payment of Class 3A voluntary NIC to top-up entitlement to the additional state pension. Last day to submit final RTI Full Payment Submission (FPS) or Employer Payment Submission (EPS) for 2017/18. Final day to register online to 'payroll' benefits and expenses in 2017/18.
6	First day of the 2018/19 tax year. Changes to many tax allowances, rates and Thresholds, and ISA limits. Start of phased restriction to residential property mortgage interest relief. Introduction of new domicile rules. Money purchase annual allowance reduced. Tax benefit from certain salary sacrifice arrangements restricted.
19	Final day to send a late FPS for 2017/18. (After 19 April, corrections for 2017/18 must be made on a RTI Earlier Year Update. A penalty will usually be charged.)
30	IHT due on lifetime transfers between 6 April and 30 September 2016. (IHT on other transfers payable six months after the end of the month in which the transfer or death occurred.)

May 2018

1	Start of daily penalty where the 2016/17 tax return has not been filed (charged for up to 90 days).
31	Last date to issue 2017/18 P60s to employees.

July 2018

6	Deadline for employers to make returns of expenses and benefits (forms P11D and P11D(b)) for 2017/18 to HMRC and provide copies to employees. Deadline for online filing of 2017/18 returns for all employee share schemes, with online registration by this date for new schemes set up during 2017/18.
31	Deadline for confirming tax credit claims for 2016/17 and renewing for 2017/18.

August 2018

1	Penalty of 5% of the tax due or £300, whichever is greater, where the 2016/17 tax return has not been filed.
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October 2018

5	Deadline to register for self-assessment for 2016/17.
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22 Deadline for paying tax and Class 1B NIC on PSAs (19th if not paying electronically).

31 Deadline for 2017/18 tax return if filed on paper.

January 2019

31 Deadline for 2017/18 tax return if filed online. Pay balance of 2017/18 income tax, Class 4 NIC, and all CGT and Class 2 NIC, plus first payment on account for 2018/19

February 2019

1 Initial penalty imposed where the 2017/18 tax return has not been filed or has been filed on paper after 31 October 2018

March 2019

2 Last day to pay 2017/18 tax to avoid automatic 5% penalty.

Subject to Finance Act 2018

For information only

You are advised to consult us before making decisions or acting on the basis of information given herein.