

Income Tax Rates	£	%
Starting rate	0 – 5,000	0 <small>(note A)</small>
Basic rate	0 – 37,700	20
Higher	37,701 – 150,000	40
Additional	150,000+	45

Note A: 0% starting rate is for savings income only, when non-savings income is above the starting band level then basic rate percentage will be used

Non-savings income includes income from employment, profits from self-employment, pensions, income from property and taxable benefits.

Income tax rates in Scotland differ from the above.

Dividend Tax	%
First £2,000	0
Savings & basic rate taxpayers	7.5
Higher rate taxpayer	32.5
Additional rate taxpayer	38.1

Capital Gains Tax

Annual Exemptions	£
Individuals/Personal Reps & Trustees of Disabled People	12,300
Other Trusts	6,150

CGT Tax Rates	%
Individuals – Basic Rate Taxpayer	10% <small>(note A)</small>
Individuals – Higher Rate Taxpayer	20% <small>(note A)</small>
Trusts & Personal Reps	20% <small>(note A)</small>
Personal Rep of a Deceased Individual	20% <small>(note A)</small>

Note A: Residential Property and carried interest carries an additional 8% surcharge

Pensions	£
Full Single Tier State Pension Benefit	179.60pw <small>(note A)</small>
Basic State Pension Benefit	137.60pw

Pension Contributions (Gross)

Annual Allowance (100% of salary up to)	40,000 <small>(notes B)</small>
Money Purchase Annual Allowance	4,000
Permitted contributions (irrespective of salary)	3,600

Lifetime Allowance 1,073,100

Lifetime Allowance charge	
- taken as cash	55%
- taken as income	25% <small>(note C)</small>

Note A: when state pension age reached after 5/4/16

Note B: allowance reduces by £1 for every £2 income over £240k unless threshold income is below £200k

Note C: also subject to income tax under PAYE

Other Tax Incentivised Investments

Enterprise Investment Schemes (EIS)	£2,000,000 <small>(note A)</small>
EIS rate of income tax relief	30%
Venture Capital Trusts (VCT's)	£200,000
VCT rate of income tax relief	30%
Seed EIS (SEIS)	£100,000
SEIS rate of income tax relief	50%

Note A: Above £1,000,000 must be in knowledge intensive companies

Allowances and Reliefs

Personal Allowance	12,570 <small>(note A)</small>
Transfer of allowance	1,260 <small>(note B)</small>
Married/CP Couples Allowance (min)	3,530 <small>(note C)</small>
Married/CP Couples Allowance (max)	9,125 <small>(notes C & D)</small>
Blind person's allowance	2,520
Rent a room relief	7,500
Savings allowance (basic rate)	1,000
Savings allowance (higher rate)	500

Note A: Allowance is reduced by £1 per £2 of income over £100,000

Note B: To qualify lower earner must be below personal allowance and higher earner must be a basic rate taxpayer

Note C: Available if one spouse was born before 6 April 1935

Note D: Reduces by £1 for every £2 income of over £30,400

Individual Savings Accounts

Annual Subscription Limit (adult)	20,000
Annual Subscription Limit (Junior)	9,000
Lifetime ISA	4,000

Inheritance Tax

Nil rate band	325,000 <small>(note A)</small>
Additional Residence Nil rate band	175,000 <small>(note B & D)</small>

Tax charge on excess 40% (note C)

Note A: Any unused threshold can be added to your spouse or civil partners threshold when you die.

Note B: Available if you leave your home to your children or grandchildren

Note C: a discounted rate of 36% is available if at least 10% of your net estate is gifted to charity.

Note D: Subject to taper relief for estates over £2,000,000 (£1 for £2 over)

Tax on chargeable gifts made in the 7 Year period prior to death

Years between gift and death	Tax to be Paid
Less than 3	40%
3 to 4	32%
4 to 5	24%
5 to 6	16%
6 to 7	8%
7 or more	0%

IHT Exemptions

Annual gifts limit (per donor)	£3,000
Small Gifts (per donee)	£250
Wedding Gift exemption made by	
• Parent	£5,000
• Grandparents/Great Grandparents	£2,500
• Party to marriage	£2,500
• Other person	£1,000

Stamp Duty Land Tax (England & Northern Ireland)

On Consideration between:

£0 - £125,000	Nil <small>(note A)</small>
£125,001 - £250,000	2% <small>(note A)</small>
£250,001 - £925,000	5% <small>(note A)</small>
£925,001 - £1.5m	10% <small>(note A)</small>
Above £1.5m	12% <small>(note A)</small>

The following SDLT applies following the Covid outbreak – 0% up to £500,000 (8/7/20 – 30/6/21) and then 0% up to £250,000 (1/7/21 – 30/9/21)

Note A: a supplement of 3% is payable on second homes and buy to let properties purchased for over £40,000 and charged on the full purchase price

First time buyer exemption from SDLT for purchases up to £300,000 or first £300,000 of purchases up to £500,000, with 5% on value between £300,001 and £500,000. Standard rates apply to purchases over £500,000