

Income Tax

Rates and bands (other than savings and dividend income)

| 2024/25 | | 2023/24 | |
|------------------|--------|------------------|--------|
| Band £ | Rate % | Band £ | Rate % |
| 0 - 37,700 | 20 | 0 - 37,700 | 20 |
| 37,701 - 125,140 | 40 | 37,701 - 125,140 | 40 |
| Over 125,140 | 45 | Over 125,140 | 45 |

Income tax rates in Scotland and Wales on income other than savings and dividend income have been devolved.

Savings income **2024/25 and 2023/24**

| | |
|-------------------------------|--------|
| Savings allowance basic rate | £1,000 |
| Savings allowance higher rate | £500 |

A starting rate of 0% may be available unless taxable non-savings income exceeds £5,000.

Dividend income **2024/25** **2023/24**

| | | |
|--------------------------|--------|--------|
| Dividend allowance | £500 | £1,000 |
| Dividend ordinary rate | 8.75% | 8.75% |
| Dividend upper rate | 33.75% | 33.75% |
| Dividend additional rate | 39.35% | 39.35% |

Income Tax Reliefs

| | 2024/25 | 2023/24 |
|---------------------------------|----------|----------|
| Personal allowance | £12,570 | £12,570 |
| Personal allowance income limit | £100,000 | £100,000 |
| Marriage allowance | £1,260 | £1,260 |
| Married couple's allowance | £11,080 | £10,375 |
| - minimum amount | £4,280 | £4,010 |
| - income limit | £37,000 | £34,600 |
| Blind person's allowance | £3,070 | £2,870 |

Pensions

| | 2024/25 | 2023/24 |
|---------------------------------|--------------|--------------|
| Lifetime Allowance (LA) limit | No LA charge | No LA charge |
| Annual Allowance limit | £60,000 | £60,000 |
| Money Purchase Annual Allowance | £10,000 | £10,000 |

Corporation Tax

| Years to 31.3.24 and 31.3.25 | Profits band £ | Rate % |
|------------------------------|------------------|--------|
| Small profits rate | 0 - 50,000 | 19 |
| Marginal rate | 50,001 - 250,000 | 26.5 |
| Main rate | Over 250,000 | 25 |
| Marginal relief fraction | 3/200 | |

Profits limits are reduced for a company with associated companies. Different rates apply for ring-fenced (broadly oil industry) profit.

Inheritance Tax

| Death rate | Lifetime rate | Chargeable transfers 2024/25 and 2023/24 |
|------------|---------------|---|
| Nil | Nil | 0 - £325,000 (nil rate band) |
| 40% | 20% | Over £325,000 |

A further nil rate band of £175,000 may be available in relation to current or former residences.

Devolved Income Tax

Scotland rates and bands

| 2024/25 | | 2023/24 | |
|------------------|--------|------------------|--------|
| Band £ | Rate % | Band £ | Rate % |
| 0 - 2,306 | 19 | 0 - 2,162 | 19 |
| 2,307 - 13,991 | 20 | 2,163 - 13,118 | 20 |
| 13,992 - 31,092 | 21 | 13,119 - 31,092 | 21 |
| 31,093 - 62,430 | 42 | 31,093 - 125,140 | 42 |
| 62,431 - 125,140 | 45 | Over 125,140 | 47 |
| Over 125,140 | 48 | | |

Wales rates and bands

| 2024/25 | | 2023/24 | |
|------------------|--------|------------------|--------|
| Band £ | Rate % | Band £ | Rate % |
| 0 - 37,700 | 20 | 0 - 37,700 | 20 |
| 37,701 - 125,140 | 40 | 37,701 - 125,140 | 40 |
| Over 125,140 | 45 | Over 125,140 | 45 |

National Insurance

2024/25 Class 1 (employed) rates

| Employee | | Employer | |
|-------------------|-----|-------------------|------|
| Earnings per week | % | Earnings per week | % |
| Up to £242 | Nil | Up to £175 | Nil |
| £242.01 - £967 | 8 | Over £175 | 13.8 |
| Over £967 | 2 | | |

Entitlement to contribution-based benefits for employees retained for earnings between £123 and £242 per week. The employer rate is 0% for certain military veterans, employees under 21 and apprentices under 25 on earnings up to £967 per week.

| | |
|--------------------------------|--|
| Class 1A (employers) | 13.8% on employee taxable benefits |
| Class 1B (employers) | 13.8% on PAYE Settlement Agreements |
| Class 2 (self-employed) | nil (£3.45 per week where those with profits below £6,725 wish to make a voluntary contribution) |
| Class 3 (voluntary) | flat rate per week £17.45 |
| Class 4 (self-employed) | 6% on profits between £12,570 and £50,270 plus 2% on profits over £50,270 |

Car, Van and Fuel Benefits

| 2024/25 | | |
|--------------------------------|-------------|-----------------------|
| CO ₂ emissions g/km | | % of list price taxed |
| 0 | | 2 |
| 1 - 50 | | |
| Electric range | 130 or more | 2 |
| | 70 - 129 | 5 |
| | 40 - 69 | 8 |
| | 30 - 39 | 12 |
| | under 30 | 14 |
| 51 - 54 | | 15 |
| For every extra 5 | | +1 |
| 160 and above | | 37 |

For fully diesel cars generally add a 4% supplement (unless the car is registered on or after 1 September 2017 and meets the Euro 6d emissions standard) but the maximum is still 37%. For emissions of 75g/km or more if the CO₂ figure does not end in a 5 or 0 round down to the nearest 5 or 0.

| 2024/25 | |
|------------------|---------|
| Car fuel benefit | £27,800 |
| Van benefit | £3,960 |
| Van fuel benefit | £757 |

Capital Allowances

First Year Allowance (FYA) on certain plant, machinery and cars of 0g/km (for cars purchased before 1 April 2025) **100%**

Corporation tax FYA ('full expensing') on certain new, unused plant and machinery from 1 April 2023 **100%**

Corporation tax FYA on new, unused long-life assets, integral features of buildings, etc. from 1 April 2023 **50%**

Annual Investment Allowance £1,000,000 excluding cars

Writing Down Allowance

Long-life assets, integral features of buildings, cars over 50g/km **6%**

Other plant and machinery **18%**

Structures and Buildings Allowance **3%**

Value Added Tax

| | From 1.4.24 | From 1.4.23 |
|-----------------------------|-------------|-------------|
| Standard rate | 20% | 20% |
| Reduced rate | 5% | 5% |
| Annual Registration Limit | £90,000 | £85,000 |
| Annual Deregistration Limit | £88,000 | £83,000 |

Capital Gains Tax

| | 2024/25 | 2023/24 |
|------------------------|---------|---------|
| Individuals | | |
| Exemption | £3,000 | £6,000 |
| Standard rate | 10% | 10% |
| Higher/additional rate | 20% | 20% |

Trusts

| | | |
|-----------|--------|--------|
| Exemption | £1,500 | £3,000 |
| Rate | 20% | 20% |

Higher rates (18/24% for 2024/25 and 18/28% for 2023/24) may apply to the disposal of certain residential property.

Business Asset Disposal Relief

The first £1m of qualifying gains are charged at 10%.

Property Taxes

Across the whole of the UK, residential rates may be increased by 3% (4% in Wales and 6% in Scotland) where further residential properties are acquired.

Stamp Duty Land Tax Land and buildings in England and N. Ireland

| Residential* Band £ | Rate % | Non-residential Band £ | Rate % |
|------------------------|-----------|---------------------------|-----------|
| 0 - 250,000 | 0 | 0 - 150,000 | 0 |
| 250,001 - 925,000 | 5 | 150,001 - 250,000 | 2 |
| 925,001 - 1,500,000 | 10 | Over 250,000 | 5 |
| Over 1,500,000 | 12 | | |

First-Time Buyer relief may apply to residential purchases up to £625,000.*

*The residential property rules are scheduled to change from 1 April 2025.

Land and Buildings Transaction Tax Land and buildings in Scotland

| Residential Band £ | Rate % | Non-residential Band £ | Rate % |
|-----------------------|-----------|---------------------------|-----------|
| 0 - 145,000 | 0 | 0 - 150,000 | 0 |
| 145,001 - 250,000 | 2 | 150,001 - 250,000 | 1 |
| 250,001 - 325,000 | 5 | Over 250,000 | 5 |
| 325,001 - 750,000 | 10 | | |
| Over 750,000 | 12 | | |

First-Time Buyer relief may apply on the first £175,000 of residential purchases.

Land Transaction Tax Land and buildings in Wales

| Residential Band £ | Rate % | Non-residential Band £ | Rate % |
|-----------------------|-----------|---------------------------|-----------|
| 0 - 225,000 | 0 | 0 - 225,000 | 0 |
| 225,001 - 400,000 | 6 | 225,001 - 250,000 | 1 |
| 400,001 - 750,000 | 7.5 | 250,001 - 1,000,000 | 5 |
| 750,001 - 1,500,000 | 10 | Over 1,000,000 | 6 |
| Over 1,500,000 | 12 | | |