

INCOME TAX RATES		2017/18	
Band	£	Rate	%
	£		
	0 - 5,000	0*	0
	0 - 33,500†	20**	20**
	33,501† - 150,000	40*	40*
	Over 150,000	45*	45*
*Reduce personal allowance by £1 for every £2 of adjusted net income over £100,000.			
†£1,150 may be transferable between certain spouses where neither pay tax above the basic rate.			
**Income exceeds £5,000.			
††Except dividends (£5,000).			
‡Scottish taxpayers only the limit is £31,500.			
Other income liable for tax: £1,000 of savings income and basic rate taxpayers (£500 for higher rate) may be tax free.			

**INCOME TAX RELIEFS**

INCOME TAX RELIEFS		2017/18	
Employer**	Employer***	Earnings per week	%
		Up to £157	Nil
		Over £157	13.8**
		Over £866	2
		Over £866	13.8**
*Entitlement to contribution-based benefits related for earnings between £113 and £137 per week. **Higher rates (18/28%) may apply to the disposal of certain residential property.			
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**NATIONAL INSURANCE**

NATIONAL INSURANCE		2017/18 Class 1 (employed) rates	
Employer**	Employer***	Earnings per week	%
		Up to £157	Nil
		Over £157	13.8**
		Over £866	2
		Over £866	13.8**
*Entitlement to contribution-based benefits related for earnings between £113 and £137 per week. **Higher rates (18/28%) may apply to the disposal of certain residential property.			
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CAPITAL GAINS TAX		2017/18**	
Individuals	Exemption		
Trusts	Exemption	£11,300	
		£5,650	
		10%	
		20%	

**CORPORATION TAX**

CORPORATION TAX		Year to 31.3.18	
All profits	Different rates apply for ring-fenced (broadly oil industry) profit.	Rate	%
			19

**PENSION PREMIUMS**

Tax relief generally available for personal contributions: higher of £3,600 (gross) or 100% of relevant earnings (max. £40,000). The limit may be reduced to £4,000 once money purchase pensions are accessed.

**VALUE ADDED TAX**

Standard rate	20%
Reduced rate	5%
Annual Registration Limit - from 1 April 2017	£85,000

**INHERITANCE TAX**

Death rate %	Lifetime rate %	Chargeable transfers 2017/18
Nil	Nil	0 - £325,000 (nil rate band)
40	20	Over £325,000

A further nil rate band of £100,000 may be available in relation to current or former residences. Nil rate bands of surviving spouses/civil partners may be increased by unused nil rate bands of deceased spouses/civil partners.

**CAR, VAN AND FUEL BENEFITS**

Company cars 2017/18		Notes
Percentage of car's list price taxed	CO2 emissions gm/km	
9	0-50	<ul style="list-style-type: none"> <li>For diesel cars add a 3% supplement but maximum still 37%.</li> <li>For cars registered before 1 January 1998 the charge is based on engine size.</li> <li>The list price includes accessories and is not subject to an upper limit.</li> <li>The list price is reduced for capital contributions made by the employee up to £5,000.</li> <li>Special rules may apply to cars provided for disabled employees.</li> </ul>
13	51-75	
17	76-94	
additional 1%	for every additional 5*	*If the CO2 figure does not end in a 5 or 0 round down to the nearest 5 or 0.
up to 37% (max.)	190 and above*	

**Car fuel benefit 2017/18**  
 £22,600 x 'appropriate percentage'  
 \*Percentage used to calculate the taxable benefit of the car for which the fuel is provided. The charge does not apply to certain environmentally friendly cars. The charge is proportionately reduced if provision of private fuel ceases part way through the year. The fuel benefit is reduced to nil only if the employee pays for all private fuel.

Van benefit per vehicle 2017/18		The charges do not apply to vans if a 'restricted private use condition' is met throughout the year. A reduced charge may be due if the van cannot in any circumstances emit CO2 by being driven.
Van benefit	£3,230	
Fuel benefit	£610	

**MILEAGE ALLOWANCE PAYMENTS**

Cars and vans	Rate per mile	These rates represent the maximum tax free mileage allowances for employees using their own vehicles for business.
Up to 10,000 miles	45p	Any excess is taxable. If the employee receives less than the statutory rate, tax relief can be claimed on the difference.
Over 10,000 miles	25p	
Bicycles	20p	
Motorcycles	24p	

**Disclaimer:** Rates are for guidance only. No responsibility for loss occasioned by any person acting/refraining from action as a result of this information can be accepted by the authors or firm.



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