

Tax rates & allowances.

For 2023/2024 tax year.

Important dates.

5 October 2023

Deadline to register for Self Assessment if you're self employed or a sole trader, not self-employed or registering a partner or partnership.

31 October 2023

Deadline for postal submission of 2022/23 Self Assessment Tax Returns

31 January 2024

The deadline for filing online 2022/23 Self Assessment Tax Return. First interim payment of Income Tax due for 2022/23, where required.



Pensions.

	2023/24
Annual allowance*	£60,000**

* Income Tax relief available on higher of £3,600 or relevant UK earnings, subject to annual allowance limit. Potential to bring forward unused relief from the previous three tax years, subject to certain limits.

** Reduces by £1 for every £2 adjusted income over £260,000 to a minimum of £10,000.

Money Purchase Annual Allowance	£10,000
Basic State Pension - Single person per year	£8,122.40
New State Pension* - Single person per year	£10,600.20

* You may get more or less than the indicated full New State Pension, based on your National Insurance record.

Individual Savings Accounts.

	2023/24
Maximum Subscription	£20,000*
Junior ISA	£9,000

* You can save up to £20,000 in one type of ISA or split the allowance across some or all of the other types. You can only pay £4,000 into a Lifetime ISA in a tax year.

Capital Gains Tax.

	2023/24
Basic Rate Tax Payer	10%
Higher or Additional Rate Tax Payer	20%
Residential Property Sales - Basic Rate Tax Payer	18%
Residential Property Sales - Higher or Additional Rate Tax Payer	28%

Annual Exemptions	2023/24
Individuals	£6,000
Trusts	£3,000

Income Tax.

Band	Taxable Income	Tax Rate
Personal Allowance	Up to £12,570	0%
Basic Rate	£12,571 - £50,270	20%
Higher Rate	£50,271 - £125,140	40%
Additional Rate	Over £125,140	45%

Income Tax (Scotland).

Band	Taxable Income	Tax Rate
Personal Allowance	Up to £12,570	0%
Starter Rate	£12,571 to £14,732	19%
Basic Rate	£14,733 to £25,688	20%
Intermediate Rate	£25,689 to £43,662	21%
Higher Rate	£43,663 to £125,140	42%
Additional Rate	Over £125,140	47%

Personal Savings Allowance

Basic Rate	£1,000 of savings income (Interest)
Higher Rate tax	£500 of savings income (Interest)
Additional Rate tax payers	No Savings Allowance

Dividend Allowance

The Dividend Allowance	£1,000
Amounts received over the £1,000 allowance will be taxed as follows:	
Basic Rate	8.75%
Higher Rate	33.75%
Additional Rate	39.35%

Main Income Tax Reliefs.

	2023/24
Personal Allowance (for income up to £100,000)*	£12,570
Blind Persons Allowance	£2,870
Marriage Allowance	£1,260

* Reduced by £1 for every £2 income above £100,000, non-residents may not be entitled.

Reduced tax charge on gifts made within the seven years before death.

Years Before Death	0-3	3-4	4-5	5-6	6-7	7 or more
Tax Paid	40%	32%	24%	16%	8%	0%

Inheritance Tax.

	2023/24
Nil Rate Band	£325,000
Residence Nil Rate*	£175,000
Tax on Excess**	40%
Transfers to Certain Trusts	36%
Annual Gift Exemption	£3,000
Gifts to Charities	Exempt
Small Gift to Same Person	£250

Marriage/Civil Partnership Gifts to

Child	£5,000
Grandchild	£2,500
Other person	£1,000

* Reduced by £1 for every £2 the estate is above £2,000,000

** A reduced rate of 36% applies where 10% or more of a net chargeable estate is left to charity.

Inheritance Tax Payments.

- **On death:** 6 months after end of month of death.
- **Lifetime Transfer 6 Apr - 30 Sep:** 30 April in following year.
- **Lifetime Transfer 1 Oct - 5 Apr:** 6 months after end of month of transfer.

Stamp Duty Land Tax.

Consideration paid	Rate:
Value up to £250,000	0%
£250,001 - £925,000	5%
£925,001 - £1,500,000	10%
Over £1,500,000	12%

For the purchase of 'additional' property	Rate:
Up to £250,000	3%
Between £250,001 and £925,000	8%
Between £925,001 and £1.5 million	13%
Over £1.5 million	15%

First time buyers	Rate:
Up to £425,000	0%
£425,001 - £625,000	5%
Over £625,000	Cannot claim relief

National Insurance.

Class 1 National Insurance thresholds	2023/24
Lower Earnings Limit (LEL)	£6,396 per year
Primary Threshold (PT)	£12,570 per year
Directors For the whole tax year: £11,908 per year	
Secondary Threshold (ST)	£9,100 per year
Upper Secondary Threshold (under 21) (UST)	£50,270 per year
Apprentice Upper Secondary Threshold (apprentice under 25) (AUST)	£50,270 per year
Upper Earnings Limit (UEL)	£50,270 per year

National Insurance (Cont'd).

Class 1 National Insurance rates.

National Insurance category letter	Earnings at or above LEL up to and including PT	Earnings above the PT up to and including UEL	Balance of earnings above UEL
A	0%	12%	2%
B	0%	5.85%	2%
C	nil	nil	nil
H*	0%	12%	2%
J	0%	2%	2%
M**	0%	12%	2%
Z***	0%	2%	2%

* Apprentice under 25

** Under 21

*** Under 21 - deferment

Employer (secondary) contribution rates

National Insurance category letter	Earnings at or above LEL up to and including ST	Earnings above ST up to and including UEL/UST/AUST	Balance of earnings above UEL/UST/AUST
A	0%	13.08%	13.08%
B	0%	13.08%	13.08%
C	0%	13.08%	13.08%
H*	0%	0%	13.08%
J	0%	13.08%	13.08%
M**	0%	0%	13.08%
Z***	0%	0%	13.08%

* Apprentice under 25

** Under 21

*** Under 21 - deferment

This guide is provided for general information purposes only and it should not be relied upon in place of legal or other professional tax advice. The information is sourced from HMRC and Government legislation as at 24th March 2023 and is correct to the best of our knowledge. Tax rules and legislation can change, and the value of tax benefits are dependent on individual circumstances.



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