

**INCOME TAX**

**Allowances**

2023/24	2024/25
Personal Allowance (PA)*	£12,570
Marriage Allowance †	1,260
Blind Person's Allowance	2,870
Rent a room relief**	7,500
Trading Income**	1,000
Property Income**	1,000

\* PA is withdrawn at £1 for every £2 by which adjusted income\* exceeds £100,000. There is no allowance given above £125,140. The part of the PA that is transferable to a spouse or civil partner who is not a higher or additional rate taxpayer.

\*\* If gross income exceeds this, the limit may be deducted instead of actual expenses.

**Rate bands**

2023/24	2024/25
Basic Rate Band (BRB)	£37,700
Higher Rate Band (HRB)	37,701 – 125,140
Additional rate	over 125,140

**Personal Savings Allowance (PSA)**

1,000	Basic rate taxpayer
500	Higher rate taxpayer
1,000	Dividend Allowance (DA)

**Tax rates**

Rates differ for General/Savings/Dividend income

2024/25	G	S	D
2023/24	D	S	G
Basic Rate Band (BRB)	20	20	8.75
Higher Rate Band (HRB)	40	33.75	40
Additional rate	45	39.35	45

**Income tax - Scotland**

2023/24	2024/25
19% (19%)	£2,306
20% (20%)	2,307 – 13,991
21% (21%)	13,992 – 31,092
22% (22%)	31,093 – 125,140
45% (45%)	62,431 – 125,140
48% (47%)	over 125,140

**High Income Child Benefit Charge (HICBC)**

Savings and dividend income are taxed at normal UK rates.

1% of child benefit for each £200 (2023/24: £100) of adjusted net income between £60,000 and £80,000 (2023/24: £50,000 and £60,000).

**EMPLOYER**

**Class 1 (Employees)**

13.8%	Main NIC rate
8%	No NIC on first
£175pw	Main rate charged up to*
£967pw	Z% rate on earnings above
N/A	Employment allowance per business**

\* Nil rate of employer NIC on earnings up to £967 per week for employees aged under 25 and ex-armed and some personnel in their first twelve months of civilian employment.

\*\* Some businesses do not qualify, including certain sole director companies and employers who have an employer's Class 1 NIC liability of £100,000 or more for 2023/24.

\*\*\* Employer contributions (at 13.8%) are also due on most taxable benefits (Class 1A) and on tax paid on an employer's behalf under a PAYE settlement agreement (Class 1B).

**Class 2 (Self-employed)**

£3.45	Flat rate per week if profits below £6,725 (voluntary)
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**Class 3 (Voluntary)**

£17.45	Class 3: Flat rate per week
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**Class 4 (Self-employed)**

6%	On profits between £12,570 and £50,270
2%	On profits over £50,270

Employees with earnings above £123 per week and the self-employed with annual profits over £6,725 (or who pay voluntary Class 2 contributions) can access entitlement to contributory benefits.

**NATIONAL INSURANCE CONTRIBUTIONS**

2023/24	2024/25
£20,000	Overall limit
£20,000	Personal Savings Allowance (PSA)
4,000	Lifetime ISA
9,000	Junior ISA
9,000	EIS – 30% relief
2,000,000	Seed EIS (SEIS) – 50% relief
2,000,000	Venture Capital Trust (VCT) – 30% relief

**ANNUAL INVESTMENT LIMITS**

2023/24	2024/25
£156,20	Old state pension
203,85	New state pension

**State pension (per week)**

Annual taxable pension inputs are the higher of earnings (capped at A) or £3,600. \*Usually tapered down, to a minimum of £10,000, when adjusted income exceeds £260,000. The maximum tax-free pension lump sum is £268,275, unless a higher amount is protected.

**PENSIONS**

Registered Pensions

2023/24	2024/25
£60,000	Annual Allowance (AA)*

For non-UK domiciled individuals who have been UK resident in at least:

- 7 of the preceding 9 tax years
- 12 of the preceding 14 tax years
- 15 of the preceding 20 tax years

Deemed to be UK domiciled

**Remittance basis charge**

2023/24	2024/25
£30,000	7 of the preceding 9 tax years
£30,000	12 of the preceding 14 tax years
£60,000	15 of the preceding 20 tax years

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**NASEEMS ACCOUNTANTS TAX RATES 2024/25**

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naseemaccountants

**APRIL 2024**

S	S	S	F	T	W	T	M
1	2	3	4	5	6	7	8
9	10	11	12	13	14	15	16
17	18	19	20	21	22	23	24
25	26	27	28	29	30	31	

**MAY 2024**

S	S	S	F	T	W	T	M
1	2	3	4	5	6	7	8
9	10	11	12	13	14	15	16
17	18	19	20	21	22	23	24
25	26	27	28	29	30	31	

**JUNE 2024**

S	S	S	F	T	W	T	M
1	2	3	4	5	6	7	8
9	10	11	12	13	14	15	16
17	18	19	20	21	22	23	24
25	26	27	28	29	30	31	

**JULY 2024**

S	S	S	F	T	W	T	M
1	2	3	4	5	6	7	8
9	10	11	12	13	14	15	16
17	18	19	20	21	22	23	24
25	26	27	28	29	30	31	

**AUGUST 2024**

S	S	S	F	T	W	T	M
1	2	3	4	5	6	7	8
9	10	11	12	13	14	15	16
17	18	19	20	21	22	23	24
25	26	27	28	29	30	31	

**SEPTEMBER 2024**

S	S	S	F	T	W	T	M
1	2	3	4	5	6	7	8
9	10	11	12	13	14	15	16
17	18	19	20	21	22	23	24
25	26	27	28	29	30	31	

**OCTOBER 2024**

S	S	S	F	T	W	T	M
1	2	3	4	5	6	7	8
9	10	11	12	13	14	15	16
17	18	19	20	21	22	23	24
25	26	27	28	29	30	31	

**NOVEMBER 2024**

S	S	S	F	T	W	T	M
1	2	3	4	5	6	7	8
9	10	11	12	13	14	15	16
17	18	19	20	21	22	23	24
25	26	27	28	29	30	31	

**DECEMBER 2024**

S	S	S	F	T	W	T	M
1	2	3	4	5	6	7	8
9	10	11	12	13	14	15	16
17	18	19	20	21	22	23	24
25	26	27	28	29	30	31	

**JANUARY 2025**

S	S	S	F	T	W	T	M
1	2	3	4	5	6	7	8
9	10	11	12	13	14	15	16
17	18	19	20	21	22	23	24
25	26	27	28	29	30	31	

**FEBRUARY 2025**

S	S	S	F	T	W	T	M
1	2	3	4	5	6	7	8
9	10	11	12	13	14	15	16
17	18	19	20	21	22	23	24
25	26	27	28	29	30	31	

**MARCH 2025**

S	S	S	F	T	W	T	M
1	2	3	4	5	6	7	8
9	10	11	12	13	14	15	16
17	18	19	20	21	22	23	24
25	26	27	28	29	30	31	

## VEHICLE BENEFITS

Cars: Taxable benefit: List price of car multiplied by chargeable percentage.

CO <sub>2</sub> g/km	ELECTRIC RANGE MILES	2024/25 & 2023/24 %
0	N/A	2
1 - 50	> 130	2
1 - 50	70 - 129	5
1 - 50	40 - 69	8
1 - 50	30 - 39	12
1 - 50	< 30	14
51 - 54	N/A	15

Then a further 1% for each 5g/km CO<sub>2</sub> emissions, up to a maximum of 37%. Diesel cars that are not RDE2 standard suffer a 4% supplement on the above figures but are still capped at 37%.  
**Vans:** Chargeable value of £3,960 (2023/24: £3,960) if private use is more than home-to-work. Zero-emission vans charged at £Nil (2023/24: £<<L245>>).

### Fuel

Employer provides fuel for private motoring in an employer-owned:

Car: CO<sub>2</sub>-based percentage from above table multiplied by £27,800 (2023/24: £27,800).

Van: £757 (2023/24: £<<L245>>).

Employee contributions do not reduce taxable figure unless all private fuel is paid for by the employee (in which case there is no benefit charge).

## TAX-FREE MILEAGE ALLOWANCES

Employee's own transport	Per business mile
Cars first 10,000 miles	45p
Cars over 10,000 miles	25p
Business passengers	5p
Motorcycles	24p
Bicycles	20p

## CAPITAL GAINS TAX

Annual exempt amount	2024/25	2023/24
Individuals, estates	£3,000	£6,000
Most trusts	1,500	3,000
<b>Tax rate</b>		
<b>Individual up to Basic Rate Limit (BRL)</b>		
Residential property and carried interest	18%	18%
Other assets	10%	10%
<b>Individual above BRL, trusts and estates</b>		
Residential property	24%	28%
Carried interest	28%	28%
Other assets	20%	20%
<b>Business Asset Disposal Relief (BADR)*</b>	10%	10%

\*BADR is available on qualifying gains up to a lifetime limit of £1 million.

## Corporation Tax

Year to	31.3.2025	31.3.2024
Main rate (profits above £250,000)	25%	25%
Small profits rate (profits up to £50,000)	19%	19%
Marginal relief band (MRB)	£50k - £250k	£50k - £250k
Fraction in MRB (effective marginal rate)	3/200 (26.5%)	3/200 (26.5%)

## Research and development relief

Accounting periods beginning on or after

1.4.2024

R&D Expenditure Credit (RDEC) scheme\*

20%

R&D-intensive SMEs enhanced expenditure scheme\*\*

86%

\* Taxable expenditure credit for qualifying R&D.

\*\* Additional deduction for qualifying R&D.

R&D - intensive companies are those that have R&D expenditure constituting at least 30% of total tax-deductible P&L expenses plus capitalised R&D costs. Loss-making R&D - intensive companies can claim a payable credit rate of 14.5% from HMRC in exchange for their losses (capped at £20,000 plus 3 x [PAYE & NIC]). Previously, most SMEs used the enhanced expenditure scheme, but with a payable tax credit rate for losses of 10% (or 14.5%, from 1 April 2023, for those with R&D expenditure constituting at least 40% of total expenditure).

## MAIN CAPITAL ALLOWANCES

### Plant and machinery allowances

Companies only	Year to 31.3.25	Year to 31.3.24
First-year allowance (main pool)	100%	100%
First-year allowance (special rate pool)	50%	50%

### Annual Investment Allowance (AIA)

Expenditure of up to £1m	100%	100%
New electric vans	100%	100%
Writing down allowance: main pool	18%	18%
Writing down allowance: special rate pool	100%	100%

### Motor cars purchased

	From 1.4.21 CO <sub>2</sub> (g/km)	Allowance
New cars only	Nil	100%
In general pool	up to 50	18%
In special rate pool	above 50	6%

### Structures and buildings allowance

Fixed deduction per annum	3%
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## PROPERTY TAXES

### Annual Tax on Enveloped Dwellings (ATED)

ATED applies to 'high value' residential properties owned via a corporate structure, unless the property is used for a qualifying purpose. The tax applies to properties valued at more than £500,000.

### Property value

	Annual charge to	
	31.3.2025	31.3.2024
£0.5m - £1m	£4,400	£4,150
£1m - £2m	9,000	8,450
£2m - £5m	30,550	28,650
£5m - £10m	71,500	67,050
£10m - £20m	143,550	134,550
Over £20m	287,500	269,450

## Stamp Duty Land Tax (SDLT), Land and Buildings Transaction Tax (LBTT) and Land Transaction Tax (LTT)

SDLT - England & NI		LBTT - Scotland		LTT - Wales	
£000	Rate	£000	Rate	£000	Rate
Up to 250	Nil	Up to 145	Nil	Up to 225	Nil
250 - 925	5%	145 - 250	2%	225 - 400	6.0%
925 - 1,500	10%	250 - 325	5%	400 - 750	7.5%
Over 1,500	12%	325 - 750	10%	750 - 1,500	10.0%
		Over 750	12%	Over 1,500	12.0%

A supplement applies for all three taxes where an additional residential property interest is purchased for more than £40,000 (unless replacing a main residence).

It is also payable by all corporate purchasers. The rate is 3% (SDLT), and 6% (LBTT) of the total purchase price. LTT has specific higher rates in bandings: up to 180k: 4%, 180 - 250k: 7.5%, 250 - 400k: 9%, 400 - 750k: 11.5%, 750 - 1,500k: 14%, >1,500k: 16%. For SDLT:

- First-time buyers purchasing a property of up to £625,000 pay a nil rate on the first £425,000 of the purchase price.

- A 2% supplement applies where the property is bought by certain non-UK residents.

- A rate of 15% may apply to the total purchase price, where the property is valued above £500,000 and purchased by a 'non-natural person' (e.g. a company).

For LBTT, first-time buyer relief increases the nil rate band to £175,000.

## Non-residential or mixed use property

SDLT - England & NI		LBTT - Scotland		LTT - Wales	
£000	Rate	£000	Rate	£000	Rate
Up to 150	Nil	Up to 150	Nil	Up to 225	Nil
150 - 250	2%	150 - 250	1%	225 - 250	1%
Over 250	5%	Over 250	5%	250 - 1,000	5%
				Over 1,000	6%

## VALUE ADDED TAX

Standard rate (1/6 of VAT-inclusive price)	20%
	<b>From 1.4.2024</b>
Registration level - Taxable turnover	£90,000 p.a.
Deregistration level - Taxable turnover	£85,000 p.a.
	<b>PRE 1.4.2024</b>
	£85,000 p.a.
	£8,000 p.a.

### Flat Rate Scheme (FRS)

Fixed deduction per annum Up to £150,000  
 Must leave scheme if annual gross turnover Exceeds £230,000

If using FRS, the VAT paid by the business is a fixed percentage (based on business category) of 'FRS turnover' rather than the net of output tax over input tax. Input tax is usually not recoverable.

### Cash accounting and Annual accounting schemes

Annual taxable turnover to enter scheme Up to £1.35m  
 Must leave scheme if annual taxable turnover Exceeds £1.60m

## INHERITANCE TAX

	2024/25	2023/24
Nil rate band (NRB)*	£325,000	£325,000
NRB Residential enhancement (RNRB)†	175,000	175,000
Tax rate on death**	40%	40%
Tax rate on lifetime transfers to most trusts	20%	20%

\* Up to 100% of the proportion of a deceased spouse's/civil partner's unused NRB and RNRB band may be claimed to increase the current NRB and RNRB when the survivor dies.

† RNRB is available for transfers on death of a main residence to (broadly) direct descendants.

‡ It tapers away at the rate of £1 for every £2 of estate value above £2m.  
 \* Rate reduced to 36% if at least 10% of the relevant estate is left to charity. Unlimited exemption for transfers between spouses/civil partners, except if UK domiciled transferor and foreign domiciled transferee, where maximum exemption is £325,000.

100% Business Property Relief (BPR) for all shareholdings in qualifying unquoted trading companies, qualifying unincorporated trading businesses and certain farmland/buildings.

### Reduced tax charge on gifts within 7 years before death

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

Annual exemptions for lifetime gifts include £3,000 per donor and £250 per recipient.

## KEY DATES AND DEADLINES

### Payment dates

Self assessment	2024/25	2023/24
1st payment on account	31 January	2024
2nd payment on account	31 July	2024
Balancing payment	31 January	2025
Capital Gains Tax*	31 January	2025

### Other payment dates

Class 1A NIC	19 July	2025	2024
Class 1B NIC	19 October	2025	2024

Corporation tax is due 9 months and 1 day from the end of the accounting period, unless a 'large' company paying by quarterly instalments.

### 2023/24 Filing deadlines

Issue P60s to employees	31 May	2024
P11D, P11D(b)	6 July	2024
Self Assessment Tax Return (SATR) paper version	31 October	2024
Online SATR if outstanding tax to be included in 2025/26 PAYE code (if under £3,000)	30 December	2024
Online SATR	31 January	2025

\* A CGT return is due within 60 days of completion of sale of any UK land and buildings by a non-resident and of sale of UK residential property with a tax liability by a UK resident. Any CGT payable is also due within 60 days.

## NATIONAL MINIMUM WAGE

Rate per hour	From 1.04.24	From 1.04.23
Aged 21* and over (National Living Wage)	£11.44	@10.42
Aged 21 - 22	N/A	10.18
Aged 18 - 20	8.60	7.49
Aged 16 - 17	6.40	5.28
Apprentices	6.40	5.28

\* In 2023/24, the National Living Wage applied to those aged 23 and above. You are advised to consult us before acting on any information contained herein.