

# Tax Tables

For the 2018/2019 Tax Year

## IMPORTANT NOTE

This document is provided for general information only. It does not take into account your personal circumstances or cover all UK taxes and allowances. The information we give is our understanding at March 2018.

You can find more information about UK tax and allowances on the [gov.uk](http://gov.uk) website.

Laws and tax rules can change, and if you are not sure how tax might affect you and any financial decisions you plan to make you should seek professional advice. Alliance Trust Savings does not give advice.

## INCOME TAX

### Rates for the UK, excluding Scotland for non-dividend, non-savings income only

Tax band	2018/19		2017/18	
	Rate	On income*	Rate	On income*
Basic rate	20%	up to £34,500	20%	up to £33,500
Higher rate	40%	over £34,500, up to £150,000	40%	over £33,500, up to £150,000
Additional rate	45%	over £150,00	45%	over £150,000

\* After personal allowances.

### Rates for Scotland, non-dividend, non-savings income only

Tax band	2018/19		2017/18	
	Rate	On income*	Rate	On income*
Starter rate	19%	up to £2,000	n/a	n/a
Basic rate	20%	over £2,000, up to £12,150	20%	up to £31,500
Intermediate rate	21%	over £12,150, up to £31,580	n/a	n/a
Higher rate	41%	over £31,580, up to £150,000	40%	over £31,500, up to £150,000
Top rate	46%	over £150,000	45%	over £150,000

\* After personal allowances.

### Savings income, dividend income and the income of trusts

	2018/19	2017/18
Starting rate of 0% on savings income up to*	£5,000	£5,000
<b>Savings allowance at 0% tax</b>		
– Basic rate taxpayers	£1,000	£1,000
– Higher rate taxpayers	£500	£500
– Additional rate taxpayers	£0	£0
Dividend allowance at 0% tax – all individuals	£2,000	£5,000
<b>Tax rate on dividend income</b>		
– Basic rate taxpayers	7.5%	7.5%
– Higher rate taxpayers	32.5%	32.5%
– Additional rate taxpayers	38.1%	38.1%
<b>For trusts</b>		
– Standard rate band generally	£1,000	£1,000
– Rate applicable to trusts: dividends	38.1%	38.1%
– Rate applicable to trusts: other income	45%	45%

\* Not available if taxable non-savings income exceeds the starting rate band.

### Child benefit charge

1% of benefit per £100 of income between £50,000 and £60,000.

## Main personal allowances and reliefs

	2018/19	2017/18
Personal (basic)	£11,850	£11,500
Personal reduced by £1 for every £2 of net income over	£100,000	£100,000
Marriage/civil partners' transferable allowance	£1,190	£1,150
<b>Married couples'/civil partners' allowance at 10%*</b> (if at least one born before 6/4/35)		
– Maximum	£8,695	£8,445
– Minimum	£3,360	£3,260
Blind person's allowance	£2,390	£2,320
Rent-a-room tax-free income	£7,500	£7,500
Property allowance and trading allowance (each)	£1,000	£1,000

\* Reduced by £1 for every £2 of income over £28,900 (£28,000 for 2017/18), until minimum reached.

## REGISTERED PENSIONS ALLOWANCES

	2018/19	2017/18
Lifetime Allowance	£1,030,000	£1,000,000
Money Purchase Annual Allowance	£4,000	£4,000
Annual Allowance*	£40,000	£40,000
Annual Allowance Charge on excess	20%-45%	20%-45%
Maximum Pension Commencement Lump Sum	25% of pension benefit value	
Lifetime Allowance Charge if excess drawn	as cash 55%, as income 25%	

\* Subject to 50% taper down to £10,000 if threshold income over £110,000 and adjusted income over £150,000.

## TAX INCENTIVISED INVESTMENT ALLOWANCES

	2018/19	2017/18
Individual Savings Account (ISA)	£20,000	£20,000
Junior ISA and Child Trust Fund	£4,260	£4,128
Lifetime ISA	£4,000	£4,000
Help to Buy ISA	£1,000 initial and £200 per month	
Venture Capital Trust (VCT) at 30%	£200,000	£200,000
Enterprise Investment Scheme (EIS) at 30%	£2,000,000*	£1,000,000
Seed Enterprise Investment Scheme (SEIS) at 50%	£100,000	£100,000
SEIS Capital Gains Tax reinvestment relief	50%	50%

\* Investment above £1,000,000 must be in knowledge intensive companies.

## TAX WHEN YOU BUY SHARES

### Stamp Duty Reserve Tax

0.5% when you buy shares electronically through the CREST system.

### Stamp Duty

0.5% on transactions over £1,000, rounded to the nearest £5, when you buy shares through a stock transfer form.

## CAPITAL GAINS TAX

	2018/19	2017/18
<b>Individuals</b>		
– Up to UK basic rate limit	10%	10%
– Above UK basic rate limit	20%	20%
<b>Trusts and estates</b>	20%	20%
<b>Surcharge for residential property carried interest</b>	8%	8%
<b>Exemptions</b>		
– Individuals, estates etc	£11,700	£11,300
– Trusts generally	£5,850	£5,650
– Chattels (gain restricted to $\frac{5}{3}$ <sup>ths</sup> of proceeds over limit)	£6,000	£6,000

### Entrepreneurs' relief

Pay Capital Gains tax at 10% on a lifetime limit of £10,000,000 for trading businesses and companies with a minimum 5% employee/officer shareholding, held for at least one year.

## NATIONAL INSURANCE CONTRIBUTIONS

### Class 1

	2018/19		2017/18	
	Employee	Employer	Employee	Employer
NICs rate	12%	13.8%	12%	13.8%
<b>No contributions on the first</b>				
– Under age 21/25 for apprentices	£162 pw	£892 pw	£157 pw	£866 pw
– Age 21/25 and over	£162 pw	£162 pw	£157 pw	£157 pw
NICs rate charged up to	£892 pw	No limit	£866 pw	No limit
2% NICs on earnings over	£892 pw	n/a	£866 pw	n/a
Certain married women	5.85%	13.8%	5.85%	13.8%

### Employment Allowance

£3,000 in 2018/19 and 2017/18. One allowance is available per business, unless a director is the sole employee, when the Employment Allowance is not available.

### Class 1A Employer

	2018/19		2017/18	
	Employee	Employer	Employee	Employer
NICs rate	n/a	13.8%	n/a	13.8%

### Class 2 Self-Employed

	2018/19		2017/18	
	Employee	Employer	Employee	Employer
Flat rate	£2.95 pw	£153.40 pa	£2.85 pw	£148.20 pa
Small profits threshold	£6,205 pa		£6,205 pa	

## Class 4 Self-Employed

	2018/19	2017/18
On profits	£8,424 – £46,350 pa: 9%	£8,164 – £45,000 pa: 9%
On profits	Over £46,350 pa: 2%	Over £45,000 pa: 2%

## Class 3 Self-Employed

	2018/19		2017/18	
	Weekly	Annual	Weekly	Annual
Flat rate	£14.65	£761.80	£14.25	£741.00

## STATE PENSIONS

	2018/19		2017/18	
	Weekly	Annual	Weekly	Annual
Single tier*	£164.35	£8,546.20	£159.55	£8,296.60
Basic – single person**	£125.95	£6,549.40	£122.30	£6,359.60
Basic – spouse/civil partner**	£75.50	£3,926.00	£73.30	£3,811.60

\* State pension age reached after 5 April 2016. \*\* State pension age reached before 6 April 2016.

## PROPERTY TRANSACTION TAXES

### First time homebuyers (excl. Scotland) from 22 November 2017

0% on the first £300,000 for properties up to £500,000.

### England & Northern Ireland: Stamp Duty Land Tax on slices of value

Residential property	%	Commercial property	%
Up to £125,000	0	Up to £150,000	0
£125,001 to £250,000	2	£150,001 to £250,000	2
£250,001 to £925,000	5	Over £250,000	5
£925,001 to £1,500,000	10		
Over £1,500,000	12		

Residential property bought by companies etc. over £500,000: 15% on value

### Scotland – Land and Buildings Transaction Tax on slices of value

Residential property	%	Commercial property	%
Up to £145,000	0	Up to £150,000	0
£145,001 to £250,000	2	£150,001 to £350,000	3
£250,001 to £325,000	5	Over £350,000	4.5
£325,001 to £750,000	10		
Over £750,000	12		

## PROPERTY TRANSACTION TAXES (CONTINUED)

### Wales – Land Transaction Tax on slices of value (from 1 April 2018)

Residential property	%	Commercial property	%
Up to £150,000	0	Up to £150,000	0
£150,001 to £250,000	2.5	£150,001 to £250,000	1
£250,001 to £400,000	5	£250,001 to £1,000,000	5
£400,001 to £750,000	7.5	Over £1,000,000	6
£750,001 to £1,500,000	10		
Over £1500,000	12		

### Second residential properties

Over £40,000, add 3% to the Stamp Duty Land Tax, Land and Buildings Transaction Tax and Land Transaction Tax rate.

## INHERITANCE TAX

	2018/19	2017/18
Nil rate band*	£325,000	£325,000
Residence nil-rate band**	£125,000	£100,000
Tax on excess	40%	40%
Tax if at least 10% of net estate left to charity	36%	36%
Lifetime transfers to and from certain trusts	20%	20%
Overseas domiciled spouse/civil partner exemption	£325,000	£325,000
100% relief on businesses, unlisted/AIM companies and certain farmland/buildings		
50% relief on certain other business assets (for example farmland let before 1 September 1995)		

\* On the death of a spouse or civil partner, up to 100% of their unused nil rate band can be claimed by the survivor.

\*\* This is subject to 50% taper relief for estates with a value over £2,000,000.


## MAIN DUE DATES FOR PAYING TAX

Income Tax, NIC and Capital Gains Tax – Self-Assessment	
31 January in the tax year, and 31 July following the tax year end	Normally 50% of the previous year's Income Tax (less tax deducted at source) and Class 4 NIC
31 January following the tax year end	The balance of income tax and Class 5 NIC, and all Capital Gains Tax and Class 2 NIC
Inheritance Tax	
On death	Normally six months after the month of death
Lifetime transfer: 6 April to 30 September	30 April in the following year
Lifetime transfer: 1 October to 5 April	Six months after the month of transfer



## Alliance Trust Savings

Registered head office:  
PO Box 164, 8 West Marketgait,  
Dundee DD1 9YP

 +44 (0)1382 573737

 [contact@alliancetrust.co.uk](mailto:contact@alliancetrust.co.uk)

 [alliancetrustsavings.co.uk](http://alliancetrustsavings.co.uk)