

2011-2012 Tax Rates & Allowances

Corporation Tax to 31/3/12

Small companies rate (£0-£300,000)	20%
£300,001 - £1,500,000	Marginal relief
Full rate (£1,500,000+)	26%

Value Added Tax

Standard Rate	20%	
Registration level..... from 01/04/11	£73,000	
De-registration limit	from 01/04/11	£71,000

Income Tax Rates 2011-2012

10% starting rates for savings*	£2,560
20% on first/next	£35,000
40% on income over	£35,000-£150,000
50% additional rate over	£150,000
Dividends for basic rate payers	10%
Dividends for higher rate payers	32.5%
Dividends for additional rate payers	42.5%
Trusts within relevant property regime**	50%

Dividends for trusts within relevant property regime... 42.5%

* Restricted to savings income and not available if non-savings income exceeds starting rate limit.

** From April 2006, a standard rate band of £1,000 applies, below this level income will be taxed at no more than 20%.

Main Income Tax Reliefs 2011-2012

Personal allowance (basic)	£7,475
Income limit for Personal Allowance	£100,000
Personal allowance (age 65-74)	£9,940
Personal allowance (age 75 and over)	£10,090
Married couple's allowance (where born before 6/4/35)*	n/a
Married couple's allowance (age 75 and over)*	£7,295
Income limit for age-related allowances	£24,000
Blind person's allowance	£1,980
Enterprise Investment Scheme at 30%**	£500,000
Venture Capital Trust at 30%	£200,000
Rent-a-room tax-free income	£4,250

* Allowances where relief is restricted to 10%

** Capital gains tax deferral relief also available.

Capital Gains Tax 2011-2012

Individuals/Trusts	18%/28%*
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* A new higher rate of CGT effective from 23 June 2010

Annual Exemptions

Individuals and personal representatives	£10,600
Trusts generally	£5,300
Chattels exemption (5/3 taxable on excess)	£6,000

* Indexation and taper relief no longer available for disposals by individuals and trusts after 5/4/08

Entrepreneurs Relief - from 6/4/11 the first £10 million of gains on certain types of assets will be charged to CGT at an effective rate of 10%. This is a lifetime limit.

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