

INCOME TAX

| Main personal allowances and reliefs | 25/26 | 24/25 |
|-------------------------------------------------|--------------|--------------|
| Personal allowance* | £12,570 | £12,570 |
| Marriage/civil partners' transferable allowance | £1,260 | £1,260 |
| Blind person's allowance | £3,130 | £3,070 |
| Rent-a-room relief | £7,500 | £7,500 |
| Property allowance and trading allowance (each) | £1,000 | £1,000 |

**Personal allowance reduced by £1 for every £2 of adjusted net income over £100,000*

| UK taxpayers excluding Scottish taxpayers' | 25/26 | 24/25 |
|---------------------------------------------------|--------------|--------------|
|---------------------------------------------------|--------------|--------------|

non-dividend, non-savings income

| | | |
|----------------------------------------------|----------|----------|
| 20% basic rate on taxable income up to | £37,700 | £37,700 |
| 40% higher rate on next slice of income over | £37,700 | £37,700 |
| 45% additional rate on income over | £125,140 | £125,140 |

Scottish taxpayers – non-dividend, non-savings income

| | | |
|-------------------------------------------|-----|----------|
| 19% starter rate on taxable income up to | TBA | £2,306 |
| 20% basic rate on next slice up to | TBA | £13,991 |
| 21% intermediate rate on next slice up to | TBA | £31,092 |
| 42% higher rate on next slice up to | TBA | £62,430 |
| 45% advanced rate on next slice up to | TBA | £125,140 |
| 48% top rate on income over | TBA | £125,140 |

All UK taxpayers

| | | |
|-------------------------------------------------------|-----------------|--------|
| Starting rate at 0% on band of savings income up to** | £5,000 | £5,000 |
| Personal savings allowance at 0%: | | |
| Basic rate | £1,000 | £1,000 |
| Higher rate | £500 | £500 |
| Additional rate | £0 | £0 |
| Dividend allowance at 0%: | All individuals | £500 |
| Tax rates on dividend income: | | |
| Basic rate | 8.75% | 8.75% |
| Higher rate | 33.75% | 33.75% |
| Additional rate | 39.35% | 39.35% |
| Trusts: Income exemption generally | £500 | £500 |
| Rate applicable to trusts: | | |
| Dividends | 39.35% | 39.35% |
| Other income | 45% | 45% |

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

High Income Child Benefit Charge: 1% of benefit per £200 of adjusted net income between £60,000 and £80,000

REGISTERED PENSIONS

| | 25/26 | 24/25 |
|----------------------------------------------------------------------------|--------------|--------------|
| Lump sum and death benefit allowance | £1,073,100 | £1,073,100 |
| Lump sum allowance | £268,275 | £268,275 |
| Money purchase annual allowance | £10,000 | £10,000 |
| Annual allowance* | £60,000 | £60,000 |
| Annual allowance charge on excess is at applicable tax rate(s) on earnings | | |

**Reduced by £1 for every £2 of adjusted income over £260,000 to a minimum of £10,000, subject to threshold income being over £200,000*

STATE PENSIONS

| | Annual | Weekly |
|---------------------------------------------|------------|---------|
| New state pension | £11,973.00 | £230.25 |
| Basic state pension – single person* | £9,175.40 | £176.45 |
| Basic state pension – spouse/civil partner* | £5,493.80 | £105.65 |

*State pension age reached before 6/4/16

TAX INCENTIVISED INVESTMENTS

| | 25/26 | 24/25 |
|------------------------------------------------------------------------------------|------------|------------|
| Total Individual Savings Account (ISA) limit, excluding Junior ISAs (JISAs) | £20,000 | £20,000 |
| Lifetime ISA | £4,000 | £4,000 |
| JISA/Child Trust Fund | £9,000 | £9,000 |
| Venture Capital Trust (VCT) at 30% | £200,000 | £200,000 |
| Enterprise Investment Scheme (EIS) at 30%* | £2,000,000 | £2,000,000 |
| EIS eligible for CGT deferral relief | No limit | No limit |
| Seed EIS (SEIS) at 50% | £200,000 | £200,000 |
| SEIS CGT reinvestment relief | 50% | 50% |

*Above £1,000,000 investment must be in knowledge-intensive companies

NATIONAL INSURANCE CONTRIBUTIONS

| Class 1 | 25/26 | |
|----------------------------------------------|----------|----------|
| | Employee | Employer |
| NICs rate | 8% | 15% |
| No NICs for employees generally on the first | £242 pw | £96 pw |
| No NICs for younger employees* on the first | £242 pw | £967 pw |
| NICs rate charged up to | £967 pw | No limit |
| 2% NICs on earnings over | £967 pw | N/A |

*No employer NICs on the first £967 pw for employees generally under 21 years, apprentices under 25 years and veterans in first 12 months of civilian employment.

No employer NICs on the first £481 pw for employees at freeports and investment zones in Great Britain in the first 36 months of employment

Employment allowance £10,500
Per business – not available if sole employee is a director

Class 1A Employer

On most employees' and directors' taxable benefits 15%

Class 2 Self-employed Flat rate per week (voluntary) £3.50 (£182.00 pa)
Small profits threshold £6,845

Class 4 Self-employed On annual profits of £12,570 to £50,270: 6%
Over £50,270: 2%

Class 3 Voluntary flat rate per week £17.75 (£923.00 pa)

CAPITAL GAINS TAX

| | 25/26 | 24/25 |
|------------------------------------------------------------|-----------------|-----------------|
| Annual exemption: Individuals, estates, etc | £3,000 | £3,000 |
| Trusts generally | £1,500 | £1,500 |
| | From | To |
| | 30/10/24 | 29/10/24 |
| Below UK higher rate band Tax rate | 18% | 10% |
| Surcharge for residential property/carried interest* | 0%/0% | 8%/8% |
| Within UK higher and additional rate bands Tax rate | 24% | 20% |
| Surcharge for residential property/carried interest* | 0%/4% | 4%/8% |
| Trusts and estates Tax rate | 24% | 20% |

Business Asset Disposal Relief

14% (10% 24/25) on lifetime limit of £1,000,000 for trading businesses and companies (minimum 5% participation) held for at least 2 years

*For 25/26, rate for carried interest for all tax bands is 32%

INHERITANCE TAX

| | 25/26 | 24/25 |
|----------------------------------------------------|----------|----------|
| Nil-rate band* | £325,000 | £325,000 |
| Residence nil-rate band*† | £175,000 | £175,000 |
| Rate of tax on excess | 40% | 40% |
| Rate 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 |

*Up to 100% of the unused proportion of a deceased spouse's/civil partner's nil-rate band and/or residence nil-rate band can be claimed on the survivor's death

†Estates over £2,000,000: the value of the residence nil-rate band is reduced by 50% of the excess over £2,000,000

100% relief: businesses, unlisted/AIM companies, some farmland/buildings

50% relief: certain other business assets

Annual exempt gifts of: £3,000 per donor £250 per donee

Tapered tax charge on lifetime gifts between 3 and 7 years of death

Years 0–3 full 40% rate, then 8% less for each year until 0% at 7 or more years.

STAMP DUTIES AND PROPERTY TRANSACTION TAXES

Stamp Duty and SDRT: Stocks and marketable securities 0.5%

Additional residential and all corporate residential properties

£40,000 or more – add 5% to SDLT rates, 6% to LBTT rates and 4% to most LTT rates

England & N Ireland – Stamp Duty Land Tax (SDLT) on slices of value from 1/4/25

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

First time buyers: 0% on first £300,000 for properties up to £500,000

Non-resident purchasers: 2% surcharge on properties £40,000 or more

Residential properties bought by companies etc over £500,000: 17% of total consideration, subject to certain exemptions

†0% for freeport and investment zone qualifying property in England only

Scotland – Land and Buildings Transaction Tax (LBTT) on slices of value

| Residential property | % | Commercial property | % |
|----------------------|----|---------------------|---|
| Up to £145,000 | 0 | Up to £150,000 | 0 |
| £145,001–£250,000 | 2 | £150,001–£250,000 | 1 |
| £250,001–£325,000 | 5 | Over £250,000 | 5 |
| £325,001–£750,000 | 10 | | |
| Over £750,000 | 12 | | |

First time buyers: 0% on the first £175,000

Wales – Land Transaction Tax (LTT) on slices of value

| Residential property | % | Commercial property | % |
|----------------------|-----|---------------------|---|
| Up to £225,000 | 0 | Up to £225,000 | 0 |
| £225,001–£400,000 | 6 | £225,001–£250,000 | 1 |
| £400,001–£750,000 | 7.5 | £250,001–£1,000,000 | 5 |
| £750,001–£1,500,000 | 10 | Over £1,000,000 | 6 |
| Over £1,500,000 | 12 | | |

CORPORATION TAX

| Year to 31/3/26 and 31/3/25 | Profits | Effective rate | Diverted profits |
|-------------------------------|--------------------|----------------|------------------|
| | £0–£50,000 | 19.0% | } 31% |
| | £50,001–£250,000 | 26.5% | |
| | £250,001 and above | 25.0% | |
| Loans to participators | | 33.75% | |

VALUE ADDED TAX

| | | | |
|-------------------------------------------------------------------|---------|----------------|------------|
| Standard rate | 20% | Domestic fuel | 5% |
| Installation of energy saving materials (except Northern Ireland) | | | 0% |
| Registration level | £90,000 | Deregistration | £88,000 |
| Flat rate scheme turnover limit | | | £150,000 |
| Cash and annual accounting schemes turnover limit | | | £1,350,000 |

CAR BENEFITS

Taxable amount based on original list price and CO₂ emissions in g/km.

| | | | | | |
|--------------------------------------------------------------------------|----------------|--------------|--------------|----------------------|-------------|
| Zero emission cars | 3% | | | | |
| Petrol and diesel hybrids with CO ₂ emissions 1–50g/km | | | | | |
| Range – electric-only miles | < 30 | 30–39 | 40–69 | 70–129 | 130+ |
| | 15% | 13% | 9% | 6% | 3% |
| All non-diesel cars over 50g/km CO₂ | | | 51–54 | 55 & over | |
| | | | 16% | 17%*–37% | |

*Increased for every extra 5g/km by 1% up to the maximum 37%

Diesels not meeting RDE2: add 4% to non-diesel rates, up to 37%

| | | |
|-------------------------------------------------------------|--------------|--------------|
| Fuel benefit – taxable amount for private use | 25/26 | 24/25 |
| CO ₂ % charge used for car benefit multiplied by | £28,200 | £27,800 |

VANS – FOR PRIVATE USE

| | | |
|----------------------------------|--------------|--------------|
| | 25/26 | 24/25 |
| Zero emission: chargeable amount | Nil | Nil |
| Other vans: chargeable amount | £4,020 | £3,960 |
| Fuel: chargeable amount | £769 | £757 |

TAX-FREE BUSINESS MILEAGE ALLOWANCE – OWN VEHICLE

| | | |
|----------------------------------|--------------|-----------------------|
| Cars and vans first 10,000 miles | 45p per mile | then 25p per mile |
| Qualifying passenger | 5p per mile | |
| Motorcycles | 24p per mile | Bicycles 20p per mile |

MAIN CAPITAL AND OTHER ALLOWANCES

| | |
|-----------------------------------------------------------------------------|------------|
| Plant & machinery (P&M) 100% annual investment allowance (1st year) | £1,000,000 |
| P&M allowance for companies (1st year)* | 100% |
| Special rate P&M allowance for companies (1st year)* | 50% |
| P&M** | 18% |
| Patent rights and know-how** | 25% |
| Special rate P&M e.g. long-life assets and integral features of buildings** | 6% |
| Structures and buildings (straight line)† | 3% |

Motor cars

| | | | |
|-----------------------------------|-----------------|----------|---------|
| CO ₂ emissions of g/km | 0* | 1–50 | Over 50 |
| Capital allowance | 100% first year | 18% pa** | 6% pa** |

*New and unused only **Annual reducing balance

†10% for freeports and investment zones in Great Britain

Research and Development (R&D)

| | |
|-----------------------------------|-------|
| Capital expenditure | 100% |
| R&D merged scheme | 20% |
| R&D intensive SME payable credit | 14.5% |
| R&D intensive SME intensity ratio | 30% |