

Tax Table 2023/24

Income Tax - Rates, Main Personal Allowances & Reliefs (England & Northern Ireland)

Rates of Tax	2023/24
Starting rate for savings (restricted to savings income only and not available if taxable non-savings income exceeds starting rate band.)	0%
Basic rate	20%
Higher rate	40%
Additional rate	45%
Dividends:	
For basic rate tax payers	8.75%
For higher rate tax payers	33.75%
For additional rate tax payers	39.35%
Starting-rate limit (for savings income)	£5,000
Threshold of taxable income above which higher rate applies	£37,700
Threshold of taxable income above which additional rate applies	£125,140
Threshold above which child benefit charge applies 1% of benefit for every £100 of income over	£50,000

Trusts	2023/24
Standard rate band (split between trust created by the same Settlor, subject to a minimum 1/5th of the full amount)	£1,000
Rate applicable to trusts	
- Dividends	39.35%
- Other income	45%

Inheritance Tax

Rates of Tax on Death Transfers	2023/24
Nil Rate Band (NRB)	£325,000
Residence Nil Rate Band (RNRB)	£175,000
Rate	40%*
- Lifetime transfers to and from certain trusts	20%
*For deaths after 5 April 2013 a lower rate of 36% applies where at least 10% of deceased's net estate is left to charity.	

Main Exemptions

Transfers to;	
- UK-domiciled spouse/civil partner	No limit
- non-UK-domiciled spouse/civil partner (from UK-domiciled spouse)	£325,000
- UK-registered charities	No limit
Lifetime transfers	
- Annual exemption per donor	£3,000
- Small gifts exemption	£250
Wedding/civil partnership gifts by	
- Parent	£5,000
- Grandparent	£2,500
- Other person	£1,000
100% relief: businesses, unlisted/AIM companies, certain farmland/building	
50% relief: certain other business assets	

Personal Allowances	2023/24
Personal Allowance	£12,570
Income limit for Personal Allowance §	£100,000
- for basic rate tax payers	£1,000
- for higher rate taxpayers	£500
- for additional rate taxpayers	NIL
Dividend Allowance (at 0%)	£1,000
Marriage Allowance* (for spouse/civil partners born on or after 6 April 1935)	Up to £1,260
Married/civil partners (maximum) at 10% †	£10,375
Married/civil partners (minimum) at 10% †	£4,010
Income limit for age-related allowances (*applies to married couples allowance only)	£34,600*

§The Personal Allowance reduces by £1 for every £2 of income above the income limit irrespective of age.

† where at least one spouse/civil partner was born before 6 April 1935

*available if spouse pays income tax at the basic rate.

Enterprise Investment Scheme relief limit on £1,000,000 max	
Seed Enterprise Investment relief limit on £200,000	30%
Venture Capital Trust relief limit on £200,000 max	50%
Non-domicile remittance Basis Charge after UK residence in at least;	30%
7 of the last 9 tax years	£30,000
12 of the last 14 tax years	£60,000

Pensions

Tax Year	Lifetime Allowance	Annual Allowance	Money Purchase Annual Allowance
2020/2021	£1,073,100	£40,000**	£4,000
2021/2022	£1,073,100	£40,000**	£4,000
2022/2023	£1,073,100	£40,000**	£4,000
2023/2024	£1,073,100*	£60,000***	£10,000

*The Lifetime Allowance will be abolished in the 2024/25 tax year.

**For those with income over £200,000 the annual allowance is reduced by £1 for every £2 that adjusted income exceeds £240,000 subject to a minimum allowance of £4,000.

***For those with income over £200,000 the annual allowance is reduced by £1 for every £2 that adjusted income exceeds £260,000 subject to a minimum allowance of £10,000.

Individual Savings Accounts (ISA)

	2023/24
Cash/Stocks & Shares Annual Investment limit	£20,000
Lifetime ISA (included within £20,000 limit)	£4,000
Help to Buy ISA (included within £20,000 limit)	£1,000 initially and thereafter £200 pm
Junior ISA	£9,000

Capital Gains Tax

Exemptions

2023/24

Individuals, estates etc.	£6,000
Trusts generally*	£3,000

*Where a Settlor has created more than one trust, the exemption is spread across all trust, subject to a minimum of 1/5th of the trust and annual exemption.

Tax Rates

2023/24

Individuals	
- Up to the basic rate limit	10%**
- Above the basic rate limit	20%**
Trustees and personal representatives	20%**
**Except for carried interest and chargeable gains on residential property which are taxed at 18% up to the basic rate limit and 28% above the basic rate limit.	
Business Asset Disposal Relief*** Gains taxed at:	10%
Lifetime limit	£1,000,000
***For trading businesses and companies (minimum 5% employee or director shareholding) help for at least one year.	

National Insurance Contributions 2023/2024

Class 1 Employee

Weekly Monthly Yearly

Lower Earning Limit (LEL)	£123	£533	£6,396
Primary Threshold	£242	£1,048	£12,570
Secondary Threshold	£175	£758	£9,100
Upper Earnings Limit (UEL)	£967	£4,189	£50,270

Other

Class 3 (voluntary)	Flat rate per week £17.45
Class 4 (self-employed)	8% on profits between £12,570 - £50,270, 2% on profits above £50,270

Class 1 Employee Contributions

Total earning £ per week	Rate
Below 242*	Nil
242.01 - 967	10%
Excess over 967	2%

Class 1 Employer Contributions

Total earning £ per week	Rate
Below 175*	Nil
175.01 - 967	13.8%

*This is the primary threshold below which no employee NI contributions are payable.

**This is the secondary threshold below which no employer NI contributions are payable.

Corporation Tax

2023/24

Standard rate	25%
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Value Added Tax

2023/24

Standard rate	20%
Reduced rate	5%
Annual registration threshold	£85,000
Deregistration threshold	£83,000

This information is based on Henson Crisp's interpretation of current law and legislation, and our understanding of HM Revenue & Customs (HMRC) practice as at January 2024. These laws and legislation are subject to change and may be challenged by HMRC or other regulatory bodies. This information is provided for informational purposes only. Henson Crisp takes no responsibility for any decisions or actions taken as a result of the information provided and should not be relied upon in place of professional advice. You should seek appropriate professional assistance where formal advice is required.

T: 01733 355120

E: enquiries@hensoncrisp.com

W: www.hensoncrisp.com

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Registered Office: Ground Floor Bank House, The Lawns, 33 Thorpe Road, Peterborough, PE3 6AB.

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