



Head Office:  
3 Dereham Road  
Hingham  
Norwich  
NR9 4HU

Telephone: 01953 851151

Branch Office:  
3 Merchants Court  
St Georges Street  
Norwich  
NR3 1AB

Telephone: 01603 967851

Email: [info@hfp.co.uk](mailto:info@hfp.co.uk)

Web: [www.hfp.co.uk](http://www.hfp.co.uk)

Authorised and Regulated by  
the Financial Conduct Authority



# Tax Tables 2021/22

| <b>INCOME TAX</b>  | <b>21/22</b> | <b>20/21</b> |
|--|--------------|--------------|
| <b>Main personal allowances and reliefs</b>                          |              |              |
| Personal allowance*  | £12,570      | £12,500      |
| Marriage/civil partner's transferable allowance                      | £1,260       | £1,250       |
| Married couple's/civil partner's allowance at 10% <sup>†</sup> – max | £9,125       | £9,075       |
| (if at least one born before 6/4/35) – min                           | £3,530       | £3,510       |
| Blind person's allowance   | £2,520       | £2,500       |
| Rent-a-room relief   | £7,500       | £7,500       |
| Property allowance   | £1,000       | £1,000       |
| Trading allowance  | £1,000       | £1,000       |

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

<sup>†</sup>Married couple's/civil partner's allowance reduced by £1 for every £2 of adjusted net income over £30,400 (£30,200 for 20/21), until minimum reached

### **UK taxpayers excluding Scottish taxpayers'**

#### **non-dividend, non-savings income**

|   |          |          |
|---|----------|----------|
| 20% basic rate on first slice of taxable income up to | £37,700  | £37,500  |
| 40% higher rate on next slice of taxable income over  | £37,700  | £37,500  |
| 45% additional rate on taxable income over            | £150,000 | £150,000 |

#### **Scottish taxpayers – non-dividend, non-savings income**

|   |          |          |
|---|----------|----------|
| 19% starter rate on taxable income up to  | £2,097   | £2,085   |
| 20% basic rate on next slice up to        | £12,726  | £12,658  |
| 21% intermediate rate on next slice up to | £31,092  | £30,930  |
| 41% higher rate on next slice up to       | £150,000 | £150,000 |
| 46% top rate on income over               | £150,000 | £150,000 |

### **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                                       | £2,000 | £2,000 |
| Tax rates on dividend income:                         |        |        |
| Basic rate  | 7.5%   | 7.5%   |
| Higher rate   | 32.5%  | 32.5%  |
| Additional rate                                       | 38.1%  | 38.1%  |
| Trusts: Standard rate band generally                  | £1,000 | £1,000 |
| Rate applicable to trusts:                            |        |        |
| Dividends   | 38.1%  | 38.1%  |
| 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 £100 of adjusted net income between £50,000 – £60,000

### **Non-domicile remittance basis charge after UK residence in at least:**

|                             |         |         |
|-----------------------------|---------|---------|
| 7 of the last 9 tax years   | £30,000 | £30,000 |
| 12 of the last 14 tax years | £60,000 | £60,000 |

| <b>STATE PENSIONS</b>                                      | <b>Annual</b> | <b>Weekly</b> |
|--|---------------|---------------|
| New state pension – state pension age reached after 5/4/16 | £9,339.20     | £179.60       |
| Basic state pension – single person*                       | £7,155.20     | £137.60       |
| Basic state pension – spouse/civil partner*                | £4,287.40     | £82.45        |

\*State pension age reached before 6/4/16

| <b>REGISTERED PENSIONS</b>  | <b>21/22</b> | <b>20/21</b> |
|---|--------------|--------------|
| Lifetime allowance  | £1,073,100   | £1,073,100   |
| Money purchase annual allowance   | £4,000       | £4,000       |
| Annual allowance*   | £40,000      | £40,000      |
| Annual allowance charge on excess is at applicable tax rate(s) on earnings  |              |              |
| Lifetime allowance charge if excess is drawn as cash 55%; as income 25%   |              |              |
| Pension commencement lump sum up to 25% of pension benefit value  |              |              |
| <i>*Reduced by £1 for every £2 of adjusted income over £240,000 to a minimum of £4,000, subject to threshold income being over £200,000</i> |              |              |

| <b>TAX INCENTIVISED INVESTMENT</b>  | <b>21/22</b> | <b>20/21</b> |
|---|--------------|--------------|
| <b>Total Individual Savings Account (ISA) limit excluding Junior ISAs (JISAs)</b> | £20,000      | £20,000      |
| Lifetime ISA  | £4,000       | £4,000       |
| JISA and Child Trust Fund   | £9,000       | £9,000       |
| <b>Venture Capital Trust (VCT) at 30%</b>   | £200,000     | £200,000     |
| <b>Enterprise Investment Scheme (EIS) at 30%*</b>                                 | £2,000,000   | £2,000,000   |
| EIS eligible for CGT deferral relief  | No limit     | No limit     |
| <b>Seed Enterprise Investment Scheme (SEIS) at 50%</b>                            | £100,000     | £100,000     |
| SEIS CGT reinvestment relief  | 50%          | 50%          |

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

| <b>CAPITAL GAINS TAX</b>  | <b>21/22</b> | <b>20/21</b> |
|---|--------------|--------------|
| <b>Tax Rates – Individuals</b>  |              |              |
| Below UK higher rate income tax band  | 10%          | 10%          |
| Within UK higher and additional rate income tax bands                                     | 20%          | 20%          |
| <b>Tax Rate – Trusts and Estates</b>  | 20%          | 20%          |
| <b>Surcharge</b> for residential property and carried interest                            | 8%           | 8%           |
| <b>Exemptions</b>   |              |              |
| Annual exempt amount: Individuals, estates, etc   | £12,300      | £12,300      |
| Trusts generally  | £6,150       | £6,150       |
| <b>Chattels</b> gain limited to 5/3rds of proceeds exceeding                              | £6,000       | £6,000       |
| <b>Business Asset Disposal Relief</b>   |              |              |
| 10% on lifetime limit of £1,000,000   |              |              |
| For trading businesses and companies (minimum 5% participation) held for at least 2 years |              |              |

| <b>CORPORATION TAX</b>       | <b>Profits</b> | <b>Diverted profits</b> | <b>Loans to participants</b> |
|------------------------------|----------------|-------------------------|------------------------------|
| Years to 31/3/22 and 31/3/21 | 19%            | 25%                     | 32.5%                        |

## **NATIONAL INSURANCE CONTRIBUTIONS**

| <b>Class 1</b>                                      | <b>Employee</b> | <b>Employer</b> |
|---|-----------------|-----------------|
| NICs rate   | 12%             | 13.8%           |
| No NICs for employees generally on the first        | £184 pw         | £170 pw         |
| No NICs for younger/veteran employees* on the first | £184 pw         | £967 pw         |
| NICs rate charged up to                             | £967 pw         | No limit        |
| 2% NICs on earnings over                            | £967 pw         | N/A             |

\*Employees generally under 21 years, apprentices under 25 years. Veterans in first 12 months of civilian employment from April 2021

**Employment Allowance** £4,000

Per business – not available if sole employee is a director or employer's NICs for 20/21 £100,000 or more.

**Class 1A Employer** On car and fuel benefits and most other taxable benefits provided to employees/directors 13.8%

**Class 2 Self-employed** Flat rate per week £3.05 (£158.60 pa)

**Small profits threshold** No compulsory NICs if annual profits less than £6,515

**Class 4 Self-employed** On annual profits of £9,568 to £50,270: 9%  
Over £50,270: 2%

**Class 3** Voluntary flat rate per week £15.40 (£800.80 pa)

## **CAR BENEFITS**

Taxable amount depends on original list price and CO<sub>2</sub> emissions in g/km.

**Zero emission cars**, 1%.

**Petrol and diesel hybrids** with CO<sub>2</sub> emissions 1–50g/km

| <b>Range – electric-only miles</b> | <b>&lt;30</b> | <b>30–39</b> | <b>40–69</b> | <b>70–129</b> | <b>130+</b> |
|------------------------------------|---------------|--------------|--------------|---------------|-------------|
| Registered pre-6/4/20 (NEDC)       | 14%           | 12%          | 8%           | 5%            | 2%          |
| Registered post-5/4/20 (WLTP)      | 13%           | 11%          | 7%           | 4%            | 1%          |

**All non-diesel cars over 50g/km CO<sub>2</sub>** **51–54** **55 & over**

Registered pre-6/4/20 (NEDC) 15% 16%\*–37%

Registered post-5/4/20 (WLTP) 14% 15%\*–37%

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

**Diesels** not meeting RDE2 standards: add 4%, up to the maximum of 37%

| <b>Fuel Benefit – taxable amount for private use</b>        | <b>21/22</b> | <b>20/21</b> |
|---|--------------|--------------|
| CO <sub>2</sub> % charge used for car benefit multiplied by | £24,600      | £24,500      |

| <b>VANS – FOR PRIVATE USE</b>    | <b>21/22</b> | <b>20/21</b> |
|----------------------------------|--------------|--------------|
| Zero emission: chargeable amount | Nil          | £2,792       |
| Other vans: chargeable amount    | £3,500       | £3,490       |
| Fuel: chargeable amount          | £669         | £666         |

## 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 3% to SDLT rates and 4% to LBTT and LTT rates

### England & N Ireland – Stamp Duty Land Tax (SDLT) on slices of value

| 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 |                     |   |

\*0% on slice up to £500,000 (8/7/20–30/6/21) and £250,000 (1/7/21–30/9/21)

**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 property** bought by companies etc. over £500,000: 15% of value

### 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 |                     |   |

\*Any changes to 0% to be confirmed

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

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

| Residential property | %   | Commercial property | % |
|----------------------|-----|---------------------|---|
| Up to £180,000*      | 0   | Up to £225,000      | 0 |
| £180,001–£250,000    | 3.5 | £225,001–£250,000   | 1 |
| £250,001–£400,000    | 5   | £250,001–£1,000,000 | 5 |
| £400,001–£750,000    | 7.5 | Over £1,000,000     | 6 |
| £750,001–£1,500,000  | 10  |                     |   |
| Over £1,500,000      | 12  |                     |   |

\*Any changes to 0% to be confirmed

## INHERITANCE TAX

|   | 21/22            | 20/21          |
|---|------------------|----------------|
| 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       |
| 100% relief: businesses, unlisted/AIM companies, certain farmland/buildings |                  |                |
| 50% relief: certain other business assets e.g. farmland let before 1/9/95   |                  |                |
| Annual exempt gifts of:   | £3,000 per donor | £250 per donee |

\*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

## MAIN CAPITAL AND OTHER ALLOWANCES

|   |                 |                |          |                           |
|---|-----------------|----------------|----------|---------------------------|
| Plant & machinery (P&M) 100% annual investment allowance (1st year):        |                 |                |          |                           |
| 1/1/19–31/12/21   | £1,000,000      | From 1/1/22    | £200,000 |                           |
| P&M super-deduction first year allowance (FYA)<br>for companies from 1/4/21 |                 |                | 130%     |                           |
| Special rate P&M FYA for companies from 1/4/21                              |                 |                | 50%      |                           |
| Plant & machinery*  |                 |                | 18%      |                           |
| Patent rights & know-how*   |                 |                | 25%      |                           |
| Certain long-life assets and integral features of buildings*                |                 |                | 6%       |                           |
| Structures and buildings (straight line)                                    |                 |                | 3%       |                           |
| Electric charge points  |                 |                | 100%     |                           |
| <b>Motor Cars</b>   |                 |                |          |                           |
| CO <sub>2</sub> emissions of g/km:  |                 | 0 <sup>†</sup> | 1–50     | Over 50                   |
| Capital allowance   | 100% first year | 18% pa*        |          | 6% pa*                    |
| <i>*Annual reducing balance</i>   |                 |                |          | <i>†For new cars only</i> |
| Research and development (R&D) – capital expenditure                        |                 |                |          | 100%                      |
| R&D revenue expenditure relief – small/medium-sized companies               |                 |                |          | 230%                      |
| R&D expenditure credit – large companies                                    |                 |                |          | 13%                       |

## VALUE ADDED TAX

|   |                            |                  |            |
|---|----------------------------|------------------|------------|
| Standard rate   | 20%                        | Domestic fuel    | 5%         |
| Reduced rate on hospitality, holiday accommodation and attractions: |                            |                  |            |
| 15/7/20–30/9/21:  | 5%                         | 1/10/21–31/3/22: | 12½%       |
| Since 1/4/17:   | Registration level £85,000 | Deregistration   | £83,000    |
| Flat rate scheme turnover limit                                     |                            |                  | £150,000   |
| Cash and annual accounting schemes turnover limit                   |                            |                  | £1,350,000 |

## MAIN DUE DATES FOR TAX PAYMENT

### Income Tax, NICs and Capital Gains Tax – Self-assessment

|   |   |   |
|---|---|---|
| 31 January in tax year                  | } | Normally 50% of previous year's income tax,<br>(less tax deducted at source) and class 4 NICs |
| Following 31 July                       |   |   |
| Following 31 January                    |   | Balance of income tax and class 4 NICs,<br>class 2 NICs and balance of CGT                    |
| Inheritance Tax on death:               |   | Normally 6 months after end of month of death   |
| Lifetime transfer 6 April–30 September: |   | 30 April in following year  |
| Lifetime transfer 1 October–5 April:    |   | 6 months after month of transfer  |

### Corporation Tax – Self-assessment

- Profits under £1,500,000: 9 months + 1 day after end of accounting period
- Profits £1,500,000 or over: normally payable in 7th, 10th, 13th and 16th months after start of the accounting period
- Profits £20,000,000 or over: normally payable in 3rd, 6th, 9th and 12th months after start of the accounting period
- Growing companies: no instalments where profits are £10,000,000 or less and the company was not a large company for the previous year