

## Tax Rates 2017/2018 and 2018/2019

### Personal Tax

#### Personal Allowance

	2017/2018	2018/2019
Personal Allowance (the amount you can earn tax-free)	£11,500	£11,850
Income limit for Personal Allowance *	£100,000	£100,000

\* The level at which the Personal Allowance is abated. For each £2 in earnings above £100,000 you lose £1 of the allowance.

#### Income Tax Rates

	Rate	2017/2018	2018/2019
Basic rate - lowest level of income tax	20%	£0 - £33,500	£0 - £34,500
Higher rate - middle tier of income tax	40%	£33,501 - £150,000	£34,501 - £150,000
Additional rate - top rate of tax	45%	Earnings above £150,000	Earnings above £150,000

#### Dividend Taxes

	Rate	2017/2018	2018/2019
Dividend tax-free allowance		£5,000	£2,000
Dividend ordinary rate	7.5%	£5,001 - £33,500	£2,001 - £34,500
Dividend upper rate	32.5%	£33,501 - £150,000	£34,501 - £150,000
Dividend additional rate	38.1%	Earnings above £150,000	Earnings above £150,000

### National Insurance

#### Employee National Insurance Contributions

	Rate	2017/2018		2018/2019	
		Weekly	Annually	Weekly	Annually
Lower earnings limit	0%	£113	£5,876	£116	£6,032
Primary threshold	0%	£157	£8,164	£162	£8,424
Upper earnings limit	12%	£866	£45,000	£892	£46,350
Any earnings above the upper earnings limit are taxed at 2%					

#### Employer National Insurance Contributions

	Rate	2017/2018		2018/2019	
		Weekly	Annually	Weekly	Annually
Secondary threshold - earnings above this incur tax	13.8%	£157	£8,164	£162	£8,424

#### Self-Employed National Insurance Contributions

	2017/2018	2018/2019
Small profits threshold - earnings below this incur no tax	£6,025 per year	£6,205 per year
Lower profits limit - earnings up to this incur Class 2 NICs	£8,164 per year	£8,424 per year

	Rate	2017/2018		2018/2019	
		Weekly	Annually	Weekly	Annually
Class 2 NICs - calculated weekly, paid with tax return		£2.85	-	£2.95	-
Upper profits limit	9%	£866	£45,000	£892	£46,350
Any earnings above the upper profits limit are taxed at 2%					

## Capital Gains Tax (CGT)

		2017/2018	2018/2019
Annual exemption from CGT		£11,300	£11,700
Basic rate tax payer	Gains from residential property	18%	18%
	Gains from other chargeable assets	20%	20%
Higher rate tax payer	Gains from residential property	28%	28%
	Gains from other chargeable assets	20%	20%
Entrepreneur's Relief		10%	10%

## Company Tax Rates

### Corporation Tax

	2017/2018	2018/2019
Small profits rate - for companies with profits up to £300,000	19%	19%
Main rate - for companies with profits above £300,000	19%	19%

### VAT Registration & Rates

	2017/2018	2018/2019
Compulsory VAT registration threshold	£85,000	£85,000
Standard rate VAT	20%	20%
Reduced rate VAT	5%	5%
Zero rate VAT	0%	0%

## Mileage Allowances

	First 10,000 miles	Over 10,000 miles
Car/ Van	£0.45	£0.25
Motorcycle	£0.24	£0.24
Bicycle	£0.20	£0.20

## Director Loan Rate

	2017/2018 and 2018/2019
If loan to director exceeds £10,000 at any point during the year	2.5% nominal interest on the whole amount plus Class 1A National Insurance contributions (13.8%). May also need to be reported on P11D

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