

Income tax rates

Taxable income (not dividends and not Scottish residents)£	Rate%	Tax£	Cumulative£
2024/25			
Savings: 0–5,000	0	Nil	Nil
0–37,700	20	7,540.00	7,540.00
37,701–125,140	40	34,976.00	42,516.00
Over 125,140	45	–	–
2023/24			
Savings: 0–5,000	0	Nil	Nil
0–37,700	20	7,540.00	7,540.00
37,701–125,140	40	34,976.00	42,516.00
Over 125,140	45	–	–

Tax rates for dividend income

Dividends within:	2024/25	2023/24
Basic rate band	8.75%	8.75%
Dividend allowance	£500	£1,000
Higher rate band	33.75%	33.75%
Dividend allowance	£500	£1,000
Additional rate band	39.35%	39.35%
Dividend allowance	£500	£1,000

Personal allowances and reliefs

	2024/25£	2023/24£
Personal allowance	12,570	12,570
Income limit for personal allowance	100,000	100,000
Allowances for couples:		
Marriage Allowance	1,260	1,260
Married couples: minimum (born before 6 April 1935)	4,280	4,010
Married couples: maximum (born before 6 April 1935)	11,080	10,375
Income limit for married couples' allowance, born before 6 April 1935	37,000	34,600
Blind person's allowance	3,070	2,870
Rent-a-room relief	7,500	7,500
Trading income allowance	1,000	1,000

Property income allowance	1,000	1,000
Savings allowance - basic tax band	1,000	1,000
Savings allowance - higher tax band	500	500

Pension allowances

Tax year:	2024/25£	2023/24£
Annual Allowance (AA)	60,000	60,000
AA is tapered when adjusted income including pension contributions exceeds:	260,000	260,000
AND net income excluding pension contributions exceeds:	200,000	200,000
Minimum tapered Annual Allowance	10,000	10,000
Money purchase annual allowance (MPAA)	10,000	10,000
Lifetime Allowance	abolished	abolished

Corporation tax rates

Year from 1 April	2024	2023
Main rate	25%	25%
Small Profits Rate	19%	19%
Small Profits Rate where profits don't exceed:	£50,000	£50,000
Marginal Relief Lower Limit	£50,000	£50,000
Marginal Relief Upper Limit	£250,000	£250,000
Standard fraction	3/200	3/200

CGT rates and annual exemptions

Tax Year	Annual exempt amount		Tax rate paid by		
	Individuals, personal representatives (PRs) and trusts for disabled	General trusts	Individuals within:		Trustees and PRs
			Basic rate band	Higher tax bands	
	£	£	%	%	%
2024/25	3,000	1,500	10	20	20
Residential property			18	24	24
Carried interest			18	28	28
2023/24	6,000	3,000	10	20	20
residential property & carried interest			18	28	28

NIC rates and thresholds

NIC: Class 1 primary monthly thresholds

Employee (primary)	2024/25£	2023/24£
Lower earnings limit (LEL)	533	533
Primary threshold (PT)	1,048	1,048
Upper earnings limit (UEL)	4,189	4,189

NIC: Class 1 primary rates

Employee (primary)	2024/25	2023/24 from 6 Jan 24	2023/24 to 5 Jan 24
Up to LEL	N/A	N/A	N/A
From LEL to PT	0%	0%	0%
From PT to UEL	8%	10%	12%
Above UEL	2%	2%	2%

NIC: Class 1 secondary monthly thresholds

Employer (Secondary)	2024/25£	2023/24£
Secondary threshold (ST)	758	758
Upper secondary threshold for under 21s (UST)	4,189	4,189
Apprentice Upper secondary threshold (AUST) for under 25s	4,189	4,189
Veteran Upper Secondary Threshold (VUST)	4,189	4,189
Investment Zone Upper Secondary Threshold (IZUST)	2,083	2,083
Freeport Upper Secondary Threshold (FUST)	2,083	2,083

NIC: Class 1 secondary rates

Employer (Secondary)	2024/25	2023/24
Up to: ST, FUST, AUST, UST, IZUST, VUST	0%	0%
Above: ST, UST, AUST, FUST, IZUST, VUST	13.8%	13.8%
Employment Allowance – annual amount per company / group	£5,000	£5,000

NIC: Class 2 rates and thresholds

(Tax year	Flat rate per week(note 1)	Share fishermen per week	Volunteer development workers per week	Small profit threshold(note 2)	Lower profits threshold(note 3)
	£	£	£	£	£
2024/25	3.45	4.10	6.15	6,725	N/A
2023/24	3.45	4.10	6.15	6,725	12,570

Notes:

1. Self-employed traders with profits below the small profits threshold do not have to pay class 2 NIC, but they are not entitled to a NI credit. They can pay class 2 NIC voluntarily.
2. For 2022/23 and 2023/24 self-employed individuals don't pay class 2 NIC if their annual profits fall between the small profit threshold and the lower profits threshold, but they are given an NI credit for the year.
3. From 2024/25 onwards there is no liability to class 2 NIC for self-employed traders with profits above the small profits threshold, but all self-employed traders with profits above the small profits threshold are entitled to an NI credit.

NIC: Class 3 rates

Tax Year	Weekly Rate £
2024/25	17.45
2023/24	17.45

NIC: Class 4 rates and thresholds

Tax Year	Main rate	Additional rate	Lower profits limit	Upper profits limit
	%	%	£	£
2024/25	6	2	12,570	50,270
2023/24	9	2	12,570	50,270

VAT registration and deregistration limits

Effective date	Registration turnover:£	Registration exception: turnover not exceeding£	Deregistration turnover£
1 April 2024	90,000	88,000	88,000
1 April 2017 to 31 March 2024	85,000	83,000	83,000

High income child benefit charge (HICBC)

Period child benefit received:	Lower income threshold£	Upper income threshold£
From 6 April 2024	60,000	80,000
From 7 January 2013 to 5 April 2024	50,000	60,000