

TAX TABLES APPLYING TO R01 ONLY

INCOME TAX

RATES OF TAX	2010/2011 (pre 22 June 2010)
Starting rate for savings*	10%
Basic rate	20%
Higher rate	40%
Additional rate	50%
Starting-rate limit	£2,440*
Threshold of taxable income above which higher rate applies	£37,400
Threshold of taxable income above which additional rate applies	£150,000

*restricted to savings income only and not available if non-savings income exceeds starting rate limit.

MAIN PERSONAL RELIEFS	2010/2011
Personal Allowance (basic)	£6,475
Income limit for Personal Allowance §	£100,000
Personal Allowance (age 65-74)	£9,490
Personal Allowance (aged 75 and over)	£9,640
Married/civil partners (minimum) at 10% †	£2,670
Married/civil partners (age 75 and over) at 10%	£6,965
Income limit for age-related allowances	£22,900
Blind person's allowance	£1,890
Enterprise Investment Scheme relief limit at 20%	£500,000
Venture Capital Trust relief limit at 30%	£200,000

§ 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.

Child Tax Credit (CTC)	
- family element	£545
- family element baby addition	£545
CTC usually reduced by 6.67% of joint income over	£50,000

NATIONAL INSURANCE CONTRIBUTIONS

Class 1 Employee	Weekly	Monthly	Yearly
Lower Earnings Limit (LEL)	£97	£421	£5,044
Upper Earnings Limit (UEL)	£844	£3,656	£43,875
Upper Accruals Point	£770	£3,337	£40,040

CLASS 1 EMPLOYEE CONTRIBUTIONS

Total earnings £ per week	Contracted-in rate	Contracted-out rate
Up to 110.00*	Nil	Nil
110.01 – 770.00	11%	9.4%
770.01 – 844.00	11%	11%
Above 844.00	1%	1%

CLASS 1 EMPLOYER CONTRIBUTIONS

Total earnings £ per week	Contracted-in rate	Contracted-out rate	
		Final salary	Money purchase
Below 110.00**	Nil	Nil	Nil
110.01 – 770.00	12.8%	9.1%	11.4%
770.01 – 844.00	12.8%	12.8%	12.8%
Excess over 844.00	12.8%	12.8%	12.8%

* This is the primary threshold below which no NI contributions are payable. However, the lower earnings limit is £97 per week. This £97 to £110 band is a zero rate band introduced in order to protect lower earners' rights to contributory State benefits e.g. Basic State Pension.

** Secondary earnings threshold.

Class 2 (self-employed)	Flat rate per week £2.40 where earnings exceed £5,075 per annum.
Class 3 (voluntary)	Flat rate per week £12.05
Class 4 (self-employed)	8% on profits between £5,715 - £43,875 plus 1% on profits above £43,875

PENSIONS

TAX YEAR	LIFETIME ALLOWANCE	ANNUAL ALLOWANCE
2006/2007	£1,500,000	£215,000
2007/2008	£1,600,000	£225,000
2008/2009	£1,650,000	£235,000
2009/2010	£1,750,000	£245,000
2010/2011	£1,800,000	£255,000

NOTIONAL EARNINGS CAP

£123,600 – (For schemes that require post-1989 benefits to be still subject to a cap).

ANNUAL ALLOWANCE CHARGE

40% member's tax charge on the amount of total pension input in excess of the annual allowance.

LIFETIME ALLOWANCE CHARGE

55% of excess over lifetime allowance if taken as a lump sum.

25% of excess over lifetime allowance if taken in the form of income, which is subsequently taxed under PAYE.

INHERITANCE TAX

RATES OF TAX ON DEATH

2010/2011

Transfers made after 5 April 2010

- Up to £325,000 Nil
- Excess over £325,000 40%
- Lifetime transfers to and from certain trusts 20%

MAIN EXEMPTIONS

Transfers to

- UK-domiciled spouse/civil partner No limit
- non-UK-domiciled spouse/civil partner (from UK domiciled spouse) £55,000
- UK-registered charities No limit

Lifetime transfers

- annual exemption per donor £3,000
- small gifts to same person £250

Wedding/civil partnership gifts by

- parent £5,000
- grandparent/party to marriage/civil partnership £2,500
- other person £1,000

100% relief: businesses, unlisted/AIM companies, certain farmland/building

50% relief: certain other business assets

Reduced tax charge on gifts within 7 years of death:

- | | | | | | |
|---------------------------|------|-----|-----|-----|-----|
| - Years before death | 0-3 | 3-4 | 4-5 | 5-6 | 6-7 |
| - Inheritance Tax payable | 100% | 80% | 60% | 40% | 20% |

MAIN SOCIAL SECURITY BENEFITS

		2010/2011 (pre 22 June 2010)
Child Benefit	first child	£20.30
	subsequent children	£13.40
Incapacity Benefit	short-term lower rate*	£68.95
	short-term higher rate*	£81.60
	long-term rate	£91.40
Attendance Allowance	lower rate	£47.80
	higher rate	£71.40
Retirement Pension	single	£97.65
	married	£156.15
Pension Credit	single person standard minimum guarantee	£132.60
	married couple standard minimum guarantee	£202.40
	maximum savings ignored in calculating income	£10,000.00
		£2,000.00
Bereavement Benefit (lump sum)		£97.65
Widowed Parent's allowance		£65.45
Jobseekers Allowance		

* under State Pension Age

** increased to £10,000 from November 2009

CAPITAL GAINS TAX

RATES OF TAX

Chargeable gains, less allowable losses, are charged to tax as follows:

- for individuals the rate chargeable is 18%.
- for trustees of trusts and personal representatives the rate chargeable is 18%.
- entrepreneurs' relief is available at an effective rate of 10% (4/9ths of the gain) and is subject to a lifetime limit of £2,000,000.

ANNUAL EXEMPTION

The annual exemption is £10,100.

Most trusts have an annual exemption of £5,050.

CHATELS EXEMPTION

Gains on chattels are exempt if proceeds do not exceed £6,000 per item.