

The background of the page is a vibrant, low-angle photograph of several hot air balloons. The balloons are in various stages of inflation and are filled with a variety of colors including orange, green, purple, yellow, red, and blue. The perspective is looking up from below, making the balloons appear to be rising steeply into a clear blue sky. The lighting is bright, suggesting a sunny day.

TAX TABLES

2022/23

Income Tax

Rates	2022/23	2021/22
Starting Rate of 0% on savings income tax up to*	£5,000	£5,000
Savings allowance at 0% tax: Basic Rate taxpayers	£1,000	£1,000
Higher Rate taxpayers	£500	£500
Additional Rate taxpayers	NIL	NIL
Basic Rate at 20% on income up to	£37,700	£37,700
Maximum tax at Basic Rate	£7,540	£7,540
Higher Rate at 40% on income	£37,700-£150,000	£37,700-£150,000
Tax on first £150,000	£52,460	£52,460
Additional Rate on income over £150,000	45%	45%
Dividend tax credit	-	-
Dividend Allowance	£2,000	£2,000
Tax rate on dividends		
Basic Rate taxpayers	8.75%	7.5%
Higher Rate taxpayers	33.75%	32.5%
Additional Rate taxpayers	39.35%	38.1%
Trusts: Standard rate band generally	£1,000	£1,000
Rate applicable to trusts: Dividends	39.35%	38.1%
Other income	45%	45%

* Not available if taxable non-savings income exceeds the starting rate band

Main Personal Allowances and Reliefs	2022/23	2021/22
Personal (basic)	£12,570	£12,570
Personal reduced if net income exceeds*	£100,000	£100,000
Transferable tax allowance for married couples/civil partners	£1,260	£1,260
Married couple's/civil partner allowance [†]		
max amount	£9,415	£9,125
min amount	£3,640	£3,530
Blind person's allowance	£2,600	£2,520
Rent a room tax free income	£7,500	£7,500
Child Benefit Charge	1% of benefit for each £100 of income between £50,000 and £60,000	

* Reduced by £1 for every £2 of income over £31,400, until minimum reached.

[†] Relief at 10% if at least one of the couple was born before 6/4/35.

Tax Incentivised Investment	2022/23	2021/22
Venture Capital Trust (VCT) at 30%	£200,000	£200,000
Enterprise Investment Scheme (EIS) at 30%	£2,000,000	£2,000,000
EIS eligible for CGT reinvestment deferral relief	No limit	No limit
Seed EIS (SEIS) at 50%	£100,000	£100,000
SEIS CGT reinvestment relief	50%	50%
Non Domicile Remittance Basis Charge After 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

* Above £1,000,000 must be in knowledge intensive companies.

National Insurance Contributions

Class 1 Employee

	2022/23		2021/22	
	Employee	Employer	Employee	Employer
NIC rate	13.25%	15.05%	12%	13.8%
No NICs on the first:	£190 pw	£967 pw	£184 pw	£967 pw
Younger/veteran & over*	£190 pw	£967 pw	£184 pw	£170 pw
Freeport employees on first*	£190 pw	£481 pw	N/A	N/A
NICs charged up to	£967 pw	No limit	£967 pw	No limit
3.25% NIC on earnings over	£967 pw	No limit	£967 pw	N/A
Certain married women	5.85%	13.8%	5.85%	13.8%
Employment Allowance per business			2022/23	2021/22
Payable per business. Not available if the sole employee is a director of Employer NIC for 20/21 is £100,000 or more.			£4,000	£4,000
Limits and Thresholds for 2020/21			Weekly	Annual
Lower Earnings Limit			£123	£6,396
Primary Earnings Threshold			£190	£9,880
Secondary Earnings Threshold			£170	£9,100
Upper Earnings Limit (under 21 or Apprentice under 25)			£967	£50,270
Class 1A Employer			2022/23	2021/22
On car & fuel benefits and most other taxable benefits provided to P11D employees and directors			15.05%	13.8%
Self Employed	2022/23		2021/22	
Class 2 Flat rate	£3.15 pw / £163.80 pa		£3.05 pw / £158.60 pa	
Small profits threshold	£6,725 pa		£6,475 pa	
Class 4			£9,568 – £50,270 pa: 9%	
On profits	£9,880 to £50,270 pa: 10.25%		Over £50,270 pa: 2%	
Class 3 Voluntary Flat rate	£15.85 pw / £824.20 pa		£15.40 pw / £800.80 pa	

* Employees generally under 21 years and apprentices under 25 years. Veterans in first 12 months of civilian employment. Employees at freeports in Great Britain in the first three years of employment starting from 6 April 2022.

Basic State Pension

	2022/23		2021/22	
	Weekly	Annual	Weekly	Annual
Single person*†	£141.85	£7,376.20	£137.60	£7,155.20
Spouse/civil partner*†	£85.00	£4,420.00	£82.45	£4,287.40
New state pension*	£185.15	£9,627.80	£179.60	£9,339.20

* Based on 3.1% CPI to 9/21 amounts TBC

† State pension age reached before 6/4/16

Corporation Tax

	To 31/3/23	To 31/3/22
Profits	19%	19%
On Outstanding Directors Loans	33.75%	32.5%

Value Added Tax

Standard Rate	20%
Reduced Rate, e.g. on domestic fuel	5%
Registration level from 01 April 2017	£85,000
De-registration level from 01 April 2017	£83,000
Flat rate scheme turnover limit	£150,000
Cash and annual accounting schemes turnover limits	£1,350,000

Stamp Duty

First time home buyers (excl. Scotland): 0% on first £300,000 for properties up to £500,000

First time home buyers (Scotland): 0% on first £175,000

Residential Property Value (on slices)

England & NI	Rate	Wales	Rate	Scotland	Rate
£125,000 or less*	Nil	£180,000 or less	Nil	£145,000 or less	Nil
£125,001* – £250,000*	2%	£180,001 – £250,000	3.5%	£145,001 – £250,000	2%
£250,001* – £925,000	5%	£250,001 – £400,000	5%	£250,001 – £325,000	5%
£925,001 – £1,500,000	10%	£400,001 – £750,000	7.5%	£325,001 – £750,000	10%
Over £1,500,000	12%	£750,001 – £1,500,000	10%	Over £750,001	12%
		Over £1,500,000	12%		

Second properties over £40,000 and over – add 3% to SDLT/LBTT rate(s) and 4% to LBTT rate(s)

UK properties bought by companies etc over £500,000 – 15% on total

Commercial Property Value (on slices)

England & NI	Scotland	Rate	Wales	Rate	Scotland	Rate
£150,000 or less	Nil	£225,000 or less	Nil	£150,000 or less	Nil	
£150,001 – £250,000	2%	£225,001 – £250,000	1%	£150,001 – £250,000	1%	
Over £250,000	5%	£250,001 – £1,000,000	5%	Over £250,000	5%	
		Over £1,000,000	6%			

Stamp Duty and SDRT: stocks and marketable securities 0.5%

No charge to stamp duty unless the duty exceeds £5

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

Capital Gains Tax

Tax Rates – Individuals	2022/23	2021/22
Gains to Basic Rate limit	10%	10%
Gains above Basic Rate limit	20%	20%
Tax Rate – Trusts and Estates	20%	20%
Surcharge for residential property and carried interest	8%	8%

Exemptions

Individuals, estates, etc.	£12,300	£12,300
Trusts generally	£6,150	£6,150
Chattels proceeds (ltd to 5/3 of proceeds exceeding limit)	£6,000	£6,000
Entrepreneurs Relief – Taxed at 10% up to lifetime limit of*	£1,000,000	£1,000,000

Registered Pensions

	2022/23	2021/22
Lifetime Allowance	£1,073,100	£1,073,100
Annual Allowance*	£40,000	£40,000
Annual Allowance Charge on excess	20%–45%	20%–45%
Money Purchase Annual Allowance	£4,000	£4,000
Max pension tax free lump sum (subject to LTA)	25% of pension benefit value	
Lifetime Allowance Charge if excess drawn:	As cash 55%; as income 25%	

* 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.

Tax Free Savings

Limits	2022/23	2021/22
Individual Savings Account (ISA)	£20,000	£20,000
Lifetime ISA (LISA)	£4,000	£4,000
Junior ISA and Child Trust Fund	£9,000	£9,000

Inheritance Tax

	2022/23	2021/22
Nil-rate band ¹	£325,000	£325,000
Residence Nil-rate band ^o	£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	£3,000 per donor	£250 per donee

Reduced tax charge on gifts within 7 years of death

Years before death	0-3	3-4	4-5	5-6	6-7
% of death tax charge	100%	80%	60%	40%	20%

¹ Up to 100% of the unused proportion of a deceased spouse's/civil partner's nil-rate band can be claimed on the surviving spouse's/civil partner's death

^o 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 100% annual investment allowance (1st year): to 31/3/23	£1,000,000
P&M* super-deduction first year allowance (FYA) for companies to 31/3/23	130%
Special rate P&M* FYA for companies to 31/3/23	50%
Plant and machinery**	18%
Patent rights and know-how**	25%
Special rate P&M e.g. long-life assets and integral features of buildings [†]	6%
Structures and buildings (straight line)*	3%
Electric charge points	100%

Motor Cars

CO2 emission of g/km	0†	1–50	Over 50
Capital allowance	100% first year	18% pa**	6% pa**

Research and Development

Capital expenditure		100%
Revenue expenditure	small/medium-sized firms	230%
R&D expenditure credit	large companies	13%

* New P&M only

† Annual reducing balance

° 10% for freeport sites in Great Britain

Cars Benefit for Employees

Taxable amount based on car's list price when new. Charge varies according to CO₂ emissions in g/km.

Zero emission cars						2%
Petrol and diesel hybrids with CO ₂ emissions 1-50g/km						
Range in miles on electricity only	< 30	30 – 39	40 – 69	70 – 129	130 +	
	14%	12%	8%	5%	2%	
All Non-diesel Cars CO ₂ Emission over 50g/km	51-54g/km		55g/km & over			
	15%		16%* – 37%			

Fuel Benefits – taxable amount for private use

	2022/23	2021/22
CO ₂ % charge used for car benefit multiplied by	£25,300	£24,600

* 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%.

Vans - Taxable Amounts for Private Use

	2022/23	2021/22
Zero-emission: chargeable amount	Nil	Nil
Other vans: chargeable amount	£3,600	£3,500
Fuel – flat charge	£688	£669

MONTAGE

WEALTH MANAGEMENT

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