

Some Important Tax Rates for 2018/19

Tax-free Savings for Individuals



ISA allowance >> **£20,000**



Junior ISA allowance >> **£4,260**



Lifetime ISA >> **£4,000**



Help to Buy ISA >> **£2,400**
(monthly contributions of £200*)

* an extra £1,000 can be paid in the first month

Dividend Taxation

£2,000 tax-free Dividend Allowance

Dividends >> **7.5%** (basic rate)
above this level will be >> **32.5%** (higher rate)
taxed at; >> **38.1%** (additional rate)

Personal Savings Allowance

Up to **£1,000** of savings interest >> tax free
to basic rate tax payers and **£500** for those who pay higher rate tax

Pension Annual Allowance

The Annual Allowance is **£40,000** for 2018/19. **£1** of annual allowance is lost for every **£2** of adjusted income above **£150,000**

Income Tax Allowances

Income Tax Personal Allowance increased to **£11,850** from 6/4/18
There is **one Income Tax Personal Allowance**. Regardless of an individual's date of birth. Where your net adjusted income exceeds £100,000, the personal allowance reduces by £1 for every £2 of adjusted net income above £100,000

Pension Lifetime Allowance

The standard Lifetime Allowance has **increased** to **£1,030,000**.

This is the amount of

pension benefit that can be drawn from pension schemes without triggering an additional tax charge



New from 22/11/17

Stamp Duty abolished for first time buyers, purchasing properties worth up to **£300,000. For first time buyers buying properties worth up to **£500,000**, the first **£300,000** will have **0%** stamp duty and the remaining amount is charged at **5%**.

**Not applicable in Scotland.

State Pension

Flat rate State Pension to rise 6/4/18 to >>

£164.35pw

applicable if you reach State Pension age after 6/4/16 (35 qualifying National Insurance years needed)

Old State Pension rises to **£125.95pw** from 6/4/18

Capital Gains Tax

Annual personal CGT exemption >> **£11,700**

(Higher rates of 18% and 28% apply to sales of second homes)

levied at **10%** for basic rate taxpayers >> or **20%** for higher rate taxpayers*

*On gains in excess of the personal exemption, exclusions apply.



Inheritance Tax

Nil-Rate IHT band
£325,000

40%

IHT payable above this threshold



or **36%** if you leave at least 10% of your assets to charity

Additional main residence nil-rate band (RNRB): Allowance introduced from April 2017 when a residence is passed on death to a direct descendant. The maximum available amount of RNRB will increase yearly

For the 2018/19 tax year the allowance will be **£125,000**

Gradually increasing to **£175,000** by 2020/21

This will be subject to a maximum estate value of **£2m**



Other IHT-free gifts, include;

Gifts between UK domiciled husband or wife or between civil partners;



Small gifts to other recipients up to **£250** each in a year



Total gifts up to **£3,000** in a year (can be carried forward one tax year)



Gifts in consideration of marriage or civil partnership ranging from **£5,000** from each parent of the couple, to **£1,000** from anyone else

Chargeable lifetime transfers and potentially exempt transfers attract taper relief, if made up to **seven** years before death on the amount of gift over the nil-rate band



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