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Some Important Tax Rates for 2017/18

<p>Tax-free Savings For Individuals</p> <ul style="list-style-type: none"> ISA allowance ➔ £20,000 Junior ISA allowance ➔ £4,128 Help to Buy ISA ➔ £2,400* (made up of monthly contributions of £200 max) <p>*+£1,000 one-off contribution when the account is opened</p>	<p>Dividend Taxation</p> <p>£5,000 tax-free dividend allowance</p> <p>Dividends above this level will be taxed at;</p> <ul style="list-style-type: none"> ➔ 7.5% (basic rate) ➔ 32.5% (higher rate) ➔ 38.1% (additional rate) <p>The dividend allowance will be reduced to £2,000 from April 2018</p>	<p>Income Tax Allowances</p> <p>Income tax personal allowance increased to £11,500 from 6/4/17</p> <p>There is one income tax personal allowance regardless of an individual's date of birth</p> <p>Your Personal Allowance reduces by £1 for every £2 your adjusted net income exceeds £100,000</p>
<p>NEW from April 2017</p> <p>Lifetime ISA (LISA) For adults up to the age of 40</p> <p>Save up to £4,000 each tax year Receive a government bonus of 25%* Use some or all of your money to buy your first home or use it to save for retirement*</p> <p>*Conditions and restrictions apply</p>	<p>Personal Savings Allowance</p> <p>up to £1,000 of savings interest tax free</p> <p>to basic rate taxpayers and £500 for those who pay higher rate tax</p>	<p>Pension Annual Allowance (AA) (was tapered from April 2016)</p> <p>The current AA of £40,000 will be tapered for anyone whose total 'adjusted income', including the value of any pension savings, is above £150,000.</p> <p>Their AA will be reduced by £1 for every £2 of income above £150,000, with a maximum reduction of £30,000</p>
<p>State pension</p> <p>To rise by 2.5% in April '17 Flat rate state pension to rise 6/4/17 to ➔ £159.55</p> <p>applicable if you reached state pension age after 6/4/16 (35 qualifying National Insurance years needed) Old state pension rise to £122.30 from 6/4/17</p>		
<p>Capital Gains Tax Allowance</p> <p>Annual personal CGT exemption ➔ £11,300</p> <p>(Higher rates of 18% and 28% still apply to sales of residential property on the sale of second homes)</p>		<p>CGT levied at 10% for basic rate taxpayers ➔ or 20% for higher rate taxpayers*</p> <p>*On gains in excess of the personal exemption, exclusions apply</p>
<p>Inheritance Tax</p> <p>Nil-rate IHT band £325,000</p> <p>40% IHT payable above this threshold</p> <p>or 36% if you leave at least 10% of your assets to charity</p>	<p>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</p> <p>For the 2017/18 tax year the allowance will be £100,000</p> <p>Gradually increasing to £175,000 by 2020/21</p> <p>This will be subject to a maximum estate value of £2m</p> <p>Other IHT-free gifts, include;</p> <ul style="list-style-type: none"> 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 <p>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</p>	

It is important to take professional advice before making any decision relating to your personal finances. Information within this document is based on our current understanding of taxation and can be subject to change in future. It does not provide individual tailored investment advice and is for guidance only. Some rules may vary in different parts of the UK; please ask for details. We cannot assume legal liability for any errors or omissions it might contain. Levels and bases of, and reliefs from taxation are those currently applying or proposed and are subject to change; their value depends on the individual circumstances of the investor.