

Tax table 2024/2025

Putting the facts at your fingertips

Income Tax – Rates, Main Personal Allowances & Reliefs (England & Northern Ireland and Savings/ Dividend income in for Scottish & Welsh taxpayers)		
Rates Of Tax	2023/2024	2024/2025
Starting rate for savings (Restricted to savings income only and not available if taxable non-savings income exceeds starting rate band.)	0%	0%
Basic rate	20%	20%
Higher rate	40%	40%
Additional rate	45%	45%
Dividends:		
For basic rate tax payers	8.75%	8.75%
For higher rate tax payers	33.75%	33.75%
For additional rate tax payers	39.35%	39.35%
Starting-rate limit (for savings income)	£5,000	£5,000
Threshold of taxable income above which higher rate applies	£37,700	£37,700
Threshold of taxable income above which additional rate applies	£125,140	£125,140
Threshold above which child benefit charge applies 1% of benefit for every £200 of income over*:	£50,000	£60,000
*This was 1% of benefit for every £100 in the 2023/2024 tax year		
Trusts		
De minimis amount for trusts (split between trusts created by the same Settlor - subject to a minimum of 1/5th)	N/A	£500
Standard rate band (split between trust created by the same Settlor, subject to a minimum of 1/5th of the full amount)	£1,000	N/A
Rate applicable to trusts: - Dividends	39.35%	39.35%
- Other income	45%	45%
Personal Allowances		
Personal Allowance	£12,570	£12,570
Income limit for Personal Allowance §	£100,000	£100,000
Personal savings allowance:		
for basic rate taxpayers	£1,000	£1,000
for higher rate taxpayers	£500	£500
for additional rate taxpayers	NIL	NIL
Dividend Allowance (at 0%)	£1,000	£500
Marriage Tax Allowance* (for spouse/civil partners born on or after 6 April 1935)	Up to £1,260	Up to £1,260
Married Couple's Allowance** (maximum) at 10% †	£10,375	£11,080
Married Couple's Allowance** (minimum) at 10% †	£4,010	£4,280
Income limit for age-related allowances (*applies to married couples allowance only)	£34,600*	£37,000*
§ 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.		
*available if spouse pays income tax at the basic rate.		
**Married Couple's Allowance is available to people who are married or in a civil partnership		
Enterprise Investment Scheme relief limit on £1,000,000 max	30%	30%
Seed Enterprise Investment relief limit on £200,000	50%	50%
Venture Capital Trust relief limit on £200,000 max	30%	30%

Income Tax – Rates & Bands (non-savings and non-dividend income for Scottish taxpayers)				
	2023/2024		2024/2025	
	Threshold	Rate	Threshold	Rate
Starter rate	£12,570*	19%	£12,570	19%
Basic rate	£14,732	20%	£14,876	20%
Intermediate rate	£25,688	21%	£26,561	21%
Higher rate	£43,662	41%	£43,662	42%
Advanced rate	N/A	N/A	£75,000	45%
Top rate	£125,140**	46%	£125,140**	48%
*Threshold of taxable income above which basic rate applies assuming individual is in receipt of full UK personal allowance.				
** the Personal Allowance reduces by £1 for every £2 of income above £100,000 irrespective of age (under the income threshold).				

Income Tax – Rates & Bands (non-savings and non-dividend income for Welsh taxpayers)				
	2023/2024		2024/2025	
	Threshold	Rate	Threshold	Rate
Basic rate	£12,570*	20%	£12,570*	20%
Higher rate	£37,300*	40%	£37,300*	40%
Additional rate	£125,140**	45%	£125,140**	45%
* £37,700 + £12,570 = £50,270				
** the Personal Allowance reduces by £1 for every £2 of income above £100,000 irrespective of age (under the income threshold).				

National Insurance Contributions 2024/2025			
Class 1 Employee	Weekly	Monthly	Yearly
Lower Earnings Limit (LEL)	£123	£533	£6,396
Primary threshold	£242	£1,048	£12,570
Secondary threshold	£175	£758	£9,100
Upper Earnings Limit (UEL)	£967	£4,189	£50,270
Class 1 Employee Contributions			
Total earnings £ per week		Rate	
Below £242*		Nil	
£242.01 - £967		8%	
Excess over £967		2%	
Class 1 Employer Contributions			
Total earnings £ per week		Rate	
Below £175**		Nil	
Excess over £175		13.8%	
*This is the primary threshold below which no employee NI contributions are payable.			
** This is the secondary threshold below which no employer NI contributions are payable.			
Class 2 (voluntary)	Flat rate of £3.45 per week		
Class 3 (voluntary)	Flat rate per week £17.45		
Class 4 (self-employed)	8% on profits between £12,570 - £50,270 2% on profits above £50,270		

Pensions

Tax Year	Lifetime Allowance	Annual Allowance	Money Purchase Annual Allowance
2023/2024	£1,073,100	£60,000****	£10,000
2024/2025	£1,073,100*	£60,000****	£10,000

* The Lifetime Allowance will be abolished in the 2024/25 tax year.
 ** For those with income over £110,000, the annual allowance is reduced by £1 for every £2 that adjusted income exceeds £150,000 subject to a minimum allowance of £10,000.
 *** For those with income over £200,000, the annual allowance is reduced by £1 for every £2 that adjusted income exceeds £240,000 subject to a minimum allowance of £4,000.
 **** For those with income over £200,000, the annual allowance is reduced by £1 for every £2 that adjusted income exceeds £260,000 subject to a minimum allowance of £10,000.

Individual Savings Accounts (ISA)

	2023/2024	2024/2025
Cash/Stocks & Shares Annual investment limit	£20,000	£20,000
Lifetime ISA	£4,000	£4,000
Help to Buy ISA	£1,000 initially and thereafter £200 pm	£1,000 initially and thereafter £200 pm

Capital Gains Tax

Exemptions	2023/2024	2024/2025
Individuals, estates etc.	£6,000	£3,000
Trusts generally*	£3,000	£1,500

*Where a Settlor has created more than one trust, the exemption is spread across all trusts, subject to a minimum of 1/5th of the trust annual exemption.

Tax Rates

Individuals		
- Up to the basic rate limit	10%**	10%**
- Above the basic rate limit	20%**	20%**
Trustees and personal representatives	20%**	20%**

** Except for carried interest and chargeable gains on residential property which are taxed at 18% up to the basic rate limit and 28% (2023/2024) or 24% (2024/2025) above the basic rate limit.

Business Asset Disposal Relief*** Gains taxed at:	10%	10%
Lifetime limit	£1,000,000	£1,000,000

***For trading businesses and companies (minimum 5% employee or director shareholding) held for at least one year.

Inheritance Tax

Rates of Tax on Death Transfers	2023/2024	2024/2025
Nil rate band	£325,000	£325,000
Residence nil rate band	£175,000	£175,000
Rate	40%*	40%*
- Lifetime transfers to and from certain trusts	20%	20%

*A lower rate of 36% applies where at least 10% of deceased's net estate is left to charity.

Main Exemptions

Normal expenditure out of income	No limit	No limit
Transfers to;		
- UK-domiciled spouse/civil partner	No limit	No limit
- non-UK-domiciled spouse/civil partner (from UK-domiciled spouse)	£325,000	£325,000
- UK-registered charities	No limit	No limit
Lifetime transfers		
- Annual exemption per donor	£3,000	£3,000
- Small gifts exemption	£250	£250
Wedding/civil partnership gifts by		
- Parent	£5,000	£5,000
- Grandparent	£2,500	£2,500
- Other person	£1,000	£1,000
100% relief: businesses, unlisted/AIM companies, certain farmland/building		
50% relief: certain other business assets		

Corporation Tax

	2023/2024	2024/2025
Small profits rate	19%	19%
Main rate*	25%	25%
Marginal relief lower limit	£50,000	£50,000
Marginal relief upper limit	£250,000	£250,000
Standard fraction	3/200	3/200

* Main rate applies to companies with profits over £250,000

Value Added Tax

	2023/2024	2024/2025
Standard rate	20%	20%
Annual registration threshold	£85,000	£90,000
Deregistration threshold	£83,000	£88,000

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