



# Tax Tables 2025/26

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Key tax rates, thresholds, and allowances for areas such as Income Tax, Pensions, Tax Incentivised Investments, National Insurance Contributions, Capital Gains Tax, Inheritance Tax, Corporation Tax, VAT, and Car Benefits.



# Income Tax

Main personal allowances and reliefs	25/26	24/25
Personal Allowance*	£12,570	£12,570
Marriage/civil partners' transferable allowance	£1,260	£1,260
Blind person's allowance	£3,130	£3,070
Rent-a-room relief	£7,500	£7,500
Property allowance and trading allowance (each)	£1,000	£1,000

\*Personal allowance reduced by £1 for every £2 of adjusted net income over £100,000

UK taxpayers excluding Scottish taxpayers' non-dividend, non-savings income	25/26	24/25
20% basic rate on taxable income up to	£37,700	£37,700
40% higher rate on income between	£37,701 – £125,140	£37,701 – £125,140
45% additional rate on income over	£125,140	£125,140

Scottish taxpayers – non-dividend, non-savings income	25/26	24/25
19% starter rate on taxable income up to	£15,397*	£2,306
20% basic rate on next slice up to	£27,491	£13,991
21% intermediate rate on next slice up to	£43,662	£31,092
42% higher rate on next slice up to	£75,000	£62,430
45% advanced rate on next slice up to	£125,140**	£125,140
48% top rate on income over	£125,140**	£125,140

\* assumes individuals are in receipt of the Standard UK Personal Allowance.

\*\* those earning more than £100,000 will see their Personal Allowance reduced by £1 for every £2 earned over £100,000.

All UK taxpayers		
Starting rate at 0% on band of savings income up to**	£5,000	£5,000
Personal savings allowance at 0%: Basic rate	£1,000	£1,000
Higher rate	£500	£500
Additional rate	£0	£0
Dividend allowance at 0%: All individuals	£500	£500
Tax rates on dividend income: Basic rate	8.75%	8.75%
Higher rate	33.75%	33.75%
Additional rate	39.35%	39.35%
Trusts: Income exemption generally	£500	£500
Rate applicable to trusts generally: Dividends	39.35%	39.35%
Other income	45%	45%

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

**High Income Child Benefit Charge:** 1% of benefit per £200 of adjusted net income between £60,000 and £80,000

# Registered Pensions

	25/26	24/25
Lump sum and death benefit allowance	£1,073,100	£1,073,100
Lump sum allowance	£268,275	£268,275
Money purchase annual allowance	£10,000	£10,000
Annual allowance*	£60,000	£60,000
Annual allowance charge on excess is at applicable tax rate(s) on earnings		

\* Reduced by £1 for every £2 of adjusted income over £260,000 to a minimum of £10,000, subject to threshold income being over £200,000

# State Pensions

	Annually	Weekly
New state pension	£11,973.00	£230.25
Basic state pension – single person*	£9,167.60	£176.45

\*State pension age reached before 6/4/16

# Tax Incentivised Investments

	25/26	24/25
Total Individual Savings Account (ISA) limit, excluding Junior ISAs (JISAs)	£20,000	£20,000
Lifetime ISA	£4,000	£4,000
JISA/Child Trust Fund	£9,000	£9,000
Venture Capital Trust (VCT) at 30%	£200,000	£200,000
Enterprise Investment Scheme (EIS) at 30%*	£2,000,000	£2,000,000
Seed EIS (SEIS) at 50%	£200,000	£200,000
SEIS CGT reinvestment relief	50%	50%

\*Above £1,000,000 investment must be in knowledge-intensive companies



# National Insurance Contributions

Class 1	Employee	Employer
NICs rate	8%	15%
No NICs for employees generally on the first	£242 pw	£96 pw
No NICs for younger employees* on the first	£242 pw	£967 pw
NICs rate charged up to	£967 pw	No limit
2% NICs on earnings over	£967 pw	N/A

\*No employer NICs on the first £967 pw for employees generally under 21 years, apprentices under 25 years and veterans in first 12 months of civilian employment. No employer NICs on the first £481 pw covers employees who expect to spend at least 60% of their working time at freeports and investment zones in Great Britain / first 36 months of employment.

Employment Allowance (per business – not available if sole employee is a director)		£10,500	
Class 1A Employer (employees’ and directors’ taxable benefits)		15% (2024/25 13.8%)	
Class 2 Self-employed	Flat rate per week (voluntary)	£3.50 pw	£182 pa
Small profits threshold			£6,845
Class 4 Self-employed	On annual profits of	£12,570 to £50,270	6%
		£50,270 +	2%
Class 3 Voluntary flat rate per week		£17.75 pw	£932 pa

# Capital Gains Tax

		25/26	24/25
Annual exemption:	Individuals, estates, etc	£3,000	£3,000
	Trusts generally	£1,500	£1,500

Capital Gains Tax	From 30/10/24	Prior to 30/10/24
Main CGT rate – combined income + gains <b>below</b> the basic rate income band	18%	10%
Main CGT rate – combined income + gains <b>above</b> the basic rate income band	24%	20%
Gains on residential property – falling <b>below</b> the basic rate	18%	18%
Gains on residential property – falling <b>above</b> the basic rate	24%	24%
Trusts and estates – Tax rate	24%	20%

\* For 25/26, rate for carried interest for all tax bands is 32%

### Business Asset Disposal Relief

Business Asset Disposal Relief (formerly known as Entrepreneurs' relief) limit is £1m. Qualifying gains on disposals prior to 6 April 2025 within the limit are subject to a 10% CGT rate. From 6 April 2025 an increased rate of 14% will apply, with a further increase to 18% to take effect from 6 April 2026.



# Inheritance Tax

	25/26	24/25
Nil-rate band*	£325,000	£325,000
Residence nil-rate band*†	£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

*\* Up to 100% of the unused proportion of a deceased spouse's/civil partner's nil-rate band and/or residence nil-rate band can be claimed on the survivor's death*

*† Estates over £2,000,000: the value of the residence nil-rate band is reduced by 50% of the excess over £2,000,000*

100% relief: Business Property Relief (BPR) on qualifying businesses, and Agricultural Property Relief (APR) on qualifying farms/buildings.*		
50% relief: certain other business assets		
Annual exempt gifts of:	£3,000 per donor	£250 per donee
<b>Tapered tax charge on lifetime gifts between 3 and 7 years of death</b> Years 0–3 full 40% rate, then 8% less for each year until 0% at 7 or more years.		

\*This scope of the reliefs will be reduced, and the amount qualifying for 100% relief will be restricted to £1m. Relief at 50% will be available on any value of qualifying assets in an estate above £1m.

# Stamp Duties and Property Transaction Taxes



<b>Stamp Duty and SDRT:</b> Stocks and marketable securities	0.5%
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## England & N Ireland – Stamp Duty Land Tax (SDLT) on slices of value from 1/4/25

Residential property (from 23 September 2022)	%	Commercial property †	%
Up to £125,000 (1 April 2025 onwards)	0	Up to £150,000	0
£125,001 – £250,000 (1 April 2025 onwards)	2	£150,001–£250,000	2
£250,001–£925,000	5	Over £250,000	5
£925,001–£1,500,000	10		
Over £1,500,000	12		

**First time buyers:** 0% on first £425,000 for properties up to £625,000 up to 31 March 2025. From 1st April 2025, the relief reduces to £300,000, and only on properties valued ≤£500,000 (5% charged between £300,000–£500,000).

**Non-resident purchasers:** 2% surcharge on properties £40,000 or more

**Residential properties** bought by companies etc over £500,000: 17% of total consideration, subject to certain exemptions

†0% for freeport and investment zone qualifying property in England only



Scotland – Land and Buildings Transaction Tax (LBTT) on slices of value			
Residential property	%	Commercial property †	%
Up to £145,000	0	Up to £150,000	0
£145,001–£250,000	2	£150,001–£250,000	1
£250,001–£325,000	5	Over £250,000	5
£325,001–£750,000	10		
Over £750,000	12		
First time buyers: 0% on the first £175,000			

Wales – Land Transaction Tax (LTT) on slices of value			
Residential property	%	Commercial property †	%
Up to £225,000	0	Up to £225,000	0
£225,001–£400,000	6	£225,001–£250,000	1
£400,001–£750,000	7.5	£250,001–£1,000,000	5
£750,001–£1,500,000	10	Over £1,000,000	6
Over £1,500,000	12		
<b>Additional residential and all corporate residential properties</b> £40,000 or more – add 5% to SDLT rates. For LBTT (Scotland) and LTT (Wales) there are technical differences between the higher rates and bands (not covered in this guide)			

# Corporation Tax

Lower limit	Under £50,000*†	Small profits rate	19%
Upper limit	Over £250,000*†	Main rate	25%
Marginal relief **	$(\text{Upper limit} - \text{augmented profits}) \times \frac{3}{200} \times \frac{\text{taxable total profits}}{\text{augmented profits}}$		

\* Where in any accounting period a company has one or more associated companies, the upper and lower limits are divided by the total number of companies associated, namely one plus the number of companies associated with the subject company.

\*\* If the taxable profit is between the lower and upper limit the tax rate of 25% is applied and the marginal relief is deducted to make an effective rate somewhere in between.

† Where the accounting period is less than twelve months, the upper and lower limits are reduced proportionately.





# Value Added Tax (VAT)

Standard rate	20%
Reduced rate (e.g. domestic fuel)	5%
Zero rate (e.g. basic food, children's clothes)	0%
Registration level £90,000	Deregistration £88,000
Flat rate scheme turnover limit	£150,000
Cash and annual accounting schemes turnover limit	£1,350,000

# Car Benefits

Taxable amount based on original list price and CO2 emissions in g/km.

**Zero emission cars** 3%

**Petrol and diesel hybrids** with CO2 emissions 1–50g/km



Range - electric-only miles	< 30	30 - 39	40 - 69	70 - 129	130 +
£ list price multiplied by	15%	13%	9%	6%	3%

All non-diesel cars over 50g/km CO2	51 - 54	55 & over
£ list price multiplied by	16%	17% - 37%

\*Increased for every extra 5g/km by 1% up to the maximum 37%

**Diesels** not meeting RDE2: add 4% to non-diesel rates, up to 37%

Fuel benefit – taxable amount for private use	25/26	24/25
CO2 % charge used for car benefit multiplied by	£28,200	£27,800

# Vans – For Private Use

	25/26	24/25
Zero emission: chargeable amount	Nil	Nil
Other vans: chargeable amount	£4,020	£3,960
Fuel: chargeable amount	£769	£757

# Tax-free Business Mileage Allowance – Own Vehicle

Cars and vans first 10,000 miles	45p per mile	then 25p per mile
Qualifying passenger	5p per mile	per passenger
Motorcycles	24p per mile	Bicycles 20p per mile

# Main Capital and Other Allowances

Plant & Machinery allowance for companies (1st year full expensing)*	100%
Plant & Machinery 100% annual investment allowance	£1,000,000
Special rate Plant & Machinery allowance for companies*	50%
Plant & Machinery**	18%
Special rate Plant & Machinery e.g. long-life assets and integral features of buildings**	6%
Structures and buildings (straight line)†	3%

Motor cars			
CO2 emissions of g/km:	0*	1-50	Over 50
Capital allowance:	100% first year	18% pa**	6% pa**
*New and unused only	**Annual reducing balance	†10% for freeports & investment zones in Great Britain	

# Main Due Dates for Tax Payments

Income tax, NICs and capital gains tax – Self-assessment	
31 Jan in tax year Following 31 July Following 31 Jan	Normally 50% of previous year's income tax (less tax deducted at source) and class 4 NICs Balance of income tax, class 4 NICs and CGT, plus class 2 NICs paid voluntarily
Inheritance tax	
On death	Normally 6 months after end of month of death
Lifetime transfer 6 April–30 September:	30 April in following year
Lifetime transfer 1 October–5 April:	6 months after end of month of transfer
Residential property sales	
Report and pay within 60 days of completion of conveyance of the property	
Corporation tax – Self-assessment	
<ul style="list-style-type: none"><li>Profits under £1,500,000: 9 months + 1 day after end of accounting period</li></ul>	
<ul style="list-style-type: none"><li>Profits £1,500,000–£20,000,000: normally payable in 7th, 10th, 13th and 16th months after start of the accounting period</li><li>Profits over £20,000,000: normally payable in 3rd, 6th, 9th and 12th months after start of the accounting period</li></ul>	
<ul style="list-style-type: none"><li>Growing companies: no instalments where profits are £10,000,000 or less and the company was not a large company for the previous year</li></ul>	



# 2025/26 Tax Calendar

## Key dates

Make payment on the previous working day where the due date falls on a weekend/bank holiday

## Every month

**19th** Submit CIS contractors' monthly return.

**22th** PAYE/NICs/CIS deductions paid electronically for period ending 5th of the month (19th if not paying electronically).

## Every month or quarter

**7th** VAT returns due submit one calendar month and 7 days after the end of an VAT return period.  
Payment also due if not collected via direct debit.

## April 2025

**1** Residential SDLT threshold reverts to £125,000 with 2% rate then applying up to £250,000. First-time-buyer thresholds reduced by £125,000. SDLT on additional residential properties surcharge increased by 2%.

**6** Employers' NIC rate increased by 1.2% and secondary threshold lowered to £5,000. Employment allowance per business increased to £10,500. Increases to voluntary class 2 and class 3 NICs. Car and van fuel benefit and van benefit charges rise. CGT for carried interest increases to 32%. CGT business asset disposal relief increased by 4%. National minimum wage rates rise.

## July 2025

**5** Last date to agree a new PAYE Settlement Agreement (PSA) for 2024/25.

**6** Deadline for employers to submit forms P11D (expenses) and P11D (b) (benefits) for 2024/25 to HMRC and provide copies to employees.

**22** Pay class 1A NICs (19 July if not paying electronically).

**31** Confirm tax credit claims for 2024/25 and renewal for 2025/26. Second payment on account for 2024/25 income tax and class 4 NICs.

## August 2025

**1** Penalty of 5% of the tax due or £300, whichever is the greater, where the 2023/24 tax return has not been filed.

## October 2025

**5** Deadline to register for self-assessment for 2024/25.

**22** Pay tax and class 1B NICs on PSAs (19th if not paying electronically).

**31** Deadline for 2024/25 tax return if filed on paper.

## December 2025

**30** Deadline to submit 2024/25 tax return online to have underpaid PAYE tax collected through the 2026/27 tax code.

## January 2026

**31** Submit 2024/25 self-assessment tax return online. Pay balance of 2024/25 income tax, class 4 NICs, CGT, class 2 NICs paid voluntarily plus first payment on account for 2025/26 income tax and class 4 NICs.

## February 2026

**1** Initial penalty imposed where the 2024/25 tax return has not been filed or has been filed on paper after 31 October 2025.

## March 2026

**3** First 5% penalty imposed on 2024/25 tax unpaid on 3 March.

## April 2026

**6** Making Tax Digital for Income Tax Self-Assessment starts for self-employed workers and landlords with qualifying income over £50,000.





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