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2023/2024

TAXXDATA

Income Tax

Rates and bands (other than savings and dividend income)

| 2023/24 | | 2022/23 | |
|------------------|--------|------------------|--------|
| Band £ | Rate % | Band £ | Rate % |
| 0 - 37,700 | 20 | 0 - 37,700 | 20 |
| 37,701 - 125,140 | 40 | 37,701 - 150,000 | 40 |
| Over 125,140 | 45 | Over 150,000 | 45 |

Income tax rates in Scotland and Wales on income other than savings and dividend income have been devolved.

| Savings income | 2023/24 and 2022/23 |
|-------------------------------|---------------------|
| Savings allowance basic rate | £1,000 |
| Savings allowance higher rate | £500 |

A starting rate of 0% may be available unless taxable non-savings income exceeds £5,000.

| Dividend income | 2023/24 | 2022/23 |
|--------------------------|---------|---------|
| Dividend allowance | £1,000 | £2,000 |
| Dividend ordinary rate | 8.75% | 8.75% |
| Dividend upper rate | 33.75% | 33.75% |
| Dividend additional rate | 39.35% | 39.35% |

Income Tax Reliefs

| | 2023/24 | 2022/23 |
|---------------------------------|----------|----------|
| Personal allowance | £12,570 | £12,570 |
| Personal allowance income limit | £100,000 | £100,000 |
| Marriage allowance | £1,260 | £1,260 |
| Married couple's allowance | £10,375 | £9,415 |
| - minimum amount | £4,010 | £3,640 |
| - income limit | £34,600 | £31,400 |
| Blind person's allowance | £2,870 | £2,600 |

Individual Savings Accounts

| | 2023/24 | 2022/23 |
|---------------------------------|---------|---------|
| Overall investment limit | £20,000 | £20,000 |
| Junior account investment limit | £9,000 | £9,000 |

Devolved Income Tax

Scotland rates and bands

| 2023/24 | | 2022/23 | |
|------------------|--------|------------------|--------|
| Band £ | Rate % | Band £ | Rate % |
| 0 - 2,162 | 19 | 0 - 2,162 | 19 |
| 2,163 - 13,118 | 20 | 2,163 - 13,118 | 20 |
| 13,119 - 31,092 | 21 | 13,119 - 31,092 | 21 |
| 31,093 - 125,140 | 42 | 31,093 - 150,000 | 41 |
| Over 125,140 | 47 | Over 150,000 | 46 |

Wales rates and bands

| 2023/24 | | 2022/23 | |
|------------------|--------|------------------|--------|
| Band £ | Rate % | Band £ | Rate % |
| 0 - 37,700 | 20 | 0 - 37,700 | 20 |
| 37,701 - 125,140 | 40 | 37,701 - 150,000 | 40 |
| Over 125,140 | 45 | Over 150,000 | 45 |

Capital Gains Tax

| Individuals | 2023/24 | 2022/23 |
|------------------------|---------|---------|
| Exemption | £6,000 | £12,300 |
| Standard rate | 10% | 10% |
| Higher/additional rate | 20% | 20% |
| Trusts | | |
| Exemption | £3,000 | £6,150 |
| Rate | 20% | 20% |

Higher rates (18/28%) may apply to the disposal of certain residential property and carried interest.

Business Asset Disposal Relief

The first £1m of qualifying gains are charged at 10%.

Inheritance Tax

| Death rate | Lifetime rate | Chargeable transfers 2023/24 and 2022/23 |
|------------|---------------|---|
| Nil | Nil | 0 - £325,000 (nil rate band) |
| 40% | 20% | Over £325,000 |

A further nil rate band of £175,000 may be available in relation to current or former residences.

Car, Van and Fuel Benefits

| 2023/24 | | |
|--------------------------------|-------------|-----------------------|
| CO ₂ emissions g/km | | % of list price taxed |
| 0 | | 2 |
| 1 - 50 | | |
| Electric range | 130 or more | 2 |
| | 70 - 129 | 5 |
| | 40 - 69 | 8 |
| | 30 - 39 | 12 |
| | under 30 | 14 |
| 51 - 54 | | 15 |
| For every extra 5 | | +1 |
| 160 and above | | 37 |

For fully diesel cars generally add a 4% supplement (unless the car is registered on or after 1 September 2017 and meets the Euro 6d emissions standard) but the maximum is still 37%. For emissions of 75g/km or more if the CO₂ figure does not end in a 5 or 0 round down to the nearest 5 or 0.

2023/24

| | |
|------------------|---------|
| Car fuel benefit | £27,800 |
| Van benefit | £3,960 |
| Van fuel benefit | £757 |

National Insurance

2023/24 Class 1 (employed) rates

| Employee | | Employer | |
|-------------------|-----|-------------------|------|
| Earnings per week | % | Earnings per week | % |
| Up to £242 | Nil | Up to £175 | Nil |
| £242.01 - £967 | 12 | Over £175 | 13.8 |
| Over £967 | 2 | | |

Entitlement to contribution-based benefits for employees retained for earnings between £123 and £242 per week. The employer rate is 0% for certain military veterans, employees under 21 and apprentices under 25 on earnings up to £967 per week.

| | |
|--------------------------------|--|
| Class 1A (employers) | 13.8% on employee taxable benefits |
| Class 1B (employers) | 13.8% on PAYE Settlement Agreements |
| Class 2 (self-employed) | nil on profits between £6,725 and £12,570 plus £3.45 per week where profits over £12,570 |
| Class 3 (voluntary) | flat rate per week £17.45 |
| Class 4 (self-employed) | 9% on profits between £12,570 and £50,270 plus 2% on profits over £50,270 |

Selected Rates

| | 2023/24 | 2022/23 |
|---|----------|----------|
| Weekly benefit | £ | £ |
| New State Pension | 203.85 | 185.15 |
| Old State Pension | 156.20 | 141.85 |
| Statutory pay standard rates - average weekly earnings £123 (£123) or over | | |
| Sick Pay | 109.40 | 99.35 |
| Maternity/Adoption Pay | 172.48 | 156.66 |
| Shared Parental Pay | 172.48 | 156.66 |
| Paternity Pay | 172.48 | 156.66 |

National Living Wage and National Minimum Wage

| Age | NLW | 21-22 | 18-20 | 16-17 | Apprentices |
|-------------------|--------|--------|-------|-------|-------------|
| From 1 April 2023 | £10.42 | £10.18 | £7.49 | £5.28 | £5.28 |

Applies to apprentices under 19 or 19 and over in the first year of apprenticeship.

NLW applies to those aged 23 and over.

Tax Reliefs for Individuals

2023/24

Enterprise Investment Scheme (EIS)

Relief on investments in certain unquoted trading companies up to £1m per annum (£2m for knowledge intensive companies):

- Income tax relief at 30%
 - Capital gains exemption on disposal
- Unlimited amounts of capital gains from the disposal of other assets may be able to be deferred by making an EIS investment.

Seed Enterprise Investment Scheme (SEIS)

Relief on investments in certain unquoted trading companies up to £200,000* per annum:

- Income tax relief at 50%
 - Capital gains exemption on disposal
- Capital gains from the disposal of other assets may be exempt up to £100,000* per annum by making an SEIS investment.

Venture Capital Trusts (VCTs)

Relief on investments in certain quoted companies up to £200,000 per annum:

- Income tax relief at 30%
 - Capital gains exemption on disposal
- Dividends received from VCTs may be exempt from income tax.

*Limits subject to Parliamentary approval.

Corporation Tax

| Year to 31.3.24 | Profits band £ | Rate % |
|--------------------------|------------------|--------|
| Small profits rate | 0 - 50,000 | 19 |
| Marginal rate | 50,001 - 250,000 | 26.5 |
| Main rate | Over 250,000 | 25 |
| Marginal relief fraction | 3/200 | |

For the year to 31.3.23 the main rate of corporation tax was 19%. Special rules apply to accounting periods straddling 1 April 2023. For the year to 31.3.24 the profits limits are reduced for a company with associated companies. Different rates apply for ring-fenced (broadly oil industry) profit.

Capital Allowances

First Year Allowance (FYA) on certain plant, machinery and cars of 0g/km **100%**

Corporation tax FYA ('full expensing') on certain new, unused plant and machinery from 1 April 2023 **100%**

Corporation tax FYA on new, unused long-life assets, integral features of buildings, etc. from 1 April 2023 **50%**

Annual Investment Allowance £1,000,000 excluding cars

Writing Down Allowance

Long-life assets, integral features of buildings, cars over 50g/km **6%**

Other plant and machinery **18%**

Structures and Buildings Allowance **3%**

Pensions

| | 2023/24 | 2022/23 |
|---------------------------------|--------------|------------|
| Lifetime Allowance (LA) limit | No LA charge | £1,073,100 |
| Annual Allowance limit | £60,000 | £40,000 |
| Money Purchase Annual Allowance | £10,000 | £4,000 |

Value Added Tax

| | From 1.4.23 | From 1.4.22 |
|-----------------------------|-------------|-------------|
| Standard rate | 20% | 20% |
| Reduced rate | 5% | 5% |
| Annual Registration Limit | £85,000 | £85,000 |
| Annual Deregistration Limit | £83,000 | £83,000 |

Property Taxes

Across the whole of the UK, residential rates may be increased by 3% (4% in Wales and 6% in Scotland) where further residential properties are acquired.

Stamp Duty Land Tax

Land and buildings in England and N. Ireland

| Residential Band £ | Rate % | Non-residential Band £ | Rate % |
|---------------------|--------|------------------------|--------|
| 0 - 250,000 | 0 | 0 - 150,000 | 0 |
| 250,001 - 925,000 | 5 | 150,001 - 250,000 | 2 |
| 925,001 - 1,500,000 | 10 | Over 250,000 | 5 |
| Over 1,500,000 | 12 | | |

First-Time Buyer relief may apply to residential purchases up to £625,000.

Land and Buildings Transaction Tax

Land and buildings in Scotland

| Residential Band £ | Rate % | Non-residential Band £ | Rate % |
|--------------------|--------|------------------------|--------|
| 0 - 145,000 | 0 | 0 - 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 Buyer relief may apply on the first £175,000 of residential purchases.

Land Transaction Tax

Land and buildings in Wales

| Residential Band £ | Rate % | Non-residential Band £ | Rate % |
|---------------------|--------|------------------------|--------|
| 0 - 225,000 | 0 | 0 - 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 | | |

Disclaimer: Rates are for guidance only. No responsibility for loss occasioned by any person acting/refraining from action as a result of this information can be accepted by the authors or firm.

Our Services

For business... Companies, charities, partnerships, sole practitioners – every business seeks a different approach. We provide an extensive range of services including company formations; advising on business plans; preparing management accounts; commercial and taxation advice – ensuring full compliance with your legal obligations and business needs.

We can also effectively and efficiently supplement your in-house accounting function by providing assistance with such matters as company secretarial duties and payroll processing.

As far as auditing is concerned the Citroen Wells philosophy is that an audit should be much more than a statutory obligation – it is a valuable healthcheck for a business. Our approach not only meets the legal requirements – it provides management information to assess performance, to forecast the future and to drive growth.

For the individual... Individual clients from all walks of life depend on our services. Applying particular care and attention to personal Tax Returns and Revenue negotiations we assign our extensive expertise and up-to-date knowledge to maximise your resources. We are specialists in Estate planning and can help you safeguard your wealth for future generations.

For everyone... Keeping you informed of changes in the financial scene is all part of our service. We publish and circulate a range of booklets and newsletters on topics of current interest. We also publish a rapid response to the Chancellor's annual Budget, making sure you know how changes could affect you – and we are there to explain matters more fully if required. In short, we work hard to make your money work for you – always keeping the detail in mind with an eye for the future.