

## Tax-free mileage rates – own vehicle 2011/12

<b>Cars</b>	Up to 10,000 business miles: 45p per mile Over 10,000 business miles: 25p per mile
<b>Motorcycles</b>	24p per business mile
<b>Bicycles</b>	20p per business mile

## Car benefit 2011/12

Percentage of list price\*

CO <sub>2</sub> Emissions	Petrol engine %	Diesel engines %
75 or less	5	8
76-120	10	13
121-129	15	18
130-134	16	19
135-139	17	20
140-144	18	21
145-149	19	22
150-154	20	23
155-159	21	24
160-164	22	25
165-169	23	26
170-174	24	27
175-179	25	28
180-184	26	29
185-189	27	30
190-194	28	31
195-199	29	32
200-204	30	33
205-209	31	34
210-214	32	35
215-219	33	35
220-224	34	35
225 & over	35	35

To check the emissions figures for a vehicle see [www.vcacarfueldata.org.uk/search/search.asp](http://www.vcacarfueldata.org.uk/search/search.asp).

There is no taxable benefit for zero-emission cars, incl. electric only.

\*List price includes extras & delivery.

## Car fuel benefit 2011/12

The benefit charge for car fuel is based on CO<sub>2</sub> emissions figure<sup>1</sup> of £18,800 for the year.

## Vans – for private use

	2011/12	2010/11
<b>Chargeable amount</b>	£3,000	£3,000
<b>Fuel</b>	£550	£550

No charge if provided for business travel (including journeys between home and work) and private use is insignificant. No charge on zero emission vans, incl. electric only.

# Financial calendar 2011/12

## Every month

**1** Annual corporation tax due for companies with a year ending nine months and a day earlier, eg tax due 1 July 2011 for year ending 30 September 2010.

**14** Quarterly instalment of corporation tax due for large companies (depending on accounting year end).

**19** Pay PAYE/NIC and CIS deductions for period ending 5th of the month if not paying electronically. Penalties apply to late payments (including electronic payments). Submit CIS contractors' monthly return.

**22** PAYE/NIC and CIS deductions paid electronically should have cleared into HMRC bank account.

**30/31** Submit CT600 for year ending 12 months earlier. Last day to amend CT600 for year ending 24 months previously. File accounts with Companies House for private companies with year ending nine months earlier and for public companies with year ending six months earlier.

*If the due date for payment falls on a weekend or bank holiday, payment must be made by the previous working day.*

## April 2011

**1** Corporation tax rates reduced to 26% (main) and 20% (small profits). All CT returns must be submitted online using XBRL format, and all CT must be paid electronically.

**5** Last day of tax year. Deadline for paying into an ISA for 2010/11. Last day to make gifts to use up annual IHT exemption for 2009/10 and for disposals using 2010/11 annual CGT exemption and to make self-assessment claims for 2006/07. Last day to make pension contributions up to £255,000.

**20** Interest accrues on employers' unpaid PAYE and NIC for 2010/11 (23rd if paying electronically).

**28** IHT due on lifetime transfers between 6 April and 30 September 2010.

## May 2011

**3** Submit employer forms P46 (car) for quarter to 5 April 2011.

**19** File 2010/11 end of year PAYE forms. All employers must file online. Penalties charged for late submission.

**31** Last day to issue 2010/11 P60s to employees.

## July 2011

**5** Final date to agree 2010/11 PAYE Settlement Agreements (PSA).

**6** Last date for returns of expenses and benefits (forms P11D, P9D and P11D(b)) for 2010/11 to reach HMRC. Relevant employees to receive copies of forms P11D and P9D. Last date to submit annual returns for employee share schemes and employment-related securities for 2010/11 (forms 34, 35, 39, 40 and 42).

**14** Due date for paper EC Sales List (VAT 101), CT61 return and CT payment for quarter to 30 June 2011.

**19** Class 1A NICs for 2010/11 due (22nd if paid electronically).

**31** Confirm tax credit claims for 2010/11. Due date for second payment on account of 2010/11 income tax and Class 4 NIC. Last day to pay 2009/10 tax to avoid second automatic 5% surcharge (unless late payment agreed with HMRC). Last day to file 2009/10 tax return to avoid second automatic penalty up to £100.

## August 2011

**2** Submit employer forms P46 (car) for quarter to 5 July 2011.

## October 2011

**5** Deadline to notify HMRC of chargeability to income tax or CGT for 2010/11.

**31** Deadline to submit 2010/11 self-assessment tax return if filed on paper.

## November 2011

**2** Submit employer forms P46 (car) for quarter to 5 October 2011.

## December 2011

**30** Last day to submit 2010/11 tax return online to have unpaid tax of up to £2,000 collected through the 2012/13 PAYE code.

## January 2012

**31** Submit 2010/11 self-assessment return online (up to £100 penalty if late). Pay balance of 2010/11 income tax and CGT plus first payment on account for 2011/12

## February 2012

**2** Submit employer forms P46 (car) for quarter to 5 January 2012.

**28** Last day to pay 2010/11 tax to avoid automatic 5% surcharge (unless late payment agreed with HMRC).

## March 2012

**31** Last few days to use any CGT and IHT annual allowances and exemptions.

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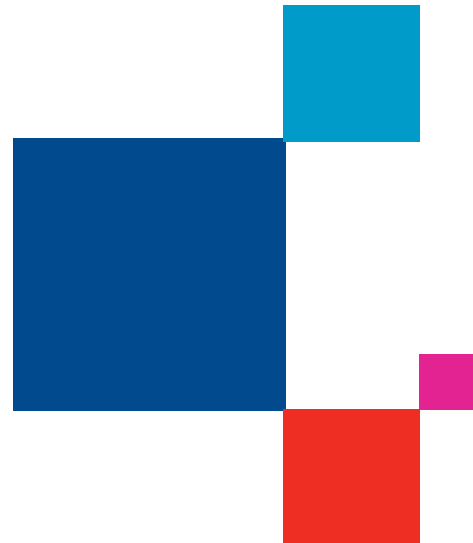


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# Tax Facts 2011/12



Personal allowances		
	2011/12	2010/11
Personal allowance <sup>†</sup>	£7,475	£6,475
Married couple's/civil partnership's (min)*§	£2,800	£2,670
Child tax credit	£545	£545
Child tax credit baby addition	nil	£545
<b>Age relief 65–74</b>		
Personal allowance	£9,940	£9,490
<b>Age relief 75 and over</b>		
Personal allowance	£10,090	£9,640
Married couple's/civil partnership's*§	£7,295	£6,965
Age reliefs (subject to minima) reduced by half for income over	£24,000	£22,900

<sup>†</sup>Reduced by 50% of income over £100,000      \*Relief restricted to 10%.  
 §Only available if at least one claimant born before 6 April 1935.

Income Tax rates				
2011/12	On first £2,560	Next £32,440	Next £115,000	Above £150,000
<b>Earnings, pensions and property Savings</b>	20%	20%	40%	50%
<b>Dividends</b>	*10%	20%	40%	50%
	10%	10%	32.5%	42.5%
2010/11	On first £2,440	Next £34,960	Next £112,000	Above £150,000
<b>Earnings, pensions and property Savings</b>	20%	20%	40%	50%
<b>Dividends</b>	*10%	20%	40%	50%
	10%	10%	32.5%	42.5%

\*Not available if taxable non-savings income exceeds starting rate band of £2,560 in 2011/12 (£2,440 in 2010/11).

Non-domicile charge	
Charge for adult non-UK domiciliary after UK residence in 7 or more of the previous 9 tax years	£30,000

Employee incentives	
<b>Enterprise Management Scheme (EMI)</b>	
To help eligible smaller higher risk companies recruit and retain staff needed to help them achieve their growth potential.	

- Key features**
- No formal approval required.
  - Open to any number of employees.
  - Subject to overall limit of £3 million worth of shares.
  - The maximum value of options per employee is £120,000.

Please contact us for further details on employee share and share option schemes.

Taxation of dividends	
2011/12 dividends are taxed on the gross amount at the rate of:	
• 10% for lower and basic rate taxpayers.	
• 32.5% for higher rate taxpayers, above the basic rate band.	
• 42.5% for additional rate taxpayers, above the higher rate band and for discretionary and accumulation & maintenance trusts.	

Capital Gains Tax		
	2011/12	2010/11
Exemptions		
Individuals	£10,600	£10,100
Most trusts	£5,300	£5,050
<b>Tax rates – Individuals</b>		
Up to basic rate limit	18%	18%
Above basic rate limit	28%	28%/18%
<b>Tax rates – Trusts and Estates</b>	28%	28%/18%*

\*18% rate applies to disposals on or before 22/6/10. Thereafter 28% applies.

Inheritance Tax		
Taxable estate & gifts		
	2011/12	2010/11
Nil rate band	£325,000	£325,000
Rate of tax on excess	40%	40%
Lifetime transfers to and from certain trusts	20%	20%

**Main exemptions**  
 Annual gifts per donor £3,000. Small gifts per donee £250.

Gifts within 7 years of death						
Years	0–3	3–4	4–5	5–6	6–7	
% of death rate charge	100	80	60	40	20	

**Nil-rate band transfers**  
 Up to 100% of the unused proportion of a deceased spouse's/civil partner's nil-rate band can be claimed on the surviving spouse's/civil partner's death.

Value Added Tax	
<b>Standard rate</b> from 4/1/11	20%

**Reduced rate**, e.g. on domestic fuel 5%

**Registration level** from 1/4/11 £73,000

**Deregistration level** from 1/4/11 £71,000

**Flat rate scheme** turnover limit £150,000  
**Cash and annual accounting schemes** turnover limit £1,350,000  
 Please see our VAT Facts card for a more detailed explanation.

Entrepreneurs' Relief		
	2011/12	2010/11
Gains taxed at	10%	10%
Lifetime limit	£10,000,000	£5,000,000/£2,000,000*

For trading businesses and companies (minimum 5% employee/director shareholding) held for one year or more.

\*£2,000,000 applies up to 22/6/10. £5,000,000 applies until 5/4/11.

Tax-efficient investments	
<b>Individual savings accounts 2011/12</b>	
Annual limit	£10,680
Split	<ul style="list-style-type: none"> <li>• Up to £5,340 in cash.</li> <li>• Balance of limit in stocks and shares.</li> </ul>

16 and 17 year olds may have a cash ISA.

Enterprise Investment Scheme and Venture Capital Trusts		
	EIS	VCT
Income tax relief	30%	30%
Maximum investment	£500,000	£200,000
Minimum investment	£500	None
CGT reinvestment relief	unlimited	N/A

Certain types of asset-backed investments are excluded.

Other points to note:

- EIS**
- Carry back to 2010/11 subject to the maximum investment limit of £500,000.
  - Income tax relief holding period is 3 years.
  - No maximum investment where only CGT reinvestment relief is claimed.

- VCT**
- Shareholders are exempt from tax on dividends.
  - Disposals are exempt from capital gains tax.
  - Income tax relief holding period is 5 years.

### National Insurance Contributions 2011/12

Class I Employed		
Employees	Contracted in	Contracted out
First £102.00 per week	nil	nil
Next £37.00 per week	*0%	*1.6% rebate
Next £631.00 per week	12%	10.4%
Next £47.00 per week	12%	12%
Above £817.00 per week	2%	2%

Employers		
First £102.00 per week	nil	nil
Next £34.00 per week	0%	**1.4% rebate
Next £634.00 per week	13.8%	**12.4%
Above £770.00 per week	13.8%	13.8%

\* Treated as paid Class I NIC.

\*\* For money-purchase occupational schemes only. The corresponding rates for contracted-out salary-related occupational schemes are 3.7% rebate and 10.1%.

- Class IA** Employers on benefits in kind 13.8%.  
**Class IB** Employers 13.8% on PAYE settlement agreements.  
**Class II** Self-employed £2.50 per week. Exemption available if net earnings below £5,315.  
**Class III** Voluntary rate £12.60 per week.  
**Class IV** Self-employed 9% of net profits between £7,225 and £42,475 plus 2% of profits above £42,475.

Stamp Duties	
Stocks and marketable securities	0.5%
No charge unless the duty exceeds £5	
<b>Stamp Duty Land Tax</b> based on consideration	
<b>Residential</b>	
£125,000* or less	nil
Over £125,000* up to £250,000	1%
Over £250,000 up to £500,000	3%
Over £500,000 up to £1,000,000	4%
Over £1,000,000	5%
*£150,000 for property in disadvantaged areas. £250,000 for first time buyers where completion is before 25/3/12.	
<b>Commercial</b>	
£150,000 or less	nil
Over £150,000 up to £250,000	1%
Over £250,000 up to £500,000	3%
Over £500,000	4%

Pensions		
	2011/12	2010/11
Lifetime allowance <sup>†</sup>	£1,800,000*	£1,800,000*
Annual allowance	£50,000**	£255,000
<sup>†</sup> £1,500,000 from 6/4/12		

Lifetime allowance charge 55% if excess drawn as cash  
 25% if excess drawn as income

Annual allowance charge (on excess) 20% – 50% 40%

Maximum relievable personal contribution:  
 100% of relevant UK earnings or £3,600 if greater but subject to the annual allowance.

Maximum pension commencement lump sum\* 25% of pension benefit value

\*Subject to transitional protection for excess amount.  
 \*\*Eligible members of registered pension schemes may carry forward unused annual allowance of up to £50,000 a year from 2008/09.

Basic State Pensions		
	2011/12	2010/11
Single person per week	£102.15	£97.65
Dependant's addition per week	£61.20	£58.50

Corporation Tax		
Profits	Effective Rate to 31/3/12	Effective Rate to 31/3/11
£0 – £300,000	20%	21%
£300,001 – £1,500,000	27.5%	29.75%
£1,500,001 and over	26%	28%

Tax-free mileage rates – company vehicles			
From 1st March 2011			
Engine size	Petrol	Diesel	LPG
1,400cc or less	14p	13p	10p
1,401cc to 2,000cc	16p	13p	12p
Over 2,000cc	23p	16p	17p