

## INCOME TAX RATES AND ALLOWANCES 2017/2018

Income Tax Rates	2016/17 (£)	2017/18 (£)
Basic Rate (20%)	0 – 32,000	0 – 33,500
Higher Rate (40%)	32,001 – 150,000	33,501 – 150,000
Additional Rate (45%)	Over 150,000	Over 150,000
Savings rate (0%)	5,000	5,000

Income Tax Allowances	2016/17 (£)	2017/18 (£)
<b>Personal Allowance</b>	11,000	11,500
<b>Personal Savings Allowance</b>		
Basic Rate Taxpayers	1,000	1,000
High Rate Taxpayers	500	500
Additional Rate Taxpayers	0	0
<b>Dividend Allowance</b>	5,000	5,000
Dividends above this are taxed at:	7.5% (Basic Rate), 32.5% (Higher Rate), and 38.1% (Additional Rate)	7.5% (Basic Rate), 32.5% (Higher Rate), and 38.1% (Additional Rate)

Personal allowances	2016/17 (£)	2017/18 (£)
<b>Married Couple's Allowance</b>		
Born before 06.04.35	8,355	8,445
Minimum Allowance	3,220	3,260
Married Couple's Allowance Income Limit	27,700	28,000
Personal Allowance Income Limit	100,000	100,000
Marriage Allowance	1,100	1,150
<b>Pension Scheme Allowances</b>		
Annual Allowance	40,000	40,000
Money Purchase Annual Allowance	10,000	4,000
Lifetime Allowance	1,000,000	1,000,000
<b>Blind Person's Allowance</b>	2,290	2,320
<b>Individual Savings Accounts</b>	15,240	20,000
<b>Junior ISA</b>	4,080	4,128
<b>Child Benefit</b>		
1 <sup>st</sup> child (per week)	20.70	20.70
2 <sup>nd</sup> and subsequent children	13.70	13.70
<b>Working Tax Credit (basic element)</b>	1,960	1,960
<b>Disabled Worker Element</b>	2,970	3,000
<b>Childcare</b> (max for 2 or more children) up to 70% of:	15,600	15,600

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<b>Child Tax Credit</b> (max per child)	2,780	2,780
(family addition)	545	545
(disabled child max)	4,415	4,465

	2016/17 (£)	2017/18 (£)
<b>Capital Gains Tax – Individuals</b>		
Exemption	11,100	11,300
Tax rates	10%/20%/+8%*	10%/20%/+8%*
<b>Trusts</b>		
Exemption	5,550	5,650
<b>Inheritance Tax</b>		
Nil Rate Band	325,000	325,000
Tax rate	40%	40%
Lower rate (charitable gifts)	36%	36%
Residence Nil Rate Band per individual	Not applicable	100,000

\*For residential property and carried interest

**NOTE:** These tax tables apply to UK taxpayers who are not Scottish taxpayers.

The information provided here is based on HSBC's understanding of current tax rules as at 8 March 2017. Tax rules may change in the future. You should seek professional advice before making any decision based on tax positions.