

BASIC FACTS 2017/18

- 1 The tax free allowance is £11,500 - so tax is not payable on the first £11,500 of income. If your taxable income exceeds £100,000 this allowance is gradually withdrawn.
- 2 The savings and non savings income up to £33,500 is taxed at 20% - any income above this (i.e. £33,501) is taxed at 40% up to £150,000 with income over £150,000 taxed at 45%.
- 3 As a self employed person Class 2 NIC is payable at the flat rate of £2.85 per week this is usually paid by monthly direct debit. If your self-employment income is below £6,025, Class 2 NIC is not payable.
- 4 Class 4 NIC is also payable at the rate of 9% on self employed profits between £8,164 and £45,000 and at 2% on profits in excess of £45,000.
- 5 If you have any employees, they will pay NIC at 12% on salaries £157.01 to £866 a week (£680.01 to £3,750 a month) and at 2% over £866 a week (£3,750 a month).

An employer you would pay NIC at the rate of 13.8% on any salary above £157.01 to £866 a week (£680.01 to £3,750 a month).
- 6 VAT registration threshold is £85,000 from 1 April 2017 and de-registration is £83,000.

For more information, please contact

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