



His Royal Highness The Duke of Edinburgh

10 June 1921 to 9 April 2021

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Policy paper

Annex A: rates and allowances

Published 3 March 2021

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This annex includes Spring Budget 2021 announcements of the main rates and allowances. It also covers all announcements made at Budget 2020 and subsequently.

Personal tax and benefits

Income tax bands of taxable income (£ per year)

| | Tax year 2021 to 2022 | Tax year 2022 to 2023 | Tax year 2023 to 2024 | Tax year 2024 to 2025 | Tax year 2025 to 2026 |
|------------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| Basic rate | £1 to £37,700 | £1 to £37,700 | £1 to £37,700 | £1 to £37,700 | £1 to £37,700 |
| Higher rate | £37,701 to £150,000 | £37,701 to £150,000 | £37,701 to £150,000 | £37,701 to £150,000 | £37,701 to £150,000 |
| Additional rate | Over £150,000 | Over £150,000 | Over £150,000 | Over £150,000 | Over £150,000 |

Income tax rates

Main rates

| Main rates | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|-----------------|-----------------------|-----------------------|
| Basic rate | 20% | 20% |
| Higher rate | 40% | 40% |
| Additional rate | 45% | 45% |

These figures apply to non-dividend income, including income from savings, employment, property or pensions. From tax year 2017 to 2018, the main rates were separated into the main rates, the savings rates and the default rates.

Savings rates

| Savings rates | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|---------------------------|-----------------------|-----------------------|
| Starting rate for savings | 0% | 0% |
| Savings basic rate | 20% | 20% |
| Savings higher rate | 40% | 40% |
| Savings additional rate | 45% | 45% |

These figures apply to savings income.

Dividend rates

| Dividend rates | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|---|-----------------------|-----------------------|
| Dividend ordinary rate - for dividends otherwise taxable at the basic rate | 7.5% | 7.5% |
| Dividend upper rate - for dividends otherwise taxable at the higher rate | 32.5% | 32.5% |
| Dividend additional rate - for dividends otherwise taxable at the additional rate | 38.1% | 38.1% |

Apply to dividend income received above the £2,000 tax-free Dividend Allowance

Default rates

| Default rates | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|-------------------------|-----------------------|-----------------------|
| Default basic rate | 20% | 20% |
| Default higher rate | 40% | 40% |
| Default additional rate | 45% | 45% |

Apply to non-savings and non-dividend income of any taxpayer that is not subject to either the Main rates or the Scottish Rates of income tax.

Starting rates for savings income

| Starting rates for savings income | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|-----------------------------------|-----------------------|-----------------------|
| Starting rate for savings | 0% | 0% |
| Starting rate limit for savings | £5,000 | £5,000 |

Special rates for trustees' income

| Special rates for trustees' income | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|--|--|--|
| Standard rate on first £1,000 of income which would otherwise be taxable at the special rates for trustees | Up to 20%, depends on the type of income | Up to 20%, depends on the type of income |
| Trust rate | 45% | 45% |
| Dividend trust rate | 38.1% | 38.1% |

Income tax allowances

Personal allowance

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|--|-----------------------|-----------------------|
| Personal allowance | £12,500 | £12,570 |
| Income limit for personal allowance | £100,000 | £100,000 |
| Income limit for married couple's allowance | £30,200 | £30,400 |

The Personal Allowance reduces where the income is above £100,000 – by £1 for every £2 of income above the £100,000 limit. This reduction applies irrespective of date of birth.

The Income limit for married couple's allowance is an age-related allowance. It is reduced by £1 for every £2 of income over this limit.

Marriage allowance

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|---------------------------|-----------------------|-----------------------|
| Marriage allowance | £1,250 | £1,260 |

This transferable allowance is available to married couples and civil partners who are not in receipt of married couple's allowance. A spouse or civil partner who is not liable to income tax; or not liable at the higher or additional rates, can transfer this amount of their unused personal allowance to their spouse or civil partner. The recipient must not be liable to income tax at the higher or additional rates.

Married couple's allowance for those born before 6 April 1935

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|---|-----------------------|-----------------------|
| Maximum amount of married couple's allowance | £9,075 | £9,125 |
| Minimum amount of married couple's allowance | £3,510 | £3,530 |

The relief for this allowance is given at 10%.

Blind person's allowance

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|---------------------------------|-----------------------|-----------------------|
| Blind person's allowance | £2,500 | £2,520 |

Dividend allowance

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|---------------------------|------------------------------|------------------------------|
| Dividend allowance | £2,000 | £2,000 |

Personal savings allowance

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|---|------------------------------|------------------------------|
| Personal savings allowance for basic rate taxpayers | £1,000 | £1,000 |
| Personal savings allowance for higher rate taxpayers | £500 | £500 |

From April 2016, the new Personal Savings Allowance means that basic rate taxpayers do not have to pay tax on the first £1,000 of savings income they receive and higher rate taxpayers do not have tax to pay on their first £500 of savings income.

Company car tax

Cars first registered before 6 April 2020

| CO2 emissions, g/km | Electric range (miles) | Appropriate Percentage (%) for 2021 to 2022 | Appropriate Percentage (%) for 2022 to 2023 | Appropriate Percentage (%) for 2023 to 2024 | Appropriate Percentage (%) for 2024 to 2025 |
|----------------------------|-------------------------------|--|--|--|--|
| 0 | N/A | 1 | 2 | 2 | 2 |
| 1 to 50 | More than 130 | 2 | 2 | 2 | 2 |
| 1 to 50 | 70 to 129 | 5 | 5 | 5 | 5 |
| 1 to 50 | 40 to 69 | 8 | 8 | 8 | 8 |
| 1 to 50 | 30 to 39 | 12 | 12 | 12 | 12 |
| 1 to 50 | Less than 30 | 14 | 14 | 14 | 14 |
| 51 to 54 | | 15 | 15 | 15 | 15 |
| 55 to 59 | | 16 | 16 | 16 | 16 |
| 60 to 64 | | 17 | 17 | 17 | 17 |

| CO2 emissions, g/km | Electric range (miles) | Appropriate Percentage (%) for 2021 to 2022 | Appropriate Percentage (%) for 2022 to 2023 | Appropriate Percentage (%) for 2023 to 2024 | Appropriate Percentage (%) for 2024 to 2025 |
|----------------------------|-------------------------------|--|--|--|--|
| 65 to 69 | | 18 | 18 | 18 | 18 |
| 70 to 74 | | 19 | 19 | 19 | 19 |
| 75 to 79 | | 20 | 20 | 20 | 20 |
| 80 to 84 | | 21 | 21 | 21 | 21 |
| 85 to 89 | | 22 | 22 | 22 | 22 |
| 90 to 94 | | 23 | 23 | 23 | 23 |
| 95 to 99 | | 24 | 24 | 24 | 24 |
| 100 to 104 | | 25 | 25 | 25 | 25 |
| 105 to 109 | | 26 | 26 | 26 | 26 |
| 110 to 114 | | 27 | 27 | 27 | 27 |
| 115 to 119 | | 28 | 28 | 28 | 28 |
| 120 to 124 | | 29 | 29 | 29 | 29 |
| 125 to 129 | | 30 | 30 | 30 | 30 |
| 130 to 134 | | 31 | 31 | 31 | 31 |
| 135 to 139 | | 32 | 32 | 32 | 32 |
| 140 to 144 | | 33 | 33 | 33 | 33 |
| 145 to 149 | | 34 | 34 | 34 | 34 |
| 150 to 154 | | 35 | 35 | 35 | 35 |
| 155 to 159 | | 36 | 36 | 36 | 36 |
| 160 and over | | 37 | 37 | 37 | 37 |

Cars first registered on or after 6 April 2020

| CO2 emissions, g/km | Electric range (miles) | Appropriate Percentage (%) for 2021 to 2022 | Appropriate Percentage (%) for 2022 to 2023 | Appropriate Percentage (%) for 2023 to 2024 | Appropriate Percentage (%) for 2024 to 2025 |
|----------------------------|-------------------------------|--|--|--|--|
| 0 | N/A | 1 | 2 | 2 | 2 |
| 1 to 50 | More than 130 | 1 | 2 | 2 | 2 |
| 1 to 50 | 70 to 129 | 4 | 5 | 5 | 5 |
| 1 to 50 | 40 to 69 | 7 | 8 | 8 | 8 |
| 1 to 50 | 30 to 39 | 11 | 12 | 12 | 12 |
| 1 to 50 | Less than 30 | 13 | 14 | 14 | 14 |
| 51 to 54 | | 14 | 15 | 15 | 15 |
| 55 to 59 | | 15 | 16 | 16 | 16 |
| 60 to 64 | | 16 | 17 | 17 | 17 |
| 65 to 69 | | 17 | 18 | 18 | 18 |
| 70 to 74 | | 18 | 19 | 19 | 19 |
| 75 to 79 | | 19 | 20 | 20 | 20 |
| 80 to 84 | | 20 | 21 | 21 | 21 |
| 85 to 89 | | 21 | 22 | 22 | 22 |
| 90 to 94 | | 22 | 23 | 23 | 23 |
| 95 to 99 | | 23 | 24 | 24 | 24 |
| 100 to 104 | | 24 | 25 | 25 | 25 |
| 105 to 109 | | 25 | 26 | 26 | 26 |
| 110 to 114 | | 26 | 27 | 27 | 27 |
| 115 to 119 | | 27 | 28 | 28 | 28 |
| 120 to 124 | | 28 | 29 | 29 | 29 |

| CO2 emissions, g/km | Electric range (miles) | Appropriate Percentage (%) for 2021 to 2022 | Appropriate Percentage (%) for 2022 to 2023 | Appropriate Percentage (%) for 2023 to 2024 | Appropriate Percentage (%) for 2024 to 2025 |
|---------------------|------------------------|---|---|---|---|
| 125 to 129 | | 29 | 30 | 30 | 30 |
| 130 to 134 | | 30 | 31 | 31 | 31 |
| 135 to 139 | | 31 | 32 | 32 | 32 |
| 140 to 144 | | 32 | 33 | 33 | 33 |
| 145 to 149 | | 33 | 34 | 34 | 34 |
| 150 to 154 | | 34 | 35 | 35 | 35 |
| 155 to 159 | | 35 | 36 | 36 | 36 |
| 160 to 164 | | 36 | 37 | 37 | 37 |
| 165 to 169 | | 37 | 37 | 37 | 37 |
| 170 and over | | 37 | 37 | 37 | 37 |

For all cars, drivers must add 4% to their appropriate percentage if the car is propelled solely by diesel (up to a maximum of 37%). Cars that meet the Real Driving Emissions Step 2 (RDE2) standard are exempt from the diesel supplement.

National Insurance contributions

Employee and employer Class 1 contributions rates and thresholds (£ per week)

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|--|-----------------------|-----------------------|
| Weekly Lower Earnings Limit (LEL) | £120 | £120 |
| Weekly Primary Threshold (PT) | £183 | £184 |
| Weekly Secondary Threshold (ST) | £169 | £170 |
| Upper Earnings Limit (UEL) | £962 | £967 |
| Upper Secondary Threshold for under 21s | £962 | £967 |
| Apprentice Upper Secondary Threshold (AUST) for under 25s | £962 | £967 |

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|--|------------------------------|------------------------------|
| Employment Allowance (per employer) | £4,000 per year | £4,000 per year |

Employee's (primary) Class 1 contribution rates

| Earnings band | Tax year 2020 to 2021 | Tax year 2021 to 2022 (unchanged) |
|---|------------------------------|--|
| Below Weekly Lower Earnings Limit (LEL) | N/A | N/A |
| Weekly Lower Earnings Limit (LEL) to Weekly Primary Threshold (PT) | 0% | 0% |
| Weekly Primary Threshold (PT) to Upper Earnings Limit (UEL) | 12% | 12% |
| Above Upper Earnings Limit (UEL) | 2% | 2% |

Married woman's reduced rate for (primary) Class 1 contribution rates

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 (unchanged) |
|---|------------------------------|--|
| Weekly earnings from between the Primary Threshold (PT) and Upper Earnings Limit (UEL) | 5.85% | 5.85% |
| Weekly earnings above the Upper Earnings Limit (UEL) | 2% | 2% |

Employer's (secondary) Class 1 contribution rates

| Earnings band | Tax year 2020 to 2021 | Tax year 2021 to 2022 (unchanged) |
|---------------------------------------|------------------------------|--|
| Below Secondary Threshold (ST) | 0% | 0% |
| Above Secondary Threshold (ST) | 13.8% | 13.8% |

Employer's (secondary) Class 1 contribution rates for employees under 21

| Earnings band | Tax year 2020 to 2021 | Tax year 2021 to 2022 (unchanged) |
|--|------------------------------|--|
| Below Upper Secondary Threshold (UST) | 0% | 0% |

| Earnings band | Tax year 2020 to 2021 | Tax year 2021 to 2022 (unchanged) |
|---------------------------------------|-----------------------|-----------------------------------|
| Above Upper Secondary Threshold (UST) | 13.8% | 13.8% |

Employer's (secondary) Class 1 contribution rates for apprentices under 25

| Earnings band | Tax year 2020 to 2021 | Tax year 2021 to 2022 (unchanged) |
|---|-----------------------|-----------------------------------|
| Below Apprentice Upper Secondary Threshold (AUST) | 0% | 0% |
| Above Apprentice Upper Secondary Threshold (AUST) | 13.8% | 13.8% |

Self-employed Class 2 contribution rates and thresholds (£ per week)

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|-------------------------------|-----------------------|-----------------------|
| Small Profits Threshold (SPT) | £6,475 | £6,515 |

Class 2 contribution rates

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|--|-----------------------|-----------------------|
| Annual Profits (£ a year) | £ per week | £ per week |
| Below Small Profits Threshold (SPT) | £3.05 (voluntary) | £3.05 (voluntary) |
| Above Small Profits Threshold (SPT) | £3.05 | £3.05 |
| Special Class 2 rate for share fishermen | £3.70 | £3.70 |
| Special Class 2 rate for volunteer development workers | £6.00 | £6.00 |

Class 3 National contributions: Other rates and thresholds (£ per week)

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|-------------------------|-----------------------|-----------------------|
| Voluntary contributions | £15.30 | £15.40 |

Self-employed Class 4 contribution rates and thresholds (£ per year)

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|----------------------------------|------------------------------|------------------------------|
| Lower Profits Limit (LPL) | £9,500 | £9,568 |
| Upper Profits Limit (UPL) | £50,000 | £50,270 |

Class 4 contribution rates

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|---|------------------------------|------------------------------------|
| Annual profits band | NIC rate (per cent) | NIC rate (per cent) (unchanged) |
| Below Lower Profits Limit (LPL) | 0% | 0% |
| Lower Profits Limit (LPL) to Upper Profits Limit (UPL) | 9% | 9% |
| Above Upper Profits Limit (UPL) | 2% | 2% |

Tax Credits, Child Benefit and Guardians Allowance

Working Tax Credits

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|---------------------------------------|------------------------------|------------------------------|
| Basic element | £1,995 | £2,005 |
| Couple and lone parent element | £2,045 | £2,060 |
| 30 hour element | £825 | £830 |
| Disabled worker element | £3,220 | £3,240 |
| Severe disability element | £1,390 | £1,400 |

Childcare element of the Working Tax Credits

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|---|------------------------------|------------------------------|
| Maximum eligible cost for one child | £175 per week | £175 per week |
| Maximum eligible cost for 2 or more children | £300 per week | £300 per week |
| Percentage of eligible costs covered | 70% | 70% |

Child Tax Credit

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|---------------------------------|-----------------------|-----------------------|
| Family element | £545 | £545 |
| Child element | £2,830 | £2,845 |
| Disabled child element | £3,415 | £3,435 |
| Severely disabled child element | £4,800 | £4,825 |

Income thresholds and withdrawal rates

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|---|-----------------------|-----------------------|
| Income threshold | £6,530 | £6,565 |
| Withdrawal rate (per cent) | 41% | 41% |
| First threshold for those entitled to child tax credit only | £16,385 | £16,480 |
| Income rise disregard | £2,500 | £2,500 |
| Income fall disregard | £2,500 | £2,500 |

Child Benefit per week

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|----------------------|-----------------------|-----------------------|
| Eldest or only child | £21.05 | £21.15 |
| Other children | £13.95 | £14.00 |

Guardians Allowance per week

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|---------------------|-----------------------|-----------------------|
| Guardians allowance | £17.90 | £18.00 |

Capital, assets and property

Pensions tax relief

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|---|--------------------------------------|--------------------------------------|
| Lifetime Allowance limit | £1,073,100 | £1,073,100 |
| Annual Allowance limit | £40,000 | £40,000 |
| Money Purchase Annual Allowance | £4,000 | £4,000 |
| Tapered Annual Allowance (applies when an individual has ‘adjusted income’ over this amount provided the ‘threshold income’ test is met) | £240,000 | £240,000 |

Tax free savings accounts

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|--|----------------------------------|------------------------------|
| Individual Savings Account (ISA) subscription limit | £20,000 | £20,000 |
| Junior ISA subscription limit | £9,000 | £9,000 |
| Child Trust Fund (CTF) subscription limit | £9,000 | £9,000 |

Capital Gains Tax

Main rates for individuals other than gains on residential property (not eligible for Private Residence Relief) and carried interest

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|-------------------------------------|------------------------------|------------------------------|
| Income tax basic rate payer | 10% | 10% |
| Income tax higher rate payer | 20% | 20% |

Rates for individuals (for gains on residential property not eligible for Private Residence Relief, and carried interest)

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|-------------------------------------|------------------------------|------------------------------|
| Income tax basic rate payer | 18% | 18% |
| Income tax higher rate payer | 28% | 28% |

Main rate for trustees and personal representatives other than gains on residential property (not eligible for Private Residence Relief) and carried interest.

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|-------------------------------------|------------------------------|------------------------------|
| Income tax basic rate payer | 20% | 20% |
| Income tax higher rate payer | 20% | 20% |

Rate for trustees and personal representatives (for gains on residential property not eligible for Private Residence Relief)

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|-------------------------------------|------------------------------|------------------------------|
| Income tax basic rate payer | 28% | 28% |
| Income tax higher rate payer | 28% | 28% |

Rate for personal representatives for gains on carried interest

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|-------------------------------------|------------------------------|------------------------------|
| Income tax basic rate payer | 28% | 28% |
| Income tax higher rate payer | 28% | 28% |

Annual exempt amount for individuals and personal representatives

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|-------------------------------------|------------------------------|------------------------------|
| Income tax basic rate payer | £12,300 | £12,300 |
| Income tax higher rate payer | £12,300 | £12,300 |

Annual exempt amount for most trustees

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|-------------------------------------|------------------------------|------------------------------|
| Income tax basic rate payer | £6,150 | £6,150 |
| Income tax higher rate payer | £6,150 | £6,150 |

Rate on gains subject to business asset disposal relief

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|------------------------------------|------------------------------|------------------------------|
| Income tax basic rate payer | 10% | 10% |

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|-------------------------------------|------------------------------|------------------------------|
| Income tax higher rate payer | 10% | 10% |

Rate on gains subject to investors' relief

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|-------------------------------------|------------------------------|------------------------------|
| Income tax basic rate payer | 10% | 10% |
| Income tax higher rate payer | 10% | 10% |

Business asset disposal relief: lifetime limit on qualifying gains

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|-------------------------------------|------------------------------|------------------------------|
| Income tax basic rate payer | £1,000,000 | £1,000,000 |
| Income tax higher rate payer | £1,000,000 | £1,000,000 |

Investors' relief: lifetime limit on gains for external investors

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|-------------------------------------|------------------------------|------------------------------|
| Income tax basic rate payer | £10,000,000 | £10,000,000 |
| Income tax higher rate payer | £10,000,000 | £10,000,000 |

Inheritance tax

| | Tax year 2020 to 21 | Tax year 2021 to 22 |
|--|----------------------------|----------------------------|
| Rate (for estates) | 40% | 40% |
| Reduced rate (for estates leaving 10% or more to charity) | 36% | 36% |
| Rate (for chargeable lifetime transfers) | 20% | 20% |
| Nil-rate band limit | £325,000 | £325,000 |
| Residence nil-rate band limit | £175,000 | £175,000 |
| Taper threshold for residence nil-rate band | £2,000,000 | £2,000,000 |

Stamp Duty Land Tax – residential property

Initial Temporary Relief Period – 1 April 2021 to 30 June 2021

| Property value | Rate (on portion of value above threshold) | Rate (on portion of value above threshold) if purchase is of an additional residential property | Rate (on portion of value above threshold) on or after 1st April 2021 if purchase is of residential property by certain non-UK residents | Rate (on portion of value above threshold) if purchase is of an additional residential property and by a certain non-UK resident |
|----------------|--|---|--|--|
| 0 to £500k | 0% | 3% | 2% | 5% |
| £500k to £925k | 5% | 8% | 7% | 10% |
| £925k to £1.5m | 10% | 13% | 12% | 15% |
| £1.5m+ | 12% | 15% | 14% | 17% |

Qualifying purchases in freeport tax sites will be eligible for full SDLT relief.

Further Temporary Relief Period – 1st July 2021 to 30th September 2021

| Property Value | Rate (on portion of value above threshold) | Rate (on portion of value above threshold) if purchase is of an additional residential property | Rate (on portion of value above threshold) on or after 1st April 2021 if purchase is of residential property by certain non-UK residents | Rate (on portion of value above threshold) if purchase is of an additional residential property and by certain non-UK resident |
|------------------------|--|---|--|--|
| 0 to £250,000 | 0% | 3% | 2% | 5% |
| £250,000 to £925,00 | 5% | 8% | 7% | 10% |
| £925,000 to £1,500,000 | 10% | 13% | 12% | 15% |
| £1.5m+ | 12% | 15% | 14% | 17% |

Qualifying purchases in freeport tax sites will be eligible for full SDLT relief.

Standard rates from 1st October 2021 onwards

| Property value | Rate (on portion of value above threshold) | Rate (on portion of value above threshold) if purchase is of an additional residential property | Rate (on portion of value above threshold) on or after 1st April 2021 if purchase is of residential property by certain non-UK residents | Rate (on portion of value above threshold) if purchase is of an additional residential property and by certain non-UK resident |
|----------------|--|---|--|--|
| 0 to £125k | 0% | 3% | 2% | 5% |
| £125k to £250k | 2% | 5% | 4% | 7% |
| £250k to £925k | 5% | 8% | 7% | 10% |
| £925k to £1.5m | 10% | 13% | 12% | 15% |
| £1.5m+ | 12% | 15% | 14% | 17% |

Qualifying purchases in freeport tax sites will be eligible for full SDLT relief.

Stamp Duty Land Tax – non-residential property

Purchase and Premium Transactions

| Property Value | Rate on or after 17 March 2016 (on portion of value above threshold) |
|----------------|--|
| 0 to £150k | 0% |
| £150k to £250k | 2% |
| £250k+ | 5% |

| Net Present Value (NPV) of the Lease | Rate on or after 17 March 2016 (on portion of value above threshold) |
|--------------------------------------|--|
| 0 to £150k | 0% |
| £150K to £5m | 1% |
| £5m+ | 2% |

Annual Tax on Enveloped Dwellings

The ATED charges increase automatically each year in line with inflation (based on the previous September's Consumer Prices Index (CPI)).

The ATED annual charges will rise by 0.5% from 1 April 2021 in line with the September 2020 Consumer Prices Index. A TIIN has not been published for this measure, as it is a routine legislative change.

The table below shows the property band and what the revised charges will be for the 2021 to 2022 chargeable period.

| Taxable value of the property | Charge for tax year 2020 to 2021 | Charge for tax year 2021 to 2022 |
|-------------------------------|----------------------------------|----------------------------------|
| £500,001 to £1,000,000 | £3,700 | £3,700 |
| £1,000,001 to £2,000,000 | £7,500 | £7,500 |
| £2,000,001 to £5,000,000 | £25,200 | £25,300 |
| £5,000,001 to £10,000,000 | £58,850 | £59,100 |
| £10,000,001 to £20,000,000 | £118,050 | £118,600 |
| £20,000,001 and over | £236,250 | £237,400 |

Business and financial services

Corporation tax rates

| | Financial year 2020 to 2021 | Financial year 2021 to 2022 | Financial year 2022 to 2023 | Financial year 2023 to 2024 |
|---------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|
| Main rate | 19% | 19% | 19% | 25% |
| Small profits rate | N/A | N/A | N/A | 19% |
| Lower threshold | N/A | N/A | N/A | £50,000 |
| Upper threshold | N/A | N/A | N/A | £250,000 |

North Sea oil and gas ring fence profits rates

For North Sea oil and gas ring fence profits the main rate is 30% and the small profits rate is 19%. The marginal relief ring fence fraction is 11/400ths.

From April 2023 the lower and upper thresholds for the small profits rate in the ring fence regime will align with those for the main corporation tax regime. From April 2023 the marginal relief ring fence fraction will remain 11/400ths.

Corporation tax allowances and reliefs

| | Financial year 2019 to 2020 | Financial year 2020 to 2021 | Financial year 2021 to 2022 |
|--|--|-----------------------------|-----------------------------|
| Plant and machinery: main rate expenditure | 18% | 18% | 18% |
| Plant and machinery: special rate expenditure | 6% | 6% | 6% |
| Structures and Buildings Allowance (SBA) | 2%/3% (this was increased from 2% to 3% in April 2020) | 3% | 3% |
| Annual investment allowance (AIA) | £1m | £1m / £200,000 | £200,000 |
| Enhanced Capital Allowances in Freeports (ECA+) | N/A / £100% (ECA+ will have effect from October 1) | 100% | 100% |
| Enhanced Structures and Buildings Allowance (SBA+) | 10% | 10% | 10% |
| Full Expensing: Super-deduction | N/A | 130% | 130% |
| Full Expensing: Special Rate FYA | N/A | 50% | 50% |
| First year allowances for certain energy-saving or water efficient products | N/A | N/A | N/A |
| R&D tax credits SME scheme | 230% | 230% | 230% |
| R&D SME payable credit | 14.5% | 14.5% | 14.5% |
| R&D Expenditure Credit | 12% | 13% | 13% |
| Patent Box | 10% | 10% | 10% |
| Film tax relief | 25% | 25% | 25% |
| High-end TV tax relief | 25% | 25% | 25% |
| Videogames tax relief | 25% | 25% | 25% |
| Open ended investment companies and authorised unit trusts | 20% | 20% | 20% |

| | Financial year 2019 to 2020 | Financial year 2020 to 2021 | Financial year 2021 to 2022 |
|---|------------------------------------|------------------------------------|------------------------------------|
| Plant and machinery: main rate expenditure | 18% | 18% | 18% |

For the Financial year 2020 to 2021, an Annual Investment Allowance of £1m will apply to investments made from 1 January 2019 until 31 December 2020. The Annual Investment Allowance for investments before and after those dates will be £200,000.

The R&D Expenditure Credit will increase from 12% to 13% from April 2020.

The Patent Box has been phased in from April 2013, with companies being able to claim:

- 60% of the benefit in 2013 to 2014
- 70% in 2014 to 2015
- 90% in 2016 to 2017
- 100% in 2017 to 2018

For open ended investment companies and authorised unit trusts the applicable corporation tax rate is 20%.

Bank levy

| | Chargeable equity and long-term chargeable liabilities | Short-term chargeable liabilities |
|---|---|--|
| 1 January 2011 to 28 February 2011 | 0.025% | 0.05% |
| 1 March 2011 to 30 April 2011 | 0.05% | 0.1% |
| 1 May 2011 to 31 December 2011 | 0.0375% | 0.075% |
| 1 January 2012 to 31 December 2012 | 0.044% | 0.088% |
| 1 January 2013 to 31 December 2013 | 0.065% | 0.130% |
| 1 January 2014 to 31 March 2015 | 0.078% | 0.156% |
| 1 April 2015 to 31 December 2015 | 0.105% | 0.21% |

| | Chargeable equity and long-term chargeable liabilities | Short-term chargeable liabilities |
|---|---|--|
| 1 January 2016 to 31 December 2016 | 0.09% | 0.18% |
| 1 January 2017 to 31 December 2017 | 0.085% | 0.17% |
| 1 January 2018 to 31 December 2018 | 0.08% | 0.16% |
| 1 January 2019 to 31 December 2019 | 0.075% | 0.15% |
| 1 January 2020 to 31 December 2020 | 0.07% | 0.14% |
| 1 January 2021 onwards | 0.05% | 0.1% |

Bank Surcharge

8% on profits from 1 January 2016 onwards

Diverted Profits Tax

| Financial year 2021 to 2022 | Financial year 2022 to 2023 | Financial year 2023 to 2024 |
|------------------------------------|------------------------------------|------------------------------------|
| 25% | 25% | 31% |

Digital Services Tax

2% from 1 April 2020 onwards

| | |
|---------------------------------|-------|
| Global revenue threshold | £500m |
| UK revenue threshold | £25m |
| UK revenue allowance | £25m |

UK oil and gas taxes

| | Financial year 2020 to 2021 | Financial year 2021 to 2022 | Financial year 2022 to 2023 | Financial year 2023 to 2024 |
|------------------------------|------------------------------------|------------------------------------|------------------------------------|------------------------------------|
| Petroleum revenue tax | 0% | 0% | 0% | 0% |

| | Financial year 2020 to 2021 | Financial year 2021 to 2022 | Financial year 2022 to 2023 | Financial year 2023 to 2024 |
|-----------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|
| Ring fence corporation tax | 30% | 30% | 30% | 30% |
| Supplementary charge | 10% | 10% | 10% | 10% |

For North Sea oil and gas ring fence profits the main rate is 30% and the small profits rate is 19%. The marginal relief ring fence fraction is 11/400ths.

From April 2023 the lower and upper thresholds for the small profits rate in the ring fence regime will align with those for the main corporation tax regime. From April 2023 the marginal relief ring fence fraction will remain 11/400ths.

Business rates

| | Financial year 2020 to 2021 | Financial year 2021 to 2022 |
|--|-----------------------------|-----------------------------|
| England standard multiplier | 51.2p | 51.2p |
| England small business multiplier | 49.9p | 49.9p |

Small business multiplier applies to properties with a rateable value of less than £18,000 (or £25,500 in London).

Indirect tax

Alcohol Duty

Rate per litre of pure alcohol

| | Duty rate from 11 March 2020 | Duty rate from 4 March 2021 |
|--|---------------------------------|--------------------------------|
| Spirits | £28.74 | £28.74 |
| Spirits-based RTDs | £28.74 | £28.74 |
| Wine and made-wine: exceeding 22% alcohol by volume (abv) | £28.74 | £28.74 |

Rate per hectolitre per cent of alcohol in the beer

| | Duty rate from 11 March 2020 | Duty rate from 4 March 2021 |
|--|---------------------------------|--------------------------------|
| | | |

| | Duty rate from 11 March 2020 | Duty rate from 4 March 2021 |
|--|-------------------------------------|------------------------------------|
| Beer - lower strength: exceeding 1.2% - not exceeding 2.8% abv. | £8.42 | £8.42 |
| Beer – General Beer Duty: exceeding 2.8% - not exceeding 7.5% abv. | £19.08 | £19.08 |
| Beer - High strength: exceeding 7.5% - in addition to the General Beer Duty | £19.08 + £5.69 | £19.08 + £5.69 |

Rate per hectolitre of product

| | Duty rate from 11 March 2020 | Duty rate from 4 March 2021 |
|---|-------------------------------------|------------------------------------|
| Still cider and perry: exceeding 1.2% - not exceeding 6.9% abv. | £40.38 | £40.38 |
| Still cider and perry: exceeding 6.9% - not exceeding 7.5% abv. | £50.71 | £50.71 |
| Still cider and perry: exceeding 7.5% - less than 8.5% abv. | £61.04 | £61.04 |
| Sparkling cider and perry: exceeding 1.2% - not exceeding 5.5% abv. | £40.38 | £40.38 |
| Sparkling cider and perry: exceeding 5.5% - less than 8.5% abv. | £288.10 | £288.10 |
| Wine and made-wine: exceeding 1.2% - not exceeding 4% abv. | £91.68 | £91.68 |
| Wine and made-wine: exceeding 4% - not exceeding 5.5% abv. | £126.08 | £126.08 |
| Still wine and made-wine: exceeding 5.5% - not exceeding 15% abv. | £297.57 | £297.57 |
| Wine and made-wine: exceeding 15% - not exceeding 22% abv. | £396.72 | £396.72 |
| Sparkling wine and made-wine: exceeding 5.5% - less than 8.5% abv. | £288.10 | £288.10 |
| Sparkling wine and made-wine: at least 8.5% - not exceeding 15% abv. | £381.15 | £381.15 |

Tobacco products

Cigarettes

The duty rate will be the the higher figure of the duty rate plus the ad valorem Element or minimum excise tax.

| | Duty rate plus ad valorem element | Minimum excise tax |
|-------------------------------|--|-----------------------------|
| From 6pm 11 March 2020 | An amount equal to 16.5% of the retail price plus £237.34 per 1000 cigarettes. | £305.23 per 1000 cigarettes |
| From 16 November 2020 | An amount equal to 16.5% of the retail price plus £244.78 per 1000 cigarettes. | £320.90 per 1000 cigarettes |

Cigars

| | Duty rate plus ad valorem element | Minimum excise tax |
|-------------------------------|-----------------------------------|--------------------|
| From 6pm 11 March 2020 | £296.04 per kilogram | N/A |
| From 16 November 2020 | £305.32 per kilogram | N/A |

Hand-rolling tobacco

| | Duty rate plus ad valorem element | Minimum excise tax |
|-------------------------------|-----------------------------------|--------------------|
| From 6pm 11 March 2020 | £253.33 per kilogram | N/A |
| From 16 November 2020 | £271.40 per kilogram | N/A |

Other smoking tobacco and chewing tobacco

| | Duty rate plus ad valorem element | Minimum excise tax |
|-------------------------------|-----------------------------------|--------------------|
| From 6pm 11 March 2020 | £130.16 per kilogram | N/A |
| From 16 November 2020 | £134.24 per kilogram | N/A |

Tobacco for Heating

| | Duty rate plus ad valorem element | Minimum excise tax |
|-------------------------------|-----------------------------------|--------------------|
| From 6pm 11 March 2020 | £243.95 per kilogram | N/A |

| | Duty rate plus ad valorem element | Minimum excise tax |
|------------------------------|--|---------------------------|
| From 16 November 2020 | £251.60 per kilogram | N/A |

Gambling duties

Bingo duty

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|--|------------------------------|------------------------------|
| Percentage of bingo promotion profits | 10% | 10% |

General betting duty

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|--|------------------------------|------------------------------|
| Percentage of 'net stake receipts' for fixed odds bets and totalisator bets on horse or dog races | 15% | 15% |
| Percentage of 'net stake receipts' for financial spread bets | 3% | 3% |
| Percentage of 'net stake receipts' for all other spread bets | 10% | 10% |

Pool betting duty

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|--|------------------------------|------------------------------|
| Percentage of net pool betting receipts | 15% | 15% |

Lottery duty

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|--|------------------------------|------------------------------|
| Percentage of the price paid or payable on taking a ticket or chance in a lottery | 12% | 12% |

Remote gaming duty

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|--|------------------------------|------------------------------|
| Percentage of remote gaming profits | 21% | 21% |

Machine games duty

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|---|--|--|
| Percentage of the net takings from dutiable machine games with a maximum cost to play not more than 20p and a maximum cash prize not more than £10 (Type 1 machines) | 5% | 5% |
| Percentage of net takings from machines which are not Type 1 machines but where the cost to play cannot exceed £5 | 20% | 20% |
| Percentage of net takings from dutiable machine games where the maximum cost to play can exceed £5 | 25% | 25% |

Gaming duty 2020 to 2021

| Tax rate | Gross gaming yield |
|-----------------|---------------------------|
| 15% | £2,471,000 |
| 20% | £1,703,500 |
| 30% | £2,983,000 |
| 40% | £6,296,500 |
| 50% | Remainder |

Figures for accounting periods beginning on or after 1 April 2021

| Tax rate | Gross gaming yield |
|-----------------|---------------------------|
| 15% | £2,548,500 |
| 20% | £1,757,000 |
| 30% | £3,077,000 |
| 40% | £6,494,500 |
| 50% | Remainder |

Insurance Premium Tax

| | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|----------------------|------------------------------|------------------------------|
| Standard rate | 12% | 12% |
| Higher rate | 20% | 20% |

Soft Drinks Industry Levy

| For drinks within scope | Tax year 2019 to 2020 | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|---|------------------------------|------------------------------|------------------------------|
| Levy due on drinks that have a total sugar content of more than 5g and less than 8g per 100ml | 18p per litre | 18p per litre | 18p per litre |
| Levy due on drinks that have a total sugar content of 8g or more per 100ml | 24p per litre | 24p per litre | 24p per litre |

Climate Change Levy main rates

| Taxable commodity | Rate from 1 April 2021 | Rate from 1 April 2022 | Rate from 1 April 2023 |
|--|-------------------------------|-------------------------------|-------------------------------|
| Electricity (£ per kilowatt hour) | 0.00775 | 0.00775 | 0.00775 |
| Gas supplied by a gas utility or any gas supplied in a gaseous state that is of a kind supplied by a gas utility | 0.00465 | 0.00568 | 0.00672 |
| Any petroleum gas, or other gaseous hydrocarbon, supplied in a liquid state | 0.02175 | 0.02175 | 0.02175 |
| Any other taxable commodity | 0.03640 | 0.04449 | 0.05258 |

Climate Change Levy reduced rates

| Taxable commodity supplied | Rate from 1 April 2021 | Rate from 1 April 2022 | Rate from 1 April 2023 |
|--|-------------------------------|-------------------------------|-------------------------------|
| Electricity | 8% | 8% | 8% |
| Gas supplied by a gas utility or any gas supplied in a gaseous state that is of a kind supplied by a gas utility | 17% | 14% | 12% |
| Any petroleum gas, or other gaseous hydrocarbon, supplied in a liquid state | 23% | 23% | 23% |

| Taxable commodity supplied | Rate from 1 April 2021 | Rate from 1 April 2022 | Rate from 1 April 2023 |
|-----------------------------------|-------------------------------|-------------------------------|-------------------------------|
| Any other taxable commodity | 17% | 14% | 12% |

Carbon Price Support rates of Climate Change Levy and fuel duty

| | Rate from 1 April 2016 to 31 March 2023 |
|---|--|
| Carbon price equivalent (£ per tonne of carbon dioxide) | 18.00 |

Supplies of commodity used in electricity generation

| | Rate from 1 April 2016 to 31 March 2023 |
|---|--|
| Natural gas (£ per kilowatt hour) | 0.00331 |
| Liquid petroleum gas (£ per kilogram) | 0.05280 |
| Coal and other taxable solid fossil fuels (£ per gross gigajoule) | 1.54790 |
| Gas oil; rebated bio blend; and kerosene (£ per litre) | 0.04916 |
| Fuel oil; other heavy oil and rebated light oil (£ per litre) | 0.05711 |

Aggregates levy

| | Rate from 1 April 2020 | Rate from 1 April 2021 |
|--|-------------------------------|-------------------------------|
| Commercially exploited taxable aggregate | £2 per tonne | £2 per tonne |

Landfill Tax rates for 2021 to 2022

| Material sent to landfill | Rate from 1 April 2020 | Rate from 1 April 2021 | Rate from 1 April 2022 |
|----------------------------------|-------------------------------|-------------------------------|-------------------------------|
| Coverage | England and Northern Ireland | England and Northern Ireland | England and Northern Ireland |
| Standard rated (per tonne) | £94.15 | £96.70 | £98.60 |

| Material sent to landfill | Rate from 1 April 2020 | Rate from 1 April 2021 | Rate from 1 April 2022 |
|---------------------------|------------------------|------------------------|------------------------|
| Lower rated (per tonne) | £3.00 | £3.10 | £3.15 |

Landfill Tax was devolved to the Scottish Parliament in April 2015 and to the Welsh Parliament/Senedd Cymru in April 2018.

Landfill Communities Fund for 2020 to 2021

As announced at Budget, the government will set the value of the Landfill Communities Fund for 2021 to 2022 at £34.4 million, with the cap on contributions by landfill operators remaining at 5.3% of their Landfill Tax liability.

Plastic Packaging Tax

Rate from 1 April 2022

£200 per tonne for plastic packaging with less than 30% recycled plastic content

There will be a de minimis threshold of 10 tonnes of plastic packaging per 12 months, though for the first year this will be calculated differently.

Air Passenger Duty rates

Air Passenger Duty applies to all flights aboard aircraft 5.7 tonnes and above.

Rates for direct long-haul flights from Northern Ireland are devolved and set at £0. Direct long haul journeys are those where the first leg of the journey is to a destination outside Band A.

Reduced rate (lowest class of travel)

| Bands (approximate distance in miles from London) | From 1 April 2020 | From 1 April 2021 | From 1 April 2022 |
|---|-------------------|-------------------|-------------------|
| Band A (0 – 2,000 miles) | £13 | £13 | £13 |
| Band B (over 2,000 miles) | £80 | £82 | £84 |

Standard rate (other than the lowest class of travel)

| Bands (approximate distance in miles from London) | From 1 April 2020 | From 1 April 2021 | From 1 April 2022 |
|---|-------------------|-------------------|-------------------|
| Band A (0 – 2,000 miles) | £26 | £26 | £26 |
| Band B (over 2,000 miles) | £176 | £180 | £185 |

Where a class of travel provides a seat pitch in excess of 1.016 metres (40 inches), the standard rate is the minimum rate that applies.

Higher rate

| Bands (approximate distance in miles from London) | From 1 April 2020 | From 1 April 2021 | From 1 April 2022 |
|--|--------------------------|--------------------------|--------------------------|
| Band A (0 – 2,000 miles) | £78 | £78 | £78 |
| Band B (over 2,000 miles) | £528 | £541 | £554 |

The higher rate applies to flights on aircraft of 20 tonnes and above, with fewer than 19 seats.

Fuel duty – £ per litre unless stated

Light oils

| | Rates on and after 6pm on 23 March 2011 |
|--|--|
| Unleaded petrol | 0.5795 |
| Light oil (other than unleaded petrol or aviation gasoline) | 0.6767 |
| Aviation gasoline (Avgas) | 0.3820 |
| Light oil delivered to an approved person for use as furnace fuel | 0.1070 |

Aviation gasoline (Avgas) was £0.3770 per litre on and after 6pm on 23 March 2011. It increased to £0.3820 per litre from 1 January 2021.

Heavy oils

| | Rates on and after 6pm on 23 March 2011 |
|--|--|
| Heavy oil (diesel) | 0.5795 |
| Marked gas oil | 0.1114 |
| Fuel oil | 0.1070 |
| Heavy oil other than fuel oil, gas oil or kerosene used as fuel | 0.1070 |

| | Rates on and after 6pm on 23 March 2011 |
|---|--|
| Kerosene to be used as motor fuel off road or in an excepted vehicle | 0.1114 |

Biofuels

| | Rates on and after 6pm on 23 March 2011 |
|--|--|
| Bio-ethanol | 0.5795 |
| Bio-diesel | 0.5795 |
| Bio-diesel for non-road use | 0.1114 |
| Bio-diesel blended with gas oil not for road fuel use | 0.1114 |

Road fuel gases

| | Rates on and after 6pm on 23 March 2011 |
|--|--|
| Liquefied petroleum gas (£ per kilogram) | 0.3161 |
| Road fuel natural gas including biogas (£ per kilogram) | 0.2470 |

Other fuel

| | Rate on and after 6pm on 23 March 2011 | Rate on and after 1 October 2015 |
|---|---|---|
| Aqua-methanol set aside for road use | | 0.0790 |

Vehicle Excise Duty bands and rates for cars first registered on or after 1 April 2017

This includes cars emitting over 225g/km registered before 23 March 2006.

Budget 2018 announced that new diesel vehicles registered after 1 April 2018 that do not meet the real driving emission step 2 (RDE2) standard will be charged a supplement on their First Year Rate to the effect of moving up by one Vehicle Excise Duty band.

Tax year 2020 to 2021

| CO2 emissions (g/km) | Standard rate | First year rate |
|-----------------------------|----------------------|------------------------|
|-----------------------------|----------------------|------------------------|

| CO2 emissions (g/km) | Standard rate | First year rate |
|----------------------|---------------|-----------------|
| 0 | 0 | 0 |
| 1 to 50 | 150 | 10 |
| 51 to 75 | 150 | 25 |
| 76 to 90 | 150 | 110 |
| 91 to 100 | 150 | 135 |
| 101 to 110 | 150 | 155 |
| 111 to 130 | 150 | 175 |
| 131 to 150 | 150 | 215 |
| 151 to 170 | 150 | 540 |
| 171 to 190 | 150 | 870 |
| 191 to 225 | 150 | 1,305 |
| 226 to 255 | 150 | 1,850 |
| Over 255 | 150 | 2,175 |

Cars with a list price of over £40,000 when new pay an additional rate of £325 per year on top of the standard rate, for 5 years.

Alternative fuelled vehicles, including hybrids, bioethanol and liquid petroleum gas, pay £140 per annum.

Tax year 2021 to 2022

| CO2 emissions (g/km) | Standard rate | First Year Rate |
|----------------------|---------------|-----------------|
| 0 | 0 | 0 |
| 1 to 50 | 155 | 10 |
| 51 to 75 | 155 | 25 |
| 76 to 90 | 155 | 115 |
| 91 to 100 | 155 | 140 |
| 101 to 110 | 155 | 160 |

| CO2 emissions (g/km) | Standard rate | First Year Rate |
|----------------------|---------------|-----------------|
| 111 to 130 | 155 | 180 |
| 131 to 150 | 155 | 220 |
| 151 to 170 | 155 | 555 |
| 171 to 190 | 155 | 895 |
| 191 to 225 | 155 | 1,345 |
| 226 to 255 | 155 | 1,910 |
| Over 255 | 155 | 2,245 |

Cars with a list price of over £40,000 when new pay an additional rate of £335 per year on top of the standard rate, for 5 years.

Alternative fuelled vehicles, including hybrids, bioethanol and liquid petroleum gas, pay £145 per annum.

Vehicle Excise Duty bands and rates for cars registered on or after 1 March 2001

This includes cars emitting over 225g/km registered before 23 March 2006.

Tax year 2020 to 2021

| Vehicle Excise Duty band (g/km) | CO2 emissions | Standard rate |
|---------------------------------|---------------|---------------|
| A | Up to 100 | 0 |
| B | 101 to 110 | 20 |
| C | 111 to 120 | 30 |
| D | 121 to 130 | 125 |
| E | 131 to 140 | 150 |
| F | 141 to 150 | 165 |
| G | 151 to 165 | 205 |
| H | 166 to 175 | 240 |
| I | 186 to 200 | 265 |
| J | 186 to 200 | 305 |

| Vehicle Excise Duty band (g/km) | CO2 emissions | Standard rate |
|---------------------------------|---------------|---------------|
| K | 201 to 225 | 330 |
| L | 226 to 255 | 565 |
| M | Over 255 | 580 |

Tax year 2021 to 2022

| Vehicle Excise Duty band (g/km) | CO2 emissions | Standard rate |
|---------------------------------|---------------|---------------|
| A | Up to 100 | 0 |
| B | 101 to 110 | 20 |
| C | 111 to 120 | 30 |
| D | 121 to 130 | 130 |
| E | 131 to 140 | 155 |
| F | 141 to 150 | 170 |
| G | 151 to 165 | 210 |
| H | 166 to 175 | 250 |
| I | 186 to 200 | 275 |
| J | 186 to 200 | 315 |
| K | 201 to 225 | 340 |
| L | 226 to 255 | 585 |
| M | Over 255 | 600 |

Vehicle Excise Duty bands and rates for vans registered before 1 March 2001

| Engine size | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|------------------|-----------------------|-----------------------|
| 1549cc and below | 165 | 170 |
| Above 1549cc | 270 | 280 |

Vehicle Excise Duty bands and rates for vans registered on or after 1 March 2001

| Vehicle registration date | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|--|-----------------------|-----------------------|
| Early Euro 4 and Euro 5 compliant vans | 140 | 140 |
| All other vans | 265 | 275 |

Vehicle Excise Duty bands and rates for motorcycles

| Engine size | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|-----------------|-----------------------|-----------------------|
| Not over 150cc | 20 | 21 |
| 151cc and 400cc | 44 | 45 |
| 401cc to 600c | 67 | 69 |
| Over 600cc | 93 | 96 |

Vehicle Excise Duty bands and rates for motor tricycles

| Engine size | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|---------------------|-----------------------|-----------------------|
| Not over 150cc | 20 | 21 |
| All other tricycles | 93 | 96 |

Vehicle Excise Duty bands and rates for trade licences

| Vehicle type | Tax year 2020 to 2021 | Tax year 2021 to 2022 |
|---|-----------------------|-----------------------|
| Available for all vehicles | 165 | 170 |
| Available only for bicycles and tricycles (weighing no more than 450kg without a sidecar) | 93 | 96 |

Vehicle Excise Duty and levy bands and rates for articulated vehicles and rigid vehicles without trailers

Check the Vehicle Excise Duty and levy bands and rates for articulated vehicles and rigid vehicles without trailers

(https://assets.publishing.service.gov.uk/government/uploads/system/uploads/attachment_data/file/963373/Vehicle_Excise_Duty_and_levy_bands_and_rates_for_articulated_vehicles_and_rigid_vehicles_without_trailers.ods).

Vehicle Excise Duty and levy amounts payable for rigid vehicles with trailers (vehicles with road friendly suspension)

Check the Vehicle Excise Duty and levy amounts payable for rigid vehicles with trailers (vehicles with road friendly suspension)

(https://assets.publishing.service.gov.uk/government/uploads/system/uploads/attachment_data/file/963374/Vehicle_Excise_Duty_and_levy_amounts_payable_for_rigid_vehicles_with_trailers__vehicles_with_road_friendly_suspension_.ods)

Vehicle Excise Duty and levy amounts payable for rigid vehicles with trailers (vehicles without road friendly suspension)

Check the Vehicle Excise Duty and levy amounts payable for rigid vehicles with trailers (vehicles without road friendly suspension)

(https://assets.publishing.service.gov.uk/government/uploads/system/uploads/attachment_data/file/963375/Vehicle_Excise_Duty_and_levy_amounts_payable_for_rigid_vehicles_with_trailers__vehicles_without_road_friendly_suspension_.ods).

Rigid goods vehicles

The band and rate payable can be calculated by using the following look-up tables.

In the table, the letter indicates the Vehicle Excise Duty and levy band the vehicle is in, and the number indicates the rate that is payable as part of that band (for example B2 would refer to Vehicle Excise Duty and levy band B, and rate 2 as determined by the weight and axle configuration of the vehicle).

For vehicles with trailers, the rate paid depends on whether the vehicle has road-friendly suspension.

There are separate tables for with and without road friendly suspension.

Rigid goods vehicle without trailer

| Revenue weight of vehicle over | Revenue weight of vehicle not over | 2 axles | 3 axles | 4 or more axles |
|--------------------------------|------------------------------------|---------|---------|-----------------|
| 3,500 kg | 7,500 kg | A0 | A0 | A0 |
| 7,500 kg | 11,999 kg | B0 | B0 | B0 |
| 11,999 kg | 14,000 kg | B1 | B1 | B1 |
| 14,000 kg | 15,000 kg | B2 | B1 | B1 |
| 15,000 kg | 19,000 kg | D1 | B1 | B1 |
| 19,000 kg | 21,000 kg | D1 | B3 | B1 |
| 21,000 kg | 23,000 kg | D1 | C1 | B1 |
| 23,000 kg | 25,000 kg | D1 | D1 | C1 |
| 25,000 kg | 27,000 kg | D1 | D1 | D1 |
| 27,000 kg | 44,000 kg | D1 | D1 | E1 |

Rigid vehicles with trailer

| Revenue weight of vehicle (not trailer) over | Revenue weight of vehicle (not trailer) not over | 2-axled rigid | 3-axled rigid | 4-axled rigid |
|--|--|---------------|---------------|---------------|
| 11999 kg | 15000 kg | B(T) | B(T) | B(T) |
| 15000 kg | 21000 kg | D(T) | B(T) | B(T) |
| 21000 kg | 23000 kg | E(T) | C(T) | B(T) |
| 23000 kg | 25000 kg | E(T) | D(T) | C(T) |
| 25000 kg | 27000 kg | E(T) | D(T) | D(T) |
| 27000 kg | 44000 kg | E(T) | E(T) | E(T) |

Articulated vehicles

Articulated vehicles, tractive unit with 3 or more axles

| Revenue weight of vehicle over | Revenue weight of vehicle not over | One or more semi-trailer axles | 2 or more semi-trailer axles | 3 or more semi-trailer axles |
|--------------------------------|------------------------------------|--------------------------------|------------------------------|------------------------------|
| 3,500 kg | 11,999 kg | A0 | A0 | A0 |
| 11,999 kg | 25,000 kg | A1 | A1 | A1 |
| 25,000 kg | 26,000 kg | A3 | A1 | A1 |
| 26,000 kg | 28,000 kg | A4 | A1 | A1 |
| 28,000 kg | 29,000 kg | C1 | A1 | A1 |
| 29,000 kg | 31,000 kg | C3 | A1 | A1 |
| 31,000 kg | 33,000 kg | E1 | C1 | A1 |
| 33,000 kg | 34,000 kg | E2 | D1 | A1 |
| 34,000 kg | 36,000 kg | E2 | D1 | C1 |
| 36,000 kg | 38,000 kg | F | E1 | D1 |
| 38,000 kg | 44,000 kg | G | G | E1 |

Articulated vehicles, tractive unit with 2 axles

| Revenue weight of vehicle over | Revenue weight of vehicle not over | One or more semi-trailer axles | 2 or more semi-trailer axles | 3 or more semi-trailer axles |
|---------------------------------------|---|---------------------------------------|-------------------------------------|-------------------------------------|
| 3500 kg | 11,999 kg | A0 | A0 | A0 |
| 11999 kg | 22000 kg | A1 | A1 | A1 |
| 22000 kg | 23000 kg | A2 | A1 | A1 |
| 23000 kg | 25000 kg | A5 | A1 | A1 |
| 25000 kg | 26000 kg | C2 | A3 | A1 |
| 26000 kg | 28000 kg | C2 | A4 | A1 |
| 28000 kg | 31000 kg | D1 | D1 | A1 |
| 31000 kg | 33000 kg | E1 | E1 | C1 |
| 33000 kg | 34000 kg | E1 | E2 | C1 |
| 34000 kg | 38000 kg | F | F | E1 |
| 38000 kg | 44000 kg | G | G | G |

VAT

| | April 2020 to 2021 | April 2021 to 2022 |
|--|------------------------------------|---------------------------|
| Standard rate | 20% | 20% |
| Reduced rate | 5% | 5% |
| Zero rate | 0% | 0% |
| Exempt | N/A | N/A |
| Temporary reduced rate for hospitality and tourism sector | 5% (with effect from 15 July 2020) | 5%/12.5% |

The 5% rate applies to the 30 September 2021 and the 12.5% rate applies from 1 October 2021 to 31 March 2022.

VAT registration and deregistration thresholds

| | From April 2020 | From April 2021 |
|--|------------------------|------------------------|
|--|------------------------|------------------------|

| | From April 2020 | From April 2021 |
|-------------------------------------|-----------------|-----------------|
| VAT registration thresholds | £85,000 | £85,000 |
| VAT deregistration threshold | £83,000 | £83,000 |

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