

*** Tax Rates and Personal Allowance for 2018 ***

Personal Allowance (PA) remains at **£15,000**

(non-residents & non-ordinarily residents for tax purposes are not entitled to the full amount)

Income Tax rates remain as follows:

First £12,000 of net chargeable income at 21%
Any remainder at 26%

Medical Services Tax (MST):

With effect from 1st January 2018, the MST rate has been reduced and set to 0%. This applies to employees, employers and self-employed individuals.

For employees the PA will affect your 2018 wages as follows:

Pay period	Income Tax
Monthly	£1,250 & below at 0%
	£1,251 - £2,250 at 21%
	£2,251 & above at 26%
Weekly	£288 & below at 0%
	£289 - £519 at 21%
	£520 & above at 26%

If you have more than one employment, wages from your 2nd and further employments will have income tax deducted at a **straight 21%**. This rate also applies to employees who are non-resident for tax purposes.

Family Allowance payments remain subject to Income Tax

*** Corporation Tax Rates ***

For accounting periods commencing on/after 1st January 2017, this remains the same for 2018:

Small Companies Rate (profits up to & including £0.5 million)	21%	Normal Rate	26%
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This is a basic guide. More detailed guides and further information is available from our office. Please contact or visit us if you have any questions.