

Tax tables Are you richer or poorer?

Single person, no children



Gross income	Tax/NI 2007-08	Benefit 2007-08	Tax/NI 2008-09	Benefit 2008-09	Net income 2007-08	Net income 2008-09	Gain 2008-09	Loss 2008-09
5000	0.00	2435.00	0.00	2535.00	7435.00	7535.00	100.00	0.00
10000	1308.15	666.40	1415.15	1138.80	9358.25	9723.65	365.40	0.00
15000	2958.15	0.00	2965.15	0.00	12041.85	12034.85	0.00	-7.00
20000	4608.15	0.00	4515.15	0.00	15391.85	15484.85	93.00	0.00
25000	6258.15	0.00	6065.15	0.00	18741.85	18934.85	193.00	0.00
30000	7908.15	0.00	7615.15	0.00	22091.85	22384.85	293.00	0.00
35000	9542.15	0.00	9165.15	0.00	25457.85	25834.85	377.00	0.00
40000	10723.65	0.00	10715.15	0.00	29276.35	29284.85	8.50	0.00
50000	14823.65	0.00	14532.15	0.00	35176.35	35467.85	291.50	0.00
70000	23023.65	0.00	22732.15	0.00	46976.35	47267.85	291.50	0.00
100000	35323.65	0.00	35032.15	0.00	64676.35	64967.85	291.50	0.00
250000	96823.65	0.00	96532.15	0.00	153176.35	153467.85	291.50	0.00

Single person, one child



Gross income	Tax/NI 2007-08	Benefit 2007-08	Tax/NI 2008-09	Benefit 2008-09	Net income 2007-08	Net income 2008-09	Gain 2008-09	Loss 2008-09
5000	0.00	7466.20	0.00	7912.60	12466.20	12912.60	446.40	0.00
10000	1308.15	5697.60	1415.15	6516.40	14389.45	15101.25	711.80	0.00
15000	2958.15	3847.60	2965.15	4566.40	15889.45	16601.25	711.80	0.00
20000	4608.15	1997.60	4515.15	2616.40	17389.45	18101.25	711.80	0.00
25000	6258.15	1486.20	6065.15	1522.60	20228.05	20457.45	229.40	0.00
30000	7908.15	1486.20	7615.15	1522.60	23578.05	23907.45	329.40	0.00
35000	9542.15	1486.20	9165.15	1522.60	26944.05	27357.45	413.40	0.00
40000	10723.65	1486.20	10715.15	1522.60	30762.55	30807.45	44.90	0.00
50000	14823.65	1486.20	14532.15	1522.60	36662.55	36990.45	327.90	0.00
70000	23023.65	941.20	22732.15	977.60	47917.55	48245.45	327.90	0.00
100000	35323.65	941.20	35032.15	977.60	65617.55	65945.45	327.90	0.00
250000	96823.65	941.20	96532.15	977.60	154117.55	154445.45	327.90	0.00

Single person, two children



Gross income	Tax/NI 2007-08	Benefit 2007-08	Tax/NI 2008-09	Benefit 2008-09	Net income 2007-08	Net income 2008-09	Gain 2008-09	Loss 2008-09
5000	0.00	9940.40	0.00	10650.20	14940.40	15650.20	709.80	0.00
10000	1308.15	8171.80	1415.15	9254.00	16863.65	17838.85	975.20	0.00
15000	2958.15	6321.80	2965.15	7304.00	18363.65	19338.85	975.20	0.00
20000	4608.15	4471.80	4515.15	5354.00	19863.65	20838.85	975.20	0.00
25000	6258.15	2621.80	6065.15	3404.00	21363.65	22338.85	975.20	0.00
30000	7908.15	2115.40	7615.15	2175.20	24207.25	24560.05	352.80	0.00
35000	9542.15	2115.40	9165.15	2175.20	27573.25	28010.05	436.80	0.00
40000	10723.65	2115.40	10715.15	2175.20	31391.75	31460.05	68.30	0.00
50000	14823.65	2115.40	14532.15	2175.20	37291.75	37643.05	351.30	0.00
70000	23023.65	1570.40	22732.15	1630.20	48546.75	48898.05	351.30	0.00
100000	35323.65	1570.40	35032.15	1630.20	66246.75	66598.05	351.30	0.00
250000	96823.65	1570.40	96532.15	1630.20	154746.75	155098.05	351.30	0.00

Single person, 65-74



Income excl pension	Tax/NI 2007-08	Pension 2007-08	Tax/NI 2008-09	Pension 2008-09	Net income 2007-08	Net income 2008-09	Gain 2008-09	Loss 2008-09
5000	200.21	4552.07	139.87	4729.36	9351.86	9589.49	237.63	0
10000	1272.86	4552.07	1139.87	4729.36	13279.21	13589.49	310.28	0
15000	2372.86	4552.07	2139.87	4729.36	17179.21	17589.49	410.28	0
20000	3874.58	4552.07	3432.81	4729.36	20677.49	21296.55	619.06	0
25000	5084.36	4552.07	4858.87	4729.36	24467.71	24870.49	402.78	0
30000	6184.36	4552.07	5858.87	4729.36	28367.71	28870.49	502.78	0
35000	7284.36	4552.07	6858.87	4729.36	32267.71	32870.49	602.78	0
40000	9235.23	4552.07	8517.74	4729.36	35316.84	36211.62	894.78	0
50000	13235.23	4552.07	12517.74	4729.36	41316.84	42211.62	894.78	0
70000	21235.23	4552.07	20517.74	4729.36	53316.84	54211.62	894.78	0
100000	33235.23	4552.07	32517.74	4729.36	71316.84	72211.62	894.78	0
250000	93235.23	4552.07	92517.74	4729.36	161316.84	162211.62	894.78	0

How Brown still has an impact

Mark Atherton

Gordon Brown might not have delivered this year's Budget, but his impact on the nation's wallets still lingers long after his move from Chancellor to Prime Minister.

Most of the changes in personal taxation that come into force in April were announced in his farewell Budget of March 2007. The highlights are a cut in the basic rate of income tax from 22p to 20p, a scrapping of the 10 per cent tax band and a big rise in personal allowances for those aged over 65. The allowance for those aged over 65 will rise by 20 per cent, to £9,030, while for the over 75s it will rise to £9,180.

Other taxpayers fare less well. Their personal allowances will rise by just £210 to £5,435. The new higher rate tax threshold at which the 40 per cent rate applies will rise roughly in line with

inflation to £36,000. Adding this threshold to the personal allowance means that individuals will start paying higher rate tax on incomes above £41,435.

Set against these modest increases in allowances are increases in the national insurance contributions that medium and higher earners will be expected to pay. The upper earnings limit, up to which you pay the standard rate of 11 per cent, is being extended from £670 a week to £770 (£40,040 a year). Above that limit you pay 1 per cent on earnings.

These tables are designed to show whether you will be better or worse off after the Budget. They take into account changes in income tax, national insurance contributions and benefits announced in yesterday's Budget or before.

To find out how well or badly the Chancellor has treated you, first find the scenario that most

Single person, 75 and over



Income excl pensions	Tax/NI 2007-08	Pension 2007-08	Tax/NI 2008-09	Pension 2008-09	Net income 2007-08	Net income 2008-09	Gain 2008-09	Loss 2008-09
5000	186.21	4552.07	109.87	4729.36	9365.86	9619.49	253.63	0
10000	1242.06	4552.07	1109.87	4729.36	13310.01	13619.49	309.48	0
15000	2342.06	4552.07	2109.87	4729.36	17210.01	17619.49	409.48	0
20000	3843.78	4552.07	3402.81	4729.36	20708.29	21326.55	618.26	0
25000	5084.36	4552.07	4858.87	4729.36	24467.71	24870.49	402.78	0
30000	6184.36	4552.07	5858.87	4729.36	28367.71	28870.49	502.78	0
35000	7284.36	4552.07	6858.87	4729.36	32267.71	32870.49	602.78	0
40000	9235.23	4552.07	8517.74	4729.36	35316.84	36211.62	894.78	0
50000	13235.23	4552.07	12517.74	4729.36	41316.84	42211.62	894.78	0
70000	21235.23	4552.07	20517.74	4729.36	53316.84	54211.62	894.78	0
100000	33235.23	4552.07	32517.74	4729.36	71316.84	72211.62	894.78	0
250000	93235.23	4552.07	92517.74	4729.36	161316.84	162211.62	894.78	0

Married couple, 65-74



Income excl pension	Tax/NI 2007-08	Pension 2007-08	Tax/NI 2008-09	Pension 2008-09	Net income 2007-08	Net income 2008-09	Gain 2008-09	Loss 2008-09
5000	200.21	7279.14	139.87	7563.32	12078.93	12423.45	344.52	0
10000	1272.86	7279.14	1139.87	7563.32	16006.28	16423.45	417.17	0
15000	2372.86	7279.14	2139.87	7563.32	19906.28	20423.45	517.17	0
20000	3874.58	7279.14	3432.81	7563.32	23404.56	24130.51	725.95	0
25000	5084.36	7279.14	4858.87	7563.32	27194.78	27704.45	509.67	0
30000	6184.36	7279.14	5858.87	7563.32	31094.78	31704.45	609.67	0
35000	7284.36	7279.14	6858.87	7563.32	34994.78	35704.45	709.67	0
40000	9235.23	7279.14	8517.74	7563.32	38043.91	39045.58	1001.67	0
50000	13235.23	7279.14	12517.74	7563.32	44043.91	45045.58	1001.67	0
70000	21235.23	7279.14	20517.74	7563.32	56043.91	57045.58	1001.67	0
100000	33235.23	7279.14	32517.74	7563.32	74043.91	75045.58	1001.67	0
250000	93235.23	7279.14	92517.74	7563.32	164043.91	165045.58	1001.67	0

Allowances and rates

Income tax allowances

	2007-08	2008-09
Single up to 65	5,225	5,435
65-74	7,550	9,030
75 plus	7,690	9,180
Age-related earnings limit	20,900	21,800

Married allowances

	2007-08	2008-09
restricted to 10% and aged 65 before 05/04/2000		
Married 65-74	6,285	6,535
75 plus	6,365	6,625

Other allowances

Capital gains tax exempt amount	9,200	9,600
Inheritance tax	300,000	312,000

Pension scheme allowances

Annual allowance	225,000	235,000
Lifetime allowance	1,600,000	1,650,000

Taxable income rates

	2007-08	2008-09
0-£2,230	10%	0-£36,000* 20%
£2,231-£34,600	22%	over-£36,000* 40%
over £34,600	40%	

* There will be a new 10% starting rate for savings income only, with a limit of £2,320.

There are no changes to the dividend rates of 10% and 32.5%

National insurance limits

Up to £100/week	0%	Up to £105/week	0%
£101-£670	11%	£106-£770	11%
over £670	1%	Over £770	1%



on the contents of your wallet

closely matches your own situation, such as "Single person, one child" or "Couple, both working, no children".

Then work down the left-hand line labelled gross income to find the figure that most closely matches your own (couples should select their combined income). Next read across that line to find your income tax and NI outgoings set against any benefits or pension due to you, followed by the comparable figures for next year.



Tax tables provided by KPMG LLP (UK). The Budget proposals and other tax changes are summarised on these pages. The proposals may, however, be amended significantly before enactment. The content of this communication is intended to provide a general guide to the subject matter and should not be regarded as a basis for ascertaining liability to tax or determining investment strategy in specific circumstances. Although we endeavour to provide accurate and timely information, there can be no guarantee that such information is accurate as of the date it is received or that it will continue to be accurate in the future. No one should act upon such information without appropriate professional advice after a thorough examination of the particular situation.

Couple, both working, no children



Gross income	Tax/NI 2007-08	Benefit 2007-08	Tax/NI 2008-09	Benefit 2008-09	Net income 2007-0
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