

Corporation tax rates & Pension

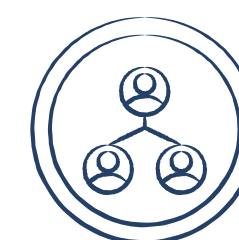
Corporation tax rates have changed from 1st April 2023 onwards (impacting financial yearends from 30/4/23 onwards).



Yearend 31/3/23 and prior will be the last period at the old rates



Remains 19% at under 50k.



Connected companies mean rates halved, EG if 2 companies, 19% at under £25k profit (under common control).



Overlap periods apply. EG year end 30/9/23 is 6 months at old rate and 6 months at new rate.



31/3/24 means full year at new rate 25% tax if profits over 250k.



In between 50k and 250k profits is a gradual increasing % between 19% and 25%

Pension contribution relief could now be up to 58.75% if reducing higher rate dividend tax and the maximum corporation tax band.