

HEADLINES—BUDGET ANNOUNCEMENT 2021

deans
your partner in business



- ◆ No increase in Income Tax, National Insurance or VAT rates
- ◆ Personal allowances and basic rate upper threshold will increase as follows on 6 April 2021:
 - Personal allowance £12,570
 - Basic rate upper threshold £50,270But will then be frozen until 2025/26
- ◆ Inheritance Tax nil rate bands, pensions allowances, ISA allowance and Capital Gains Tax annual exemption to be frozen until 2025/26
- ◆ VAT registration threshold to be frozen until 2023/24
- ◆ As of 1 April 2023, Corporation Tax to increase to 25% for companies with profits over £250,000, tapering up from 19% for companies with profits over £50,000
- ◆ Carry back of business losses of up to £2m for up to three years
- ◆ Limit on R & D tax credit payable to SME's
- ◆ "Super investment allowance" of 130% of spend on plant and machinery
- ◆ Duties frozen on alcohol and fuel

For more information on the extension of help to businesses and communities due to the pandemic and measures to encourage investment and economic growth, please see:

www.gov.uk/government/news/budget-2021-what-you-need-to-know

