

*You can use this Guide to work out your tax bill, if you want to.*

**You do not have to work out your tax bill yourself.** If you do not want to, make sure your completed Tax Return reaches us by 30 September 2007.

If we receive your Return after 30 September 2007 and you have not worked out your tax we will do it for you but we cannot guarantee to let you know what to pay by 31 January 2008.

So, if you do not know what to pay, make an estimate and pay that. If you do not pay enough, you will have to pay interest, as well, and you may have to pay a surcharge.

### ***If you need help***

If you need help with the calculation ask your HM Revenue & Customs office, or the Helpline (call **0845 9000 444**). But we will only be able to do the calculation for you when we have your Return.

**You will not be able to use this Guide** if you want to work out your tax bill **but** have any of the following kinds of income:

- stock dividends or non-qualifying distributions (boxes 10.21 to 10.26 on page 3 of your Return)
- gains on UK life policies, etc. (any entry in Question 12)
- taxable lump sums (box 1.29 on the Employment Pages)
- State Pension Lump Sum (boxes 11.1A and 11.1B)

or you have filled in any of the following supplementary Pages

- Share Schemes
- Lloyd's Underwriters
- Partnership (Full)
- Foreign
- Trusts, etc.
- Capital Gains
- Non-residence, etc.
- Pensions

or you have claimed one of the less common reliefs in Question 15 on page 5 of your Return (boxes 15.9, 15.11 or 15.12).

If any of the above apply, you will need the **Comprehensive** Tax Calculation Guide for the year ended 5 April 2007 instead (available from the Orderline, call **0845 9000 404**).

### ***File online and have the calculations done for you***

Use our Self Assessment Online service to file your Return over the Internet and your tax bill will be automatically calculated for you even if you complete your Tax Return after 30 September 2007. It is secure, accurate and you will get an immediate acknowledgement of receipt. And if we owe you money you will get it back more quickly than if you fill in a paper Return.

To find out more about filing your Return online, go to **www.hmrc.gov.uk** and select 'Self Assessment' under 'do it online'.

The working sheet in this Guide will take you through all the necessary steps to get to your tax bill. Different types of income are charged at different rates of tax.

Type of income	Non-savings income for example, income from employment or self-employment	Savings income includes bank and building society interest and alternative finance receipts but not UK dividends	UK dividends and tax credits
<b>Rate of tax on</b>			
first £2,150 of Taxable Income (see Note 1)	10%	10%	10%
next £31,150 of Taxable Income (see Note 2)	22%	20%	10%
all remaining Taxable Income	40%	40%	32.5%

Note 1: The £2,150 is first set against taxable non-savings income. Only when the taxable non-savings income is less than £2,150 is there a balance that is set against taxable savings income.

If the taxable non-savings **and** savings income (added together) is less than £2,150 the balance can be set against dividends.

Likewise, the next £31,150 is first set against taxable non-savings income and only when there is a balance (because taxable non-savings income is less than £31,150) is that set against taxable savings income.

Note 2: As in life there are exceptions to every rule - sometimes more than £31,150 can be charged at 22%, the 'basic rate', see boxes w14 to w16 on page 4.

The working sheet sets off any tax deductions, allowances and reliefs in the way most beneficial to you, and charges tax at the rates set by law. Here is a summary:

**Step 1** - brings together all the **non-savings** income you have entered on your Return

**Step 2** - totals the deductions and allowances you have claimed on the Return (all UK residents are entitled to the 'personal allowance' of £5,035)

**Step 3** - adds savings and dividend income to get your **total income**, takes away your deductions and allowances to get to your **taxable income**, and then works out the tax due, so far

**Step 4** - takes off further allowances, deductions and tax deducted - then works out your total Income Tax, Class 4 National Insurance contributions (if you are self-employed or in partnership) and any Student Loan repayments - to give you the figure to enter in box 18.3 on page 7 of your Return

**Step 5** - works out what you have to pay for 2006-07 by 31 January 2008, or what we have to pay you

**Step 6** - works out any 2007-08 payments on account you may have to make on 31 January and 31 July 2008

**Pages 13 to 16** may not apply - they contain working sheets for the age-related allowance (**briefly**, if you are over 65), the married couple's allowance and Class 4 National Insurance contributions.

### Boxes on the working sheet:

**w15**

£

Entries in boxes printed in blue are copied directly from your Tax Return

**w11**

£

Entries in boxes printed in grey are part of the calculation process

*copy box w83 to box 18.3 on your Tax Return*

Instructions printed in green ask you to copy a figure to another box in the calculation, or back onto the Return

## Step 1 Add together Non-savings income from your Tax Return

Employment (from Question 1)	total boxes 1.8 to 1.10, 1.12 to 1.23, 1.27 and 1.28 minus total boxes 1.31 to 1.38	£ <input type="text"/>
Ministers of religion (from Question 1M)	box 1M.51 minus 1M.45	£ <input type="text"/>
Self-employment (from Question 3)	from box 3.92	£ <input type="text"/>
Partnership (short) (from Question 4)	from box 4.73	£ <input type="text"/>
UK Land and Property (from Question 5)	from box 5.43	£ <input type="text"/>
UK Pensions etc. (from Question 11)	total boxes 11.1 to 11.7, 11.9 and (11.12 minus 11.13)	£ <input type="text"/>
Other Income (from Question 13)	box 13.3 minus 13.5	£ <input type="text"/>

### CALCULATION HELP

Savings income comes into the calculation on page 4 and Dividend income on page 5.

**Total Non-savings income**

total column aside **w1**  
£   
copy to box w6

## Step 2 Add together Deductions and Allowances

<b>Deductions</b>	Losses	boxes 3.85 + 4.15	£ <input type="text"/>
	Losses	boxes 5.16 + 5.44	£ <input type="text"/>
	Pension payments	boxes 14.2 + 14.3 + 14.4	£ <input type="text"/>

### CALCULATION HELP

Pension payments paid gross come into the calculation here at the deduction stage. Other pension contributions you paid with basic rate tax deducted (box 14.1) come in on page 4.

Other deductions boxes 15.1 + 15A.6 + 15A.7 + 15.8 + 15.10  
£

**Total Deductions**

total column aside **w2**  
£

### CALCULATION HELP

Married couple's allowance is given as a reduction in terms of tax on page 7. It is, however, only available if either **you, or your spouse or civil partner**, were born before 6 April 1935.

<b>Allowances</b>	Personal allowance	£ <b>5035</b>
		from box w114 on page 13 <b>w3</b>
	Age-related personal allowance (if you were born before 6 April 1942 go to page 13 – you may be entitled to a higher age-related personal allowance depending on your income).	£ <input type="text"/>
	Blind person's allowance	£1,660 £ <input type="text"/>
	Blind person's surplus allowance from your spouse	from box 16.16 £ <input type="text"/>

**Total Allowances**

total column aside **w4**  
£

**Total Deductions and Allowances**

boxes w2 + w4 **w5**  
£   
copy to box w7

# Step 3

## Working out the tax due on all your Taxable Income, bringing in non-savings,

### CALCULATION HELP

If any box on this page is a *minus amount*, substitute zero ('0').

### Non-savings income

### Savings income

boxes 4.70 + 10.1 + 10.4 + 10.7 + 10.8 + 10.11 + 10.14

		from box w1 <b>w6</b>		<b>w21</b>
Income	£	<input type="text"/>		£ <input type="text"/>
		from box w5 <b>w7</b>		box w7 minus w6 <b>w22</b>
Deductions and allowances	£	<input type="text"/>		£ <input type="text"/>
		box w6 minus w7 <b>w8</b>		box w21 minus w22 <b>w23</b>
<b>Taxable Income</b>	£	<input type="text"/>		£ <input type="text"/>
		<b>w9</b>		box w9 minus w10 <b>w24</b>
Starting rate band	£	<input type="text" value="2150"/>		£ <input type="text"/>
		lower of boxes w8 and w9 <b>w10</b>		lower of boxes w23 and w24 <b>w25</b>
Income chargeable at starting rate	£	<input type="text"/>		£ <input type="text"/>
		box w10 x 10% <b>w11</b>		box w25 x 10% <b>w26</b>
<b>Tax due</b>	£	<input type="text"/>		£ <input type="text"/>
		box w8 minus w10 <b>w12</b>		box w23 minus w25 <b>w27</b>
Taxable Income over £2,150	£	<input type="text"/>		£ <input type="text"/>
		<b>w13</b>		
Basic rate band	£	<input type="text" value="31150"/>		
		from box 14.1 <b>w14</b>		
Pension payments	£	<input type="text"/>		
		box 15A.5 x 100, divided by 78 <b>w15</b>		
Gift Aid (see page 6)	£	<input type="text"/>		
		total boxes w13 to w15 <b>w16</b>		box w16 minus w17 <b>w28</b>
Extended basic rate band	£	<input type="text"/>		£ <input type="text"/>
		lower of boxes w12 and w16 <b>w17</b>		lower of boxes w27 and w28 <b>w29</b>
Income within basic rate limit	£	<input type="text"/>		£ <input type="text"/>
		box w17 x 22% <b>w18</b>		box w29 x 20% <b>w30</b>
<b>Tax due</b>	£	<input type="text"/>		£ <input type="text"/>
		box w12 minus w17 <b>w19</b>		box w27 minus w29 <b>w31</b>
Income chargeable at higher rate	£	<input type="text"/>		£ <input type="text"/>
		box w19 x 40% <b>w20</b>		box w31 x 40% <b>w32</b>
<b>Tax due</b>	£	<input type="text"/>		£ <input type="text"/>

**Dividend income**

**Tax due**

**CALCULATION HELP**  
 If any box on this page is a *minus amount*, substitute zero ('0').

		boxes 10.17 +10.20	
		<b>w33</b>	
Income	£		
		box w22 <i>minus</i> w21	
		<b>w34</b>	
Deductions and allowances	£		
		box w33 <i>minus</i> w34	
		<b>w35</b>	
<b>Taxable Income</b>	£		
		box w24 <i>minus</i> w25	
		<b>w36</b>	
Starting rate band	£		
		lower of boxes w35 and w36	
		<b>w37</b>	
Income chargeable at starting rate	£		
		box w37 x 10%	boxes w11 + w26 + w38
		<b>w38</b>	<b>w45</b>
<b>Tax due</b>	£		£
		box w35 <i>minus</i> w37	
		<b>w39</b>	
Taxable Income over £2,150	£		

		box w28 <i>minus</i> w29	
		<b>w40</b>	
Extended basic rate band	£		
		lower of boxes w39 and w40	
		<b>w41</b>	
Income within basic rate limit	£		
		box w41 x 10%	boxes w18 + w30 + w42
		<b>w42</b>	<b>w46</b>
<b>Tax due</b>	£		£
		box w39 <i>minus</i> w41	
		<b>w43</b>	
Income chargeable at upper dividend rate	£		
		box w43 x 32.5%	boxes w20 + w32 + w44
		<b>w44</b>	<b>w47</b>
<b>Tax due</b>	£		£
		boxes w45 to w47	
		<b>w48</b>	
<b>Total tax due at this stage</b>	£		£

### box w15

Payments under Gift Aid (including payments under charitable deeds of covenant) are treated as having been made after the deduction of Income Tax at the basic rate (22%). If you are liable to tax at the higher rate you are entitled to further tax relief for any Gift Aid payments. The relief is given by increasing the amount of Basic Rate band by the amount of your Gift Aid payments **plus** the basic rate tax treated as deducted. To arrive at that increased amount you have to 'gross up' your Gift Aid payments (from box 15A.5 on page 6 of your Return) by multiplying box 15A.5 by 100 and dividing by 78. The grossed up figure goes in box w15.

### boxes w63 to w73

Gift Aid payments are treated as having been paid after deduction of Income Tax at the basic rate. If you have made Gift Aid payments you must pay Income Tax, at whatever rate, or Capital Gains Tax **at least equal** to the basic rate Income Tax treated as having been deducted. The charity receiving payments from you can reclaim that Income Tax from us. We must make sure you pay sufficient tax to 'cover' the tax repaid to the charity. If you have not paid enough it may be necessary to restrict your personal allowances so more income is charged to tax or we may ask you to pay more.

Boxes w63 to w65 compare the tax charged on your income with the tax treated as deducted from your Gift Aid payments.

Boxes w66 to w73 work out the amount of 'set-off' available from tax credits on any dividend income you have included on your Tax Return. If your allowances have had to be restricted to make sure there is enough tax charged on your Gift Aid payments, more of your dividend income may be chargeable to tax so more tax credits can be set-off.

## Step 4 Calculate tax due after reliefs, allowances and Gift Aid payments

### CALCULATION HELP

If any box on this page is a *minus amount*, substitute zero ('0').

from box 15.3  
**w50**

Venture Capital Trust relief £

from box 15.4  
**w52**

Enterprise Investment Scheme relief £

from box 15.7  
**w54**

Community Investment Tax relief £

from box 15.2  
**w56**

Maintenance and Alimony £

from boxes w120 or w125  
or w130 or w131  
**w57**

Married couple's allowance £

from box 16.17  
**w58**

Married couple's surplus allowance £

boxes w56 + w57 + w58

**w59**

£

**Income Tax due**

from box w48  
**w49**

£

box w50 x 30%

**w51**

£

box w52 x 20%

**w53**

£

box w54 x 5%

**w55**

£

### CALCULATION HELP

Box w56 Maintenance and Alimony can only be claimed if either you or your former spouse were born before **6 April 1935**.

### CALCULATION HELP

#### Married Couple's Allowance

If you, your spouse, or civil partner were born before **6 April 1935**, go to pages 14 and 15 to work out the figure for box w57.

box w59 x 10%

**w60**

£

boxes w51 + w53 + w55 + w60

**w61**

£

box w49 minus w61

**w62**

£

### Income Tax due after allowances and reliefs

box 15A.5 x 100 divided by 78  
**w63**

Gift Aid etc. payments (see notes) £

box w63 x 22%

**w64**

£

higher of boxes w62 and w64

**w65**

£

### CALCULATION HELP

Do not include pence in boxes w63 and w64. Round down the figure in these boxes to the nearest whole pound.

box w66 x 10%

**w67**

£

from box w33  
**w66**

Dividend income £

lower of w33 or w34

**w68**

£

w64 minus w49

**w69**

£

w69 x 10

**w70**

£

w68 minus w70

**w71**

£

box w71 x 10%

**w72**

£

w67 minus w72

**w73**

£

box w65 minus w73

**w74**

£

### Income Tax due after taking off tax credits

## Step 4 Calculate tax due after reliefs, allowances and Gift Aid payments (continued)

### CALCULATION HELP

If any box on this page is a *minus amount*, substitute zero ('0') unless otherwise stated.

from box w138 or box w143 on page 16

Class 4 National Insurance contributions

£  **w75**

copy box w75 to box 18.2B on your Tax Return

Income Tax and Class 4 National Insurance contributions

boxes w74 + w75  
£  **w76**

### CALCULATION HELP

Box w77. If you pay tax under PAYE, we try to make your tax code match your circumstances so you pay the right amount of tax in the year. But your 2006-07 tax code may have been adjusted to collect tax you owe for earlier years. Look at your 2006-07 PAYE Notice of Coding (form P2). If we have made such an adjustment it will show an amount of 'unpaid tax for earlier years'. Copy that figure into box w77 and box 18.1 on your Tax Return.

Underpaid tax for earlier years included in your 2006-07 tax code

£  **w77**

copy box w77 to box 18.1 on your Tax Return

Student Loan Repayment (If you ticked 'Yes' to Question 17 on page 7 of your Tax Return please refer to *Help Sheet IR235*)

from box 15 of *Help Sheet IR235*

£  **w78**

copy box w78 to box 18.2A on your Tax Return

boxes w76 + w77 + w78

£  **w79**

## Step 4 Calculate tax due after reliefs, allowances and Gift Aid payments (continued)

### CALCULATION HELP

If any box on this page is a **minus amount**, substitute zero ('0') unless otherwise stated.

### Tax deducted

	<b>boxes 1.11 + 1.30</b>	
Employment (from Question 1)	£	<input type="text"/>
	<b>from box 1M.50</b>	
Ministers of Religion (from Question 1M)	£	<input type="text"/>
	<b>boxes 3.97 + 3.98</b>	
Self-employment (from Question 3)	£	<input type="text"/>
	<b>from box 4.77</b>	
Partnership (short) (from Question 4)	£	<input type="text"/>
	<b>from box 5.21</b>	
UK Land and Property (from Question 5)	£	<input type="text"/>
	<b>boxes 10.3 + 10.6 + 10.10 + 10.13</b>	
UK Savings and Investments (from Question 10)	£	<input type="text"/>
	<b>boxes 11.8 + 11.11</b>	
UK Pensions, etc. (from Question 11)	£	<input type="text"/>
	<b>from box 13.2</b>	
Other Income (from Question 13)	£	<input type="text"/>
	<b>total of column above</b>	
		<b>w80</b>
<b>Total tax deducted</b>	£	<input type="text"/>

### CALCULATION HELP

This box can be a **minus amount**.

### CALCULATION HELP

Box w81. If, because of a change in your circumstances, your 2006-07 tax code was reduced during the year to 5 April 2007, you may have paid too little tax for the time before your code was reduced. Look at your latest PAYE Notice of Coding (form P2) for 2006-07 for the figure of unpaid tax.

If you requested this tax to be collected through your tax code for 2007-08, enter the amount in box w81 and box 18.2 on your Return.

	<b>w81</b>	<b>boxes w80 + w81</b>
2006-07 underpaid tax that you requested be included in your 2007-08 tax code	£	<input type="text"/>
	<i>copy box w81 to box 18.2 on your Tax Return</i>	

### CALCULATION HELP

box w83 can be a **minus amount**.

### Total Income Tax, Class 4 National Insurance contributions and Student Loan Repayment due

	<b>w83</b>
£	<input type="text"/>
	<b>box w79 minus w82</b>
	<i>copy box w83 to box 18.3 on your Tax Return, and box w84 on page 11</i>

### **box w86 and box 18.4 on your Tax Return**

There may be an adjustment required to increase your tax for 2006-07 because:

- you are claiming averaging for farmers and creators of literary or artistic work, **or**
- you are claiming to pay tax on your post-cessation receipts by reference to the year your business ceased.

Calculate the difference between the actual liability for the earlier year and the liability that would have arisen for the earlier year if the averaged profit or post-cessation receipts had been included in the return for that year. Enter the amount in box w86 and copy it to box 18.4 on your Tax Return.

The adjustment relates to 2006-07 even though it is calculated by reference to the circumstances of the earlier year. If you need help, ask us or your tax adviser.

### **box w88 and box 18.5 on your Tax Return**

There may be an adjustment required to decrease your tax for 2006-07, calculated by reference to an earlier year, because:

- you are claiming loss relief calculated by reference to your income or capital gains for an earlier year or years, **or**
- you are claiming averaging for farmers and creators of literary or artistic work.

Do not include losses for which you have previously claimed relief.

Calculate the difference between the actual liability for the earlier year and the liability that would have arisen for the earlier year if the loss or averaged profits had been included on your Tax Return for that year.

Enter the amount in box w88 and copy it to box 18.5 on your Tax Return. If you need help, ask us or your tax adviser.

### **box w89 and box 18.8 on your Tax Return**

If you are claiming now to carry back to 2006-07 a 2007-08 trading loss, or certain 2007-08 capital losses (provide details of your claim in the 'Additional information' box, box 23.9 on page 10 of your Return) work out the 2007-08 repayment by reference to the tax rates and your circumstances for 2006-07. Recalculate your 2006-07 liability taking into account the loss. The difference between that figure and box w84 is the amount of your 2007-08 repayment. Enter it in box w89 and copy it to box 18.8 on your Tax Return.

## Step 5 Work out what you have to pay us by 31 January 2008, or what we have to pay you

### CALCULATION HELP

If any box on this page is a **minus amount**, substitute zero ('0') unless otherwise stated.

Total Income Tax, Class 4 National Insurance contributions and Student Loan Repayment for 2006-07

from box w83  
w84  
£

### CALCULATION HELP

box w84 can be a **minus amount**.

Tax refunded in the year

from box 20.1  
w85  
£

Tax due calculated by reference to earlier years (see note aside)

w86  
£

boxes w84 + w85 + w86

w87  
£

Reduction in tax due calculated by reference to earlier years (see note aside)

w88  
£

### CALCULATION HELP

box w87 may be a **minus amount**.

Any 2007-08 repayment you are claiming now (see note aside)

w89  
£

copy box w86 to box 18.4 on your Tax Return

copy box w88 to box 18.5 on your Tax Return

Look at your Self Assessment Statements (if you have never had a Self Assessment Statement, it is unlikely you have paid anything towards your 2006-07 tax bill yet).

Any payments or credits that have been made towards your 2006-07 payments on account

w90  
£

Any other payments or credits, not already included in boxes w88, w89 or w90, that have been made towards your 2006-07 tax bill

w91  
£

If you have a PAYE tax code and your Tax Return was received by 30 September 2007, you may be able to have the tax you owe collected through your PAYE code for 2008-09.

box w87 minus box w90

w92  
£

If box w92 is less than £2,000 and you want this included in your 2008-09 tax code, copy the figure in box w92 to box w93.

But if:

- box w92 is £2,000 or more, or
  - you do not want any underpaid tax collected through your tax code (tick box 23.1 on page 9 of your Tax Return), or
  - you do not have a tax code
- leave box w93 blank.

w93  
£

boxes w88 to w91 + w93

w94  
£

box w87 minus w94

**If box w95 is positive, this is the tax you owe.  
If box w95 is negative, this is the tax we owe you**

w95  
£

**(If you want to claim a repayment of any tax overpaid, after we have settled any other debts you may have with us, fill in Question 19 on your Tax Return.)**

## Step 6 **Finally, consider whether you have to make payments on account for 2007-08 (the first one will be due on 31 January 2008)**

If box w96 is **less than £500**, you do **not** have to make payments on account for 2007-08; do not complete boxes w97 and w98. Enter zero ('0') in box w99 and complete box w100.

box w84 minus (w78 + w93)

**w96**

£

boxes w65 + w75

**w97**

£

If box w96 is £500 or more, carry on.

Boxes w97 and w98 compare the tax you owe with the tax you paid at source (this means tax taken off your income before you receive it). If more than 80% of your tax bill for 2006-07 is met from tax paid at source, you do not need to make payments on account for 2007-08.

box w97 x 20%

**w98**

£

If box w96 is less than box w98, you do not have to make payments on account for 2007-08. Enter zero ('0') in box w99 and copy box w95 to box w100.

### CALCULATION HELP

You may want to reduce your payments on account for 2007-08 (including reducing to nil) if you expect:

- your 2007-08 income to be lower than your income in 2006-07, **or**
- your allowances or reliefs will be higher, **or**
- more of your 2007-08 income will be taxed at source, because
  - it will be taxed under PAYE, **or**
  - it will be covered by subcontractor deductions (on CIS25s), **or**
  - you have more savings income.

If you do want to reduce your payments on account you must make a reasonable estimate of the difference between the Income Tax you expect to pay in 2007-08 and your Income Tax on this Return. You can reduce each of your payments by half this difference.

Enter in box 18.7 the amount of each reduced payment on account (**including the pence**), or nil, if appropriate, and tick box 18.6. Give your reason for reducing your payments in box 23.9 on page 10 of your Return.

If you decide later your reduced payments are still too high write to us, saying why you are claiming to reduce still more.

Make sure the payments you make, by 31 January 2008 and 31 July 2008, add up to your best estimate of your tax bill for 2007-08.

If your two payments on account turn out to be different from your 2007-08 tax bill and if you have paid:

- *more* than you needed to, we will credit you with interest
- *less* than you needed to, we will charge interest **from the date the tax becomes due until it is paid**.

Your two payments on account should be the **smaller** of the actual Income Tax and Class 4 NICs due (*net of tax deducted at source and tax credits on dividends*) for 2006-07 or 2007-08.

**If you have been fraudulent or negligent in claiming to reduce your payments on account, we may charge a penalty.**

If you decide later you have reduced too much, you can revise your claim upwards and/or pay more in line with your revised estimate. But if you do not make a claim, additional amounts paid may be allocated to other outstanding liabilities.

If box w96 is equal to, or more than, box w98, enter in box w99, box w96 x 50%. You must include the pence in box w99 (and when you copy it to box 18.7 on your Tax Return).

box w96 x 50%

**w99**

£

*copy box w99 to box 18.7 on your Tax Return*

boxes w95 + w99

**w100**

£

### **Your total payment due on 31 January 2008**

**If box w100 is positive, this is the tax you owe. If box w100 is negative, this is the tax we owe you**

**Note:** if you make any payment towards your 2006-07 tax bill between now and 31 January 2008, and that payment is not included in boxes w90 or w91, reduce the figure in box w100 by the amount of that payment. **If 2006-07 payments on account are not paid by their due dates (31 January 2007 and 31 July 2007) interest may also be due.**

# If you were born before 6 April 1942 work out the age-related personal allowance

**CALCULATION HELP**  
If any box on this page is a *minus amount*, substitute zero ('0').

Income  from box w1 **w101**

boxes 4.70 + 10.1 + 10.4 + 10.7 + 10.8 + 10.11 + 10.14

**w102**

copy box w102 to box w21 on page 4

boxes 10.17 + 10.20

**w103**

copy box w103 to box w33 on page 5

boxes w101 + w102 + w103

**w104**

Deductions  from box w2 **w105**

Pension payments  from box 14.1 **w106**

box 15A.5 x 100 divided by 78

Gift Aid  **w107**

boxes w105 to w107

**w108**

box w104 minus w108

**w109**

Net income for Age Allowance

Income limit for Age Allowance

**w110** **20,100**

box w109 minus w110

Income exceeding limit

**w111**

**CALCULATION HELP**

Age-related personal allowance depends on **your** date of birth. If you were born after 6 April 1942 but your spouse or civil partner was born before 6 April 1935, you will need the figures from boxes w112 and w113 when you work out married couple's allowance. Box w114 will be zero because you do not qualify for age-related personal allowance.

Your date of birth	Maximum age-related personal allowance
After 5 April 1942	0
Between 6 April 1932 and 5 April 1942	£2,245
Before 6 April 1932	£2,385

From Table 1 select the figure based on your date of birth

**w112**

box w111 x 50%

**w113**

box w112 minus w113

**w114**

copy box w114 to box w3 on page 3

## Work out married couple's allowance if you, your spouse or civil partner were born before 6 April 1935

If you are the husband (and were married before 5 December 2005), or you are the spouse or civil partner with the higher income, use boxes w115 to w120 to work out the married couple's allowance.

If you are the wife (and were married before 5 December 2005), or you are the spouse or civil partner with the lower income, and your spouse or civil partner has transferred married couple's allowance to you, go to box w126.

### CALCULATION HELP

If any box on this page is a **minus amount**, substitute zero ('0').

TABLE 2

Date of birth	Maximum married couple's allowance
Between 6 April 1932 and 5 April 1935	£6,065
Before 6 April 1932	£6,135

From Table 2 select the figure based on your date of birth, or your spouse's or civil partner's date of birth, if earlier

w115

£

### CALCULATION HELP

If you are the husband, or you are the spouse or civil partner with the higher income, and you were born after 6 April 1942 but your spouse or civil partner was born before 6 April 1935, go back to page 13 and complete up to box w113. This will give you the figures to go into boxes w116 and w117.

from box w113

w116

£

from box w112

w117

£

box w116 minus w117

w118

£

box w115 minus w118

w119

£

higher of box w119 and £2,350

w120

£

copy box w120 to box w57 on page 7 unless

- the date of your marriage or civil ceremony is after 5 May 2006 – fill in boxes w121 to w125, or
- your spouse or civil partner is getting half or all of the allowance – fill in boxes w126 to w131.

If your date of marriage or civil ceremony is after 5 May 2006 use boxes w121 to w125 to work out reduced married couple's allowance

from box w120

w121

£

Select month from Table 3

w122

box w121 x w122

w123

£

box w123 divided by 12

w124

£

box w121 minus w124

w125

£

copy box w125 to box w57 on page 7 unless your spouse or civil partner is getting half or all of the minimum allowance. If so, fill in boxes w126 to w131.

TABLE 3

Date of marriage or civil ceremony between	Month
6 May 2006 and 5 June 2006	1
6 June 2006 and 5 July 2006	2
6 July 2006 and 5 August 2006	3
6 August 2006 and 5 September 2006	4
6 September 2006 and 5 October 2006	5
6 October 2006 and 5 November 2006	6
6 November 2006 and 5 December 2006	7
6 December 2006 and 5 January 2007	8
6 January 2007 and 5 February 2007	9
6 February 2007 and 5 March 2007	10
6 March 2007 and 5 April 2007	11

Only half or all of the minimum married couple's allowance of £2,350 can be transferred.

**If you are the wife (and were married before 5 December 2005), or you are the spouse or civil partner with the lower income,** use boxes w126 to w130 to work out the married couple's allowance that can be transferred to you.

**If you are the husband (and were married before 5 December 2005), or you are the spouse or civil partner with the higher income,** use boxes w126 to w131 if you want your spouse or civil partner to receive half or all the minimum allowance.

Enter £2,350 if all the minimum allowance is to be transferred, or  
£1,175 if half the minimum allowance is to be transferred. **w126**

If the date of your marriage or civil ceremony is after  
5 May 2006, select month from Table 3.  
Otherwise ignore boxes w127 and w128, enter zero '0'  
in box w129 and carry on.

**w127**

box w126 x w127

**w128**

box w128 divided by 12

**w129**

box w126 minus w129

**w130**

*If you are the wife, or spouse or civil partner with the lower income, copy box w130 to box w57 on page 7*

(box w120 or box w125) minus w130

**w131**

*If you are the husband, or spouse or civil partner with the higher income, copy box w131 to box w57 on page 7*

**If you have filled in the Self-employment Pages or Partnership Pages of your Tax Return work out Class 4 National Insurance contributions (NICs) due**

**CALCULATION HELP**  
 If any box on this page is a **minus amount**, substitute zero ('0').

If HM Revenue & Customs National Insurance Contributions office has granted you 'exception' for 2006-07, ignore boxes w132 to w143, and enter zero '0' in box w75.

box 3.92 minus box 3.82  
**w132**  
 Self-employment profits £

box 4.22 minus box 4.12A  
**w133**  
 Partnership profits £

**CALCULATION HELP**  
 Box w132 If you have more than one self-employment work out the profit from each source (box 3.92 minus box 3.82), then total the profits and put the result in box w132.

box w132 + w133  
**w134**  
 Total profits for Class 4 NICs £

from box 3.96 or box 4.25  
**w135**  
 Class 4 NICs adjustments £

box w134 minus w135  
**w136**  
 £

box w136 minus £5,035  
**w137**  
 Profits on which Class 4 NICs are due £

**If you have been granted deferment of Class 4 NICs for 2006-07 complete box w138, and ignore boxes w139 to w143.**

box w137 x 1%  
**w138**  
 £

*copy box w138 to box w75 on page 8*

**Otherwise, ignore box w138, and complete boxes w139 to w143.**

lower of box w137 and £28,505  
**w139**  
 £

box w139 x 8% (max £2,280.40)  
**w140**  
 £

box w137 minus w139  
**w141**  
 £

box w141 x 1%  
**w142**  
 £

box w140 + w142  
**w143**  
 £

*copy box w143 to box w75 on page 8*