



Capital Gains tax

Individuals	2010/11	2009/10
Gains before 23 June 2010	18%	18%
Gains on or after 23 June 2010		
To income tax basic rate limit £37,400	18%	
Above income tax basic rate limit £37,400	28%	
Trusts and personal representatives		
Gains before 23 June 2010	18%	18%
Gains on or after 23 June 2010	28%	
Annual Exempt Amounts		
Individuals, personal representatives and trusts for disabled people	£10,100	£10,100
Other trusts	£5,050	£5,050

Entrepreneurs' Relief

It allows individuals in business and some trustees to claim relief on qualifying gains, up to a maximum lifetime limit, made on the disposal of any of the following:

- All or part of a business
- The assets of a business after it has ceased
- Shares in an unquoted company

Depending on the type of disposal, certain qualifying conditions need to be met. If you are considering selling a business asset please contact us to determine whether you may be entitled to Entrepreneurs' Relief. It is calculated by reducing the amount of the qualifying gain by four-ninths (so that the gain is effectively charged to CGT at 10%).

The maximum lifetime limit

On the first £1 million of gains made in 2009/10. Limit increased to £2 million of gains in 2010/11 onwards. From 23 June 2010 increased to £5 million.

For more information, contact Hugh, Ian, Catherine or Michael at Hugh Davies & Co on 01722 336647.