



Hugh Davies & Co.
CHARTERED ACCOUNTANTS

National Insurance Contributions (NIC)

£ per week	2011/12	2010/11
Lower earnings limit, primary Class 1	£102	£97
Earnings threshold	£139	£110
Upper earnings limit, primary Class 1	£817	£844
Upper accruals point	£770	£770
Employees' primary Class 1 rate between primary threshold and upper earnings limit	12%	11%
Employees' primary Class 1 rate above upper earnings limit	2%	1%
Secondary threshold	£136	£110
Employers' secondary Class 1 rate above secondary threshold	13.8%	12.8%
Class 1A rate on employer provided benefits	13.8%	12.8%
Class 2 rate	£2.50	£2.40
Class 2 small earnings exception	£5,315	£5,075
Class 3 rate (voluntary contributions)	£12.60	£12.05
Class 4 lower profits limit	£7,225 per year	£5,715 per year
Class 4 upper profits limit	£42,475 per year	£43,875 per year
Class 4 rate between lower profits limit and upper profits limit	9%	8%
Class 4 rate above upper profits limit	2%	1%

Class 4 is not payable if pensionable age is reached by the beginning of the tax year.

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