



Hugh Davies & Co.  
CHARTERED ACCOUNTANTS

## Corporation tax

Financial year to	31 March 2008	31 March 2007
<b>Taxable profits</b>		
First £300,000	20%	19%
Next £1,200,000	32.5%	32.75%
Over £1,500,000 (Full rate)	30%	30%
<b>Small companies' marginal relief fraction</b>	<b>1/40</b>	<b>11/400</b>

The bands are adjusted for associated companies and for accounting periods of less than 12 months.

### Tax payment dates

For most companies the Corporation Tax liability falls due 9 months and 1 day after the end of the accounting period. i.e. Year ended 31 March 2007 payable 1 January 2008.

### Future changes in rates already announced

The full rate of corporation tax will decrease from 30% to 28% with effect from 1 April 2008.

The small companies' rate of corporation tax will increase from 20% to 21% with effect from 1 April 2008 and to 22% with effect from 1 April 2009.

**For more information, contact Ian Sheekey at Hugh Davies & Co on 01722 336647.**