



Hugh Davies & Co.
CHARTERED ACCOUNTANTS

National Insurance Contributions (NIC)

Class 1 (employed) not contracted out

Weekly earnings	2009/10 Rates	
	Employer	Employee
Up to £110	Nil*	Nil*
£110.01 - £844	12.8%**	11%
Over £844	12.8%**	1%

* Entitlement to contribution-based benefits retained for earnings between £95 and £110 per week.

Class 1A (employers)

12.8% on relevant benefits

Class 2 (self-employed)

Flat rate per week £2.40
(small earnings exemption £5,075
p.a.)

Class 3 (voluntary)

Flat rate per week £12.05

Class 4 (self-employed)

Exemption applies if state retirement age
was reached by 6 April 2009.

8% on profits between £5,715 and
£43,875 plus 1% on profits over
£43,875

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