



Finance Act 2011

2011 CHAPTER 11

PART 1 **U.K.**

CHARGES, RATES, ALLOWANCES ETC

Capital gains tax

8 **Annual exempt amount** **U.K.**

(1) Section 3 of TCGA 1992 (annual exempt amount) is amended as follows.

(2) For subsection (2) substitute—

“(2) The exempt amount for a tax year is £10,600.”

(3) For subsections (3) and (4) substitute—

“(3) If there is a relevant increase in RPI in relation to a tax year—

- (a) the exempt amount is to be increased in accordance with Steps 1 and 2, and
- (b) subsection (2) has effect from then on (for that and subsequent tax years) as if it referred to the increased amount,

unless Parliament otherwise determines.

(3A) There is a relevant increase in RPI in relation to a tax year if the retail prices index for the September before the start of the tax year is higher than it was for the previous September.

(3B) Steps 1 and 2 are—

Step 1 Increase the exempt amount for the previous tax year by the same percentage as the percentage of the relevant increase in RPI.

Step 2 If the result of Step 1 is not a multiple of £100, round it up to the nearest multiple of £100.

Changes to legislation: Finance Act 2011, Cross Heading: Capital gains tax is up to date with all changes known to be in force on or before 05 October 2024. There are changes that may be brought into force at a future date. Changes that have been made appear in the content and are referenced with annotations. (See end of Document for details) View outstanding changes

- (4) If there is a relevant increase in RPI in relation to a tax year, the Treasury must before the start of that tax year make an order showing the amount arrived at as a result of Steps 1 and 2.”
- (4) The amendment made by subsection (2) has effect for the tax year 2011-12 and subsequent tax years.
- (5) For the tax year 2011-12, section 3(3) of TCGA 1992 (indexation) does not apply.
- (6) The amendment made by subsection (3) has effect for the tax year 2012-13 and subsequent tax years.
- 9** **Entrepreneurs' relief** **U.K.**
- (1) In section 169N of TCGA 1992 (amount of relief: general)—
- (a) in subsection (4) for “£5 million” substitute “ £10 million ”, and
 - (b) in subsection (4A) for “£5 million” substitute “ £10 million ”.
- (2) The amendments made by this section have effect in relation to qualifying business disposals occurring on or after 6 April 2011.

Changes to legislation:

Finance Act 2011, Cross Heading: Capital gains tax is up to date with all changes known to be in force on or before 05 October 2024. There are changes that may be brought into force at a future date. Changes that have been made appear in the content and are referenced with annotations.

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Changes and effects yet to be applied to the whole Act associated Parts and Chapters:

Whole provisions yet to be inserted into this Act (including any effects on those provisions):

- Sch. 23 para. 45(1)(ia) inserted by [2017 c. 10 Sch. 11 para. 6\(3\)](#)
- Sch. 23 para. 2(1A) inserted by [S.I. 2019/397 reg. 2\(2\)](#) (This amendment not applied to legislation.gvo.uk. Amending Regulations revoked on IP completion day by S.I. 2020/1544, regs. 1, 8; S.I. 2020/1641, reg. 2, Sch.)
- Sch. 23 para. 15A inserted by [S.I. 2019/397 reg. 2\(3\)](#) (This amendment not applied to legislation.gvo.uk. Amending Regulations revoked on IP completion day by S.I. 2020/1544, regs. 1, 8; S.I. 2020/1641, reg. 2, Sch.)