



# Finance Act 2003

## 2003 CHAPTER 14

### PART 6

#### INCOME TAX AND CORPORATION TAX: CHARGE AND RATE BANDS

##### *Income tax*

#### **131 Charge and rates for 2003-04**

Income tax shall be charged for the year 2003-04, and for that year—

- (a) the starting rate shall be 10%;
- (b) the basic rate shall be 22%;
- (c) the higher rate shall be 40%.

#### **132 Indexed rate bands for 2003-04: PAYE deductions etc**

For the year 2003-04, section 1(5A) of the Taxes Act 1988 (which provides that statutory inflation-linked changes to income tax rate bands for a year of assessment do not require changes to be made to PAYE deductions or repayments until 18th May in that year) shall have effect as if “14th June” were substituted for “17th May”.

##### *Corporation tax*

#### **133 Charge and main rate for financial year 2004**

Corporation tax shall be charged for the financial year 2004 at the rate of 30%.

#### **134 Small companies' rate and fraction for financial year 2003**

For the financial year 2003—

- (a) the small companies' rate shall be 19%, and

*Status: Point in time view as at 18/04/2005.*

*Changes to legislation: Finance Act 2003, Part 6 is up to date with all changes known to be in force on or before 30 July 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)*

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- (b) the fraction mentioned in section 13(2) of the Taxes Act 1988 (marginal relief for small companies) shall be 11/400ths.

### **135 Corporation tax starting rate and fraction for financial year 2003**

For the financial year 2003—

- (a) the corporation tax starting rate shall be 0%, and
- (b) the fraction mentioned in section 13AA of the Taxes Act 1988 (marginal relief for small companies) shall be 19/400ths.

**Status:**

Point in time view as at 18/04/2005.

**Changes to legislation:**

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