



# Finance Act 2018

## 2018 CHAPTER 3

### PART 1

#### DIRECT TAXES

##### *Income tax: rates and allowances*

#### **4 Default and savings rates of income tax for tax year 2018-19**

- (1) For the tax year 2018-19 the default rates of income tax are as follows—
  - (a) the default basic rate is 20%;
  - (b) the default higher rate is 40%;
  - (c) the default additional rate is 45%.
- (2) For the tax year 2018-19 the savings rates of income tax are as follows—
  - (a) the savings basic rate is 20%;
  - (b) the savings higher rate is 40%;
  - (c) the savings additional rate is 45%.