



Finance Act 2022

2022 CHAPTER 3

PART 1

INCOME TAX, CORPORATION TAX AND CAPITAL GAINS TAX

Income tax charge, rates etc

4 Increase in rates of tax on dividend income

- (1) In section 8 of ITA 2007 (which provides, among other things, for the dividend ordinary rate, dividend upper rate and dividend additional rate)—
 - (a) in subsection (1) (the dividend ordinary rate), for “7.5%” substitute “8.75%”,
 - (b) in subsection (2) (the dividend upper rate), for “32.5%” substitute “33.75%”, and
 - (c) in subsection (3) (the dividend additional rate), for “38.1%” substitute “39.35%”.
- (2) In section 9(2) of ITA 2007 (the dividend trust rate), for “38.1%” substitute “39.35%”.
- (3) The amendments made by this section have effect for the tax year 2022-23 and subsequent tax years.