

Income Tax

The information opposite can be used when needed in this worksheet.

Allowances	
Personal allowance	£3500
Married allowance	£1500
<i>any other allowances will be given within the question</i>	

	Tax Rate	Taxable Income
Lower rate	20%	the first £3000
Basic rate	25%	£3001 - £24000
Higher rate	40%	over £24000

1. Copy and complete the table below :

Q.	Income	Allowances	Taxable Income
(a)	£18000	£3500	
(b)	£26000	£5500	
(c)	£21500	£5000	

2. Copy and complete each of the following :

(a)

Taxable Income	£16000
Tax ⇒ £3000 at 20% =	
£13000 at 25% =	
Total Tax =	

(b)

Taxable Income	£8000
Tax ⇒ £3000 at 20% =	
£5000 at 25% =	
Total Tax =	

(c)

Taxable Income	£23000
Tax ⇒ £3000 at 20% =	
£20000 at 25% =	
Total Tax =	

(d)

Taxable Income	£32000
Tax ⇒ £3000 at 20% =	
£21000 at 25% =	
£8000 at 40% =	
Total Tax =	

3. John Henderson is a married man with a gross income of £25600 p.a. . He claims the personal and married allowances and has a further £800 in mortgage allowance. Calculate :

(a) his total allowances. (b) his taxable income. (c) the income tax he pays.

4. Ian McStay is a farmer with an income of £26000. He is married and claims the married allowance + additional allowances totalling £4500. Calculate :



(a) his total allowances. (b) his taxable income. (c) the income tax he has to pay.

5. Susan Moffat is a computer analyst with an income of £43000. She is single and claims allowances of £3000 over and above her personal allowance. Calculate :

(a) her total allowances. (b) her taxable income. (c) the income tax she pays.



Income Tax (answers)

1.

Q.	Income	Allowances	Taxable Income
(a)	£18000	£3500	£14500
(b)	£26000	£5500	£20500
(c)	£21500	£5000	£16500

2.

$$\begin{array}{r}
 = 600.00 \\
 = 3250.00 \\
 \hline
 \text{Total} = \underline{\underline{£3850.00}}
 \end{array}$$

(a)

$$\begin{array}{r}
 = 600.00 \\
 = 1250.00 \\
 \hline
 \text{Total} = \underline{\underline{£1850.00}}
 \end{array}$$

(b)

$$\begin{array}{r}
 = 600.00 \\
 = 5000.00 \\
 \hline
 \text{Total} = \underline{\underline{£5600.00}}
 \end{array}$$

(c)

$$\begin{array}{r}
 = 600.00 \\
 = 5250.00 \\
 = 3200.00 \\
 \hline
 \text{Total} = \underline{\underline{£9050.00}}
 \end{array}$$

(d)

3. a) £5800 b) £19800 c) £4800
4. a) £9500 b) £16500 c) £3975
5. a) £6500 b) £36500 c) £10850