



How to calculate the trust's or estate's tax

Use this guide to work out the trust's or estate's tax and to check any calculation we send to you.

If you ask us to calculate the trust's or estate's tax, the completed paper Trust and Estate Tax Return must reach us by 31 October 2019.

If you complete a paper Trust and Estate Tax Return you must make sure that this reaches us by 31 October 2019. If your paper Trust and Estate Tax Return reaches us after this date, we'll charge you an automatic penalty of £100.

If we receive the paper Trust and Estate Tax Return after 31 October 2019 and you have not worked out the tax, we'll do it for you but we cannot guarantee to tell you what to pay by 31 January 2020.

So if you do not know what tax to pay, make an estimate and pay that by 31 January 2020. Remember, if you do not pay enough, you'll have to pay interest and possibly a late payment penalty.

You can file online even if we've sent you a paper Trust and Estate Tax Return. If you file online, you have until 31 January 2020 to file your tax return. You can use our Self Assessment Online service to file the tax return over the internet using third party commercial software. If you file online, your calculations are done for you and you'll receive an instant on-screen acknowledgement that we've received your tax return. Go to www.gov.uk/how-to-send-self-assessment-online for information about filing online.

If we receive your online tax return after 31 January 2020 then you'll be charged an automatic penalty of £100.

Whichever method you use to file your Trust and Estate Tax Return, by 31 January 2020 you must:

- pay the balance of any tax the trust or estate owes for 2018 to 2019
- pay the first payment on account for the 2019 to 2020 tax year, if appropriate

You must pay what you owe by this date to avoid interest and possibly a late payment penalty.

If you need help, then please ask us.

Layout of the calculation

Here is a summary of the stages you'll see in the working sheet:

- Stage 1** is for all the income and deductions that you've included in your Trust and Estate Tax Return and sorts them into categories which will be taxed later on. All trustees and personal representatives should complete stage 1.
- Stage 2** is for personal representatives only.
- Stage 3** is for trustees who are taxable at the trust rate or the dividend trust rate. Certain types of income and deemed income are chargeable at the trust rate or the dividend trust rate whether or not the trustees are normally taxable at the basic or dividend ordinary rate. These types of income include accrued income charges, income from deeply discounted securities, gilt strips, offshore income gains, income from companies purchasing their own shares and gains on life insurance policies, life annuities and capital redemption policies. If, apart from these types of income, you're taxable at the basic or dividend ordinary rate only, you should complete stage 5. If you're the trustee of an unauthorised unit trust, which is generally taxable at the basic rate only, you should complete stage 4. These stages will charge the income listed above at the correct rates. Stage 3 is to be completed by the trustees who are chargeable at the trust rate or dividend trust rate, on any income other than that listed above.
- Stage 4** is for trustees of an unauthorised unit trust.
- Stage 5** is for other trustees not taxable at the trust rate or the dividend trust rate.
- Stage 6** brings in all the tax you've already deducted from income (so you'll need the Trust and Estate Tax Return and any supplementary pages again) and works out any non-payable tax credits.
- Stage 7** makes adjustments to the tax calculated in earlier sections and adds in Capital Gains Tax. The final box of stage 7, box T7.43 gives the figure for box 17.1 in the Trust and Estate Tax Return.
- Stage 8** works out what you have to pay us by 31 January 2020, or what we have to pay you, and checks if you'll have to make 2019 to 2020 payments on account.
- Stage 9** is for trustees who make discretionary payments to beneficiaries.

Stage 1 All trustees and personal representatives should complete this stage, filling in the boxes with information from the Trust and Estate Tax Return and the supplementary pages

Total income

	Non-savings and savings income	Dividend, securities and redeemable shares income	Gains on life policies (with tax treated as paid)
Trades, professions, or vocations	(total all instances boxes 1.92) + 1L.91 T1.1 £		
Partnership	total all instances box 2.22 T1.2 £		
UK property	(total all instances boxes 3.15(2)) + 3.42 T1.3 £		
Foreign income	total boxes 4.1 + 4.2C + 4.4 + 4.4B + 4.5 T1.4 £	from box 4.2 T1.5 £	from box 4.6 T1.6 £
Other income	total boxes 9.1 + 9.4 + 9.5 + 9.6 + 9.9 + 9.19 + 9.24 T1.7 £	total boxes 9.10 + 9.11 + 9.12 + 9.13 + 9.26 T1.8 £	from box 9.16 T1.9 £
	total boxes 9.14 + (if a gain) box 9.23 T1.10 £		
Total income	Total of column above T1.11 £	Total of column above T1.12 £	Total of column above T1.13 £
Total deductions			
Interest on loans etc	from boxes 10.1A + 10.4A T1.14 £		
Losses	total boxes 1.85 + 1L.85 + 2.15 + 2.24 + 3.43 + 4.30A + 4.37A + 9.21 + (9.23 if a loss) T1.15 £		
Taxable income			
Total deductions	T1.14 + T1.15 T1.16 £	T1.16 minus T1.11 T1.18 £	T1.18 minus T1.12 T1.20 £
Taxable income	T1.11 minus T1.16 T1.17 £	T1.12 minus T1.18 T1.19 £	T1.13 minus T1.20 T1.21 £

Copy to T2.2
Copy to T3.2
Copy to T6.2
to calculate the tax credits on dividends

Copy to T2.3
Copy to T6.10
to calculate the notional tax credits on deemed income

Personal representatives should now go to stage 2.

Trustees who are taxable at the trust rate or the dividend trust rate should now go to stage 3.

Trustees of Unauthorised Unit Trusts should now go to stage 4.

Other trustees, not taxable at the trust rate or the dividend trust rate, should now go to stage 5.

Stage 2 This section should only be completed by personal representatives

If any box on this page is negative, substitute zero ('0')

Calculate taxable income

	Non-savings and savings	Dividends and company own shares	Life policy gains (with tax paid)
	from T1.17	from T1.19	from T1.21
	T2.1	T2.2	T2.3
Taxable income	£ <input type="text"/>	£ <input type="text"/>	£ <input type="text"/>

Calculate Income Tax due

		T2.2 x 7.5%
		T2.4
	Income taxable at 7.5%	£ <input type="text"/>
		T2.1 + T2.3
		T2.5
Income taxable at 20%	£ <input type="text"/>	£ <input type="text"/>
		T2.5 x 20%
		T2.6
		T2.4 + T2.6
		T2.7
Income Tax due	£ <input type="text"/>	

Copy to T7.1

If you're the personal representative of a deceased Lloyd's underwriter, please complete boxes T2.8 to T2.15 to calculate tax credits on Lloyd's income.

Calculate tax credits on UK dividends received through Lloyd's

	from 1L.14	lower of T2.1 and T2.8
	T2.8	T2.9
Total dividends and distributions plus tax credit	£ <input type="text"/>	£ <input type="text"/>

Copy to T6.4

Calculate tax credits on foreign dividends received through Lloyd's

	box 1L.25	T2.1 minus T2.9
	T2.10	T2.11
Dividends from overseas sources that qualify for UK tax credit	£ <input type="text"/>	£ <input type="text"/>
		lower of T2.10 and T2.11
		T2.12
		£ <input type="text"/>

Calculate notional tax on dividends received through Lloyd's

	from 1L.17	T2.11 minus T2.12
	T2.13	T2.14
Total stock dividends and distributions plus notional Income Tax	£ <input type="text"/>	£ <input type="text"/>
		lower of T2.13 and T2.14
		T2.15
		£ <input type="text"/>

Copy to T6.7

Now go to stage 6 – ignore stages 3 to 5

Stage 3 This section should be completed by trustees who are taxable at the trust rate or the dividend trust rate

If any box on this page is negative, substitute zero ('0')

	Non-savings and savings	Dividends and company own shares
Taxable income	$T1.17 + T1.21$ T3.1 £	from T1.19 T3.2 £
Income to beneficiary (non-disc) + Income for specific purposes charged at 10% basic rate	boxes 13.11 + 13.17 T3.3 £	boxes 13.7 + 13.13 T3.4 £
Items chargeable at trust rate	T3.1 minus T3.3 T3.5 £	T3.2 minus T3.4 T3.6 £

Calculation of Trust Management Expenses (TMEs)

If you're claiming TMEs complete boxes T3.7 to T3.19, otherwise enter zero in boxes T3.18 and T3.19 and continue from box T3.20.

Total Trust Management Expenses	from box 13.19 T3.7 £	
Income not liable to UK Income Tax	from box 13.21 T3.8 £	
Total income		$T3.8 + T1.11 + T1.12 + T1.13$ T3.9 £
Expenses applicable to income not liable to UK Income Tax (non-resident trusts only)		$T3.7 \times T3.8 / T3.9$ T3.10 £
Expenses applicable to income not liable at the trust rate		from box 13.20 T3.11 £
Trust Management Expenses allowable		$T3.7 \text{ minus } (T3.10 + T3.11)$ T3.12 £

	Dividends etc	Non-savings etc
Notional maximum amount of net Trust Management Expenses which could be allowed against income	$T3.6 \times 92.5 / 100$ T3.13 £	$T3.5 \times 80 / 100$ T3.14 £
	lower of T3.12 and T3.13 T3.15 £	T3.12 minus T3.15 T3.16 £
Grossed up Trust Management Expenses	$T3.15 \times 100 / 92.5$ T3.18 £	lower of T3.14 and T3.16 T3.17 £
		$T3.17 \times 100 / 80$ T3.19 £

Determine taxable income chargeable at trust rates

If any box on this page is negative, substitute zero ('0')

	Non-savings etc	Dividends etc
	T3.5 minus T3.19	T3.6 minus T3.18
Items chargeable at trust rate	<div style="border: 1px solid black; padding: 2px; display: inline-block;"> £ T3.20 </div>	<div style="border: 1px solid black; padding: 2px; display: inline-block;"> £ T3.21 </div>
	from box 9A.1	T3.22 minus T3.20
Standard rate band	<div style="border: 1px solid black; padding: 2px; display: inline-block;"> £ T3.22 </div>	<div style="border: 1px solid black; padding: 2px; display: inline-block;"> £ T3.23 </div>
	T3.20 minus T3.22	T3.21 minus T3.23
Taxable income chargeable at trust rates	<div style="border: 1px solid black; padding: 2px; display: inline-block;"> £ T3.24 </div>	<div style="border: 1px solid black; padding: 2px; display: inline-block;"> £ T3.25 </div>
	T3.1 minus T3.24	T3.2 minus T3.25
Taxable income not chargeable at trust rates	<div style="border: 1px solid black; padding: 2px; display: inline-block;"> £ T3.26 </div>	<div style="border: 1px solid black; padding: 2px; display: inline-block;"> £ T3.27 </div>
		T3.24 x 45%
	Income taxable at 45%	<div style="border: 1px solid black; padding: 2px; display: inline-block;"> £ T3.28 </div>
		T3.25 x 38.1%
	Income taxable at 38.1%	<div style="border: 1px solid black; padding: 2px; display: inline-block;"> £ T3.29 </div>
		T3.26 x 20%
	Income taxable at 20%	<div style="border: 1px solid black; padding: 2px; display: inline-block;"> £ T3.30 </div>
		T3.27 x 7.5%
	Income taxable at 7.5%	<div style="border: 1px solid black; padding: 2px; display: inline-block;"> £ T3.31 </div>
		T3.28 + T3.29 + T3.30 + T3.31
	Income Tax due	<div style="border: 1px solid black; padding: 2px; display: inline-block;"> £ T3.32 </div>

Copy to T7.1

Now go to stage 6 – ignore stages 4 and 5

Stage 4 This section should be completed by trustees of unauthorised unit trusts

If any box on this page is negative, substitute zero ('0')

	T1.17 + T1.21		T4.1 x 20%
Taxable non-savings and savings income	T4.1 £ <input style="width: 100%;" type="text"/>		T4.2 £ <input style="width: 100%;" type="text"/>
Dividend type income	boxes 4.2 + 9.10 + 9.11 + 9.12 + 9.13 + 9.26 T4.3 £ <input style="width: 100%;" type="text"/>		
Taxable dividend type income	from T1.18 T4.4 £ <input style="width: 100%;" type="text"/>		
Standard rate band	T4.3 minus T4.4 T4.5 £ <input style="width: 100%;" type="text"/>		
	from box 9A.1 T4.6 £ <input style="width: 100%;" type="text"/>		
	lower of T4.5 and T4.6 T4.7 £ <input style="width: 100%;" type="text"/>		
	from box 9.26 T4.8 £ <input style="width: 100%;" type="text"/>		
	lower of T4.7 and T4.8 T4.9 £ <input style="width: 100%;" type="text"/>		T4.9 x 7.5% T4.10 £ <input style="width: 100%;" type="text"/>
	T4.5 minus T4.9 T4.11 £ <input style="width: 100%;" type="text"/>		T4.11 x 20% T4.12 £ <input style="width: 100%;" type="text"/>
			T4.2 + T4.10 + T4.12 T4.13 £ <input style="width: 100%;" type="text"/>
			Copy to T7.1

Now go to stage 6 - ignore stage 5

Stage 5 This section should be completed by trustees who are not taxable at the trust rate or the dividend trust rate

If any box on this page is negative, substitute zero ('0')

	T1.17 + T1.21		T5.1	
Taxable non-savings and savings income	£			
lower of box 3.22 and box 3.42			T5.2	
£				
boxes 4.5 + 4.6 + 9.16 + 9.24 + T1.10			T5.3	
£				
T5.2 + T5.3			T5.4	
£				
				lower of T5.1 and T5.4
				T5.5
				T5.1 minus T5.5
Income taxable at 20%	£		T5.6	T5.6 x 20%
				T5.7
				T5.9 x 20%
from box 9A.1			T5.8	T5.10
Standard rate band	£			T5.11 x 45%
				T5.12
				from T1.19
				T5.13
Taxable dividend type income	£			lower of T5.13 and T5.14
				T5.15
from box 9.26			T5.14	T5.13 minus T5.15
£				T5.16
				T5.16 x 7.5%
				T5.17
				T5.8 minus T5.9
			T5.18	lower of T5.14 and T5.18
£				T5.19
				T5.19 x 7.5%
Income in standard rate band	£			T5.20
				T5.15 minus T5.19
			T5.21	T5.21 x 38.1%
				T5.22
				T5.7 + T5.10 + T5.12 + T5.17 + T5.20 + T5.22
				T5.23
				Income Tax due
	£			

Copy to T7.1

Now go to stage 6

Stage 6 Calculate tax paid and tax credits

If any box on this page is negative, substitute zero ('0')

All trustees and personal representatives complete this section.

Calculate non-payable tax credits

Tax credits on UK dividends			
	from box 9.26 + 9.10 + 9.11 + 9.13		
Dividends	T6.1 £ <input type="text"/>		
	from box T1.19	lower of T6.1 and T6.2	
Taxable dividend income	T6.2 £ <input type="text"/>	T6.3 £ <input type="text"/>	
		from T2.9	T6.3 + T6.4
		T6.4 £ <input type="text"/>	T6.5 £ <input type="text"/>
			T6.6 £ <input type="text"/>
			If box 6.2 = N T6.6 = 0 (zero) else T6.6 = T6.5 x 7.5%
			Copy to T7.16
Notional tax on dividends			
		from T2.15	T6.7 x 7.5%
		T6.7 £ <input type="text"/>	T6.8 £ <input type="text"/>
Notional tax on life gains			
	boxes 4.6 + 9.16		
Gains on life insurance policies etc	T6.9 £ <input type="text"/>		
	from T1.21	lower of T6.9 and T6.10	T6.11 x 20%
Taxable gains income	T6.10 £ <input type="text"/>	T6.11 £ <input type="text"/>	T6.12 £ <input type="text"/>
			Copy T6.8 + T6.12 to T7.10

Add together tax paid

Self Employment
from question 1

boxes 1.97 + 1.98

T6.13

£

Lloyds
from question 1L

boxes 1L.8 + 1L.53

T6.14

£

Income from property
from question 3

from box 3.21

T6.15

£

Foreign
from question 4

boxes 4.1A + 4.2A + 4.2B + 4.3 + 4.10A

T6.16

£

Savings interest
from question 9

boxes 9.3 + 9.8 + 9.18

T6.17

£

Total tax paid

T6.13 + T6.14 + T6.15 + T6.16 + T6.17

T6.18

£

Copy to T7.26

Stage 7 Work out Income Tax and Capital Gains Tax due for 2018 to 2019

All trustees and personal representatives complete this section.

If any box on this page is negative, substitute zero ('0') unless otherwise stated

from T2.7 or T3.32 or T4.13 or T5.23

		T7.1
Income Tax due		£ <input style="width: 100%;" type="text"/>
Calculate relief for finance costs		
	from 3.46 + 3.47	
Finance costs	T7.2	
	£ <input style="width: 100%;" type="text"/>	
	from 3.42	lower of T7.2 and T7.3
Adjusted profit	T7.3	T7.4
	£ <input style="width: 100%;" type="text"/>	£ <input style="width: 100%;" type="text"/>
	from 4.4A + 4.4B	
Finance costs	T7.5	
	£ <input style="width: 100%;" type="text"/>	
	from 4.4	lower of T7.5 and T7.6
Adjusted profit	T7.6	T7.7
	£ <input style="width: 100%;" type="text"/>	£ <input style="width: 100%;" type="text"/>
		T7.4 + T7.7
Relievable amount		T7.8
		£ <input style="width: 100%;" type="text"/>
		T7.8 x BR rate 20%
Relief for finance costs		T7.9
		£ <input style="width: 100%;" type="text"/>
		T6.8 + T6.12
Notional tax		T7.10
		£ <input style="width: 100%;" type="text"/>
		from box 4.9
Foreign Tax Credit Relief		T7.11
		£ <input style="width: 100%;" type="text"/>
		T7.9 + T7.10 + T7.11
		T7.12
		£ <input style="width: 100%;" type="text"/>
		T7.1 minus T7.12
		T7.13
		£ <input style="width: 100%;" type="text"/>
		10.3A + 10.6A + 11.2
Patent Royalties, recoverable tax on charges and annual payments made out of capital	T7.14	T7.15
	£ <input style="width: 100%;" type="text"/>	£ <input style="width: 100%;" type="text"/>
		from T6.6
Dividends from UK companies		T7.16
		£ <input style="width: 100%;" type="text"/>
		T7.15 minus T7.16
		T7.17
		£ <input style="width: 100%;" type="text"/>
		from 17.10
Pension payment charges	T7.18	T7.19
	£ <input style="width: 100%;" type="text"/>	£ <input style="width: 100%;" type="text"/>
		from box 10.1B
Vulnerable beneficiary relief	T7.20	T7.21
	£ <input style="width: 100%;" type="text"/>	£ <input style="width: 100%;" type="text"/>
		from T9.29
Tax pool adjustment	T7.22	T7.23
	£ <input style="width: 100%;" type="text"/>	£ <input style="width: 100%;" type="text"/>
		from box 10.1C
Employee Benefit Relief	T7.24	T7.25
	£ <input style="width: 100%;" type="text"/>	£ <input style="width: 100%;" type="text"/>
		from T6.18
Tax paid		T7.26
		£ <input style="width: 100%;" type="text"/>
		T7.25 minus T7.26
		T7.27
Income Tax due		£ <input style="width: 100%;" type="text"/>

This box can be negative

This box can be negative

If any box on this page is negative, substitute zero ('0') unless otherwise stated

Capital Gains Tax

Chargeable gains

	from box 5.8	T7.28	T7.28 x 28%	T7.29
Residential property	£	<input type="text"/>	£	<input type="text"/>
		if box 5.36 is greater than 0 (zero) T7.30 = from 5.36 else T7.30 = 0 (zero)	T7.30 x 28%	T7.31
Non-resident Capital Gains	£	<input type="text"/>	£	<input type="text"/>
Other property, assets and gains		from box 5.16	T7.32 x 20%	T7.33
other gains	£	<input type="text"/>	£	<input type="text"/>
gains that qualify for ER	£	from box 5.17	T7.34 x 10%	T7.35
			T7.29 + T7.31 + T7.33 + T7.35	T7.36
Total Taxable Gains			£	<input type="text"/>
Foreign Tax Credit Relief for foreign tax paid and Special Withholding Tax deducted on chargeable gains reported on the 'Trust and Estate Capital Gains' pages		from box 4.10		
	£	<input type="text"/>		
Vulnerable beneficiary election – amount of relief claimed	£	from box 5.6		
		<input type="text"/>		
Vulnerable beneficiary election – amount of relief claimed	£	from box 5.14		
		<input type="text"/>		
Non-resident Capital Gains Tax already charged	£	from box 5.36		
		<input type="text"/>	T7.37 + T7.38 + T7.39 + T7.40	T7.41
			£	<input type="text"/>
			T7.36 minus T7.41	T7.42
Total Capital Gains Tax due			£	<input type="text"/>
			T7.27 + T7.42	T7.43
Income Tax and Capital Gains Tax due for 2018 to 2019			£	<input type="text"/>

Copy this figure to box 17.1 in the Trust and Estate Tax Return

This box can be negative

Stage 8 All trustees and personal representatives complete this section

Box T8.2 Enter in box T8.2 the amount of any repayment of 2018 to 2019 tax in box 21.6 in the Trust and Estate Tax Return. Do not include any repayments from trading losses carried back to an earlier year.

Box T8.3 An adjustment may be required to increase the tax for 2018 to 2019 because you claim:

- farmers' averaging
- averaging of literary or artistic income
- to pay tax on post-cessation receipts by reference to the year the business ceased

Calculate the difference between the actual liability for the earlier year, and the liability that would have arisen for the earlier year if the averaged profit or post-cessation receipt had been included in the Trust and Estate Tax Return for that year. Work out the increase in tax by reference to the tax rate and circumstances for the earlier year. Include any entry in box 1L.79 of the 'Trust and Estate Lloyd's Underwriters' pages. Enter the amount in box T8.3. Copy this figure to box 17.2 in the Trust and Estate Tax Return.

The adjustment relates to 2018 to 2019, even though it's calculated by reference to the circumstances of the earlier year. If you need help, ask us or your tax adviser.

Box T8.5 An adjustment may be required to decrease the tax for 2018 to 2019, calculated by reference to an earlier year, because you're claiming:

- loss relief calculated by reference to your income of an earlier year or years
- farmers' averaging

Do not include losses for which you have previously claimed relief. Calculate the difference between the actual liability for the earlier year, and the liability that would have arisen for the earlier year if the loss or averaged profits had been included in the Trust and Estate Tax Return for that year. Work out the decrease in tax by reference to the tax rate and circumstances for the earlier year. Enter it in box T8.5. Copy this figure to box 17.4 and tick box 17.3 in the Trust and Estate Tax Return.

The adjustment relates to 2018 to 2019 even though it's calculated by reference to the circumstances of the earlier year. If you need help, ask us or your tax adviser.

Stage 8 Working out payments due by 31 January 2020

If any box on this page is negative, substitute zero ('0') unless otherwise stated

Income Tax and Capital Gains Tax due for 2018 to 2019

from T7.43
T8.1
£

This box can be negative

2018 to 2019 tax already refunded

from box 21.6
T8.2
£

Any adjustment increasing the tax due, calculated by reference to earlier years (see Notes and on the Trust and Estate Tax Return)

Copy this figure to box 17.2 in the Trust and Estate Tax Return

from box 17.2
T8.3
£

T8.1 + T8.2 + T8.3

T8.4
£

This box can be negative

Any adjustment reducing the tax due, calculated by reference to earlier years (see Notes and on the Trust and Estate Tax Return)

Tick box 17.3 and copy this figure to box 17.4 in the Trust and Estate Tax Return

from box 17.4
T8.5
£

Any 2019 to 2020 repayment (see Notes)

from box 17.9
T8.6
£

Payments already made (from your Statements of Account)

T8.7
£

T8.5 + T8.6 + T8.7

T8.8
£

Tax payable for 2018 to 2019

If box T8.9 is positive, this is the tax you owe

If box T8.9 is negative, this is the tax we owe you

T8.4 minus T8.8

T8.9
£

This box can be negative

Calculation of payment on account for 2019 to 2020

Income Tax bill for 2018 to 2019

from T7.27
T8.10
£

If box T8.10 is less than £1,000, you don't need to make payments on account. Tick box 17.6 in the Trust and Estate Tax Return. Otherwise, leave box 17.6 blank and continue.

Tax deducted at source, notional tax, tax credits, etc

T7.10 + T7.24 + T7.26
T8.11
£

T8.10 + T8.11
T8.12
£

T8.12 x 20%
T8.13
£

If box T8.10 is less than T8.13, you don't need to make payments on account. Tick box 17.6 in the Trust and Estate Tax Return. Otherwise, leave box 17.6 blank and continue.

The amount of each payment on account for 2019 to 2020

T8.10 x 50%
T8.14
£

Payment due by 31 January 2020

If box T8.15 is positive, this is the tax you owe

If box T8.15 is negative, this is the tax we owe you

T8.9 + T8.14
T8.15
£

This box can be negative

Stage 9 Calculation of tax pool for 2018 to 2019. This section should be completed by trustees who make discretionary payments to beneficiaries (see question 14 on the Trust and Estate Tax Return)

When you make discretionary payments that are income in the hands of the beneficiaries, those payments carry a tax credit. The tax credits have to be matched as far as possible with the tax payable by you on the trust income or tax credits attached to the income you've received. If the tax credits attaching to the payments to beneficiaries exceed the total of tax credits and tax payments (the tax pool), you have to pay the difference to us.

Foreign Tax Credit Relief, non-payable tax credits on dividends and notional tax on life policy gains are not available for repayment and cannot be used to frank tax credits allowed to beneficiaries.

The calculation excludes from the tax pool the proportion of such foreign tax and notional tax credits which relates to income which is to be accumulated, or is payable, at the trustees' discretion. Any excess of the tax credits attaching to payments to beneficiaries over your available tax credits and tax payments (the tax pool) is carried back to stage 7 and added to the tax bill for 2018 to 2019. Any excess in the tax pool is carried forward to the tax pool for the tax year 2019 to 2020. Tax paid in a year when the trustees are non-resident does not enter the tax pool.

If any box on this page is negative, substitute zero ('0')

		from box 14.15 T9.1
Amount of tax pool brought forward	£	£
		from box 13A.1 T9.2
Amount of tax pool applicable to income that is not settlor interested	£	£
		T9.1 + T9.2 T9.3
		£
If you've completed box 8.12 ignore boxes T9.4 to T9.20 and continue from box T9.21. Otherwise, continue from box T9.4.		
		from T3.29 T9.4
Trust rate tax charged on dividend type income	£	£
	T3.20 minus T3.24 T9.5	T9.5 x 20% T9.6
Non-savings income etc in standard rate band	£	£
		from T3.28 T9.7
Tax charged on income and deemed income at the trust rate	£	£
	lower of T3.21 and T3.23 T9.8	T9.8 x 7.5% T9.9
Dividends covered by the standard rate band	£	£
		T9.1 + T9.4 + T9.6 + T9.7 + T9.9 T9.10
		£
		from T6.8 T9.11
Non-repayable tax on dividend type income	£	
		from T3.31 T9.12
Tax charged on dividend type income not charged at the dividend trust rate	£	T9.11 minus T9.12 T9.13
		£
		from T6.12 T9.14
Non-repayable tax on deemed income	£	
	smaller of T3.22 and T6.11 T9.15	T9.14 minus T9.16 T9.17
	£	£
	T9.15 x 20% T9.16	from box 4.9 T9.18
Foreign Tax Credit Relief	£	£
		T9.13 + T9.17 + T9.18 T9.19
Total deduction of non-repayable tax etc	£	£

T9.10 minus T9.19

T9.20

£

higher of T9.1 and (T9.3 or T9.20)

T9.21

Pool available

£

from box 10.1B

T9.22

Vulnerable Beneficiary Relief

£

from box 10.1C

T9.23

Employee Benefit Relief

£

T9.22 + T9.23

T9.24

£

T9.21 minus T9.24

T9.25

£

total of boxes 14.2 + 14.4 + 14.6
+ 14.8 + 14.10 + 14.12 + 14.14

T9.26

Tax on payments to beneficiaries

£

T9.26 multiplied by 45/55

T9.27

£

T9.25 minus T9.27

T9.28

Tax pool to carry forward to next year
(if negative amount, enter zero '0')

£

T9.27 minus T9.25

T9.29

Additional tax due
(if negative amount, enter zero '0')

£

Copy to T7.22