

The Treasury

Yn Tashtey

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News Release

2004-05 ISLE OF MAN BUDGET AT A GLANCE

- Income tax personal allowances increased by 2.8% to £8,225 for single persons and £16,450 for married couples;
- Personal income tax standard rate stays at 10%, with the higher rate remaining at 18%;
- Personal Allowances Credit maximum increased from £200 to £222.50 for individuals who do not fully utilise personal allowances;
- 10% increase in tax relief on Educational Covenants and Charitable Donations, to a maximum of £5,500;
- Income tax rate for non-resident companies' trading income reduced to 10%;
- Company tax higher rate remains at 18% non-trading income;
- Commercial Building Allowance for Ramsey and Port St Mary extended to 2005 to bring them into line with Peel;
- Commercial Building Allowance extended to child nursery facilities;
- Extension of a zero tax rate to businesses operating within the space and satellite industry;
- £30.7 million or 7.3% increase in net Departmental revenue spending on public services;

- £10.6 million surplus expected in 2004-05; £27.7million surplus in the current year;
- Capital programme at £98 million to be financed without recourse to external borrowing;
- Income Tax personal allowances increased by 2.8% -

◇	Single Person's Allowance	£8,225
◇	Married Couple's Allowance	£16,450
◇	Single Parent Allowance	£13,855 (including Single Person's Allowance)
◇	Registered Blind Person Additional Allowance and Disabled Person Allowance	£2,530
- Thresholds at which higher rate becomes payable remain unchanged -
 - ◇ Single Person remains at £10,000 of taxable income;
 - ◇ Married Couple remains at £20,000 of taxable income, fully transferable between husband and wife;
- Single persons may have incomes of £18,225 before paying tax at the higher rate of 18%, whilst for married couples this figure is £36,450;
- Exempt Companies Fees to increase to £450.
- Rate of interest on Agricultural and Fishing loans reduced by 1%, to 5%.

Further information from :

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