



Hugh Davies & Co.  
CHARTERED ACCOUNTANTS

## National Insurance Contributions (NIC)

£ per week	2018/19	2019/20
Lower earnings limit, primary Class 1	£116	£118
Earnings threshold	£162	£166
Upper earnings limit, primary Class 1	£892	£962
Employees' primary Class 1 rate between primary threshold and upper earnings limit	12%	12%
Employees' primary Class 1 rate above upper earnings limit	2%	2%
Secondary threshold	£162	£166
Employers' secondary Class 1 rate above secondary threshold	13.8%	13.8%
Class 1A rate on employer provided benefits*	13.8%	13.8%
Employers allowance	£3,000	£3,000
Class 2 rate	£2.95	£3.00
Class 2 small earnings exception	£6,205	£6,365
Class 3 rate (voluntary contributions)	£14.65	£15.00
Class 4 lower profits limit	£8,424 per year	£8,632 per year
Class 4 upper profits limit	£46,350 per year	£50,000 per year
Class 4 rate between lower profits limit and upper profits limit	9%	9%
Class 4 rate above upper profits limit	2%	2%

Class 4 is not payable if pensionable age is reached by the beginning of the tax year.

Class 1A is payable in July and is calculated on the value of taxable benefits provided in the previous tax year.

For more information, contact Hugh, Shirley, Karen or Michael at Hugh Davies & Co on 01722 336647.