

income tax.



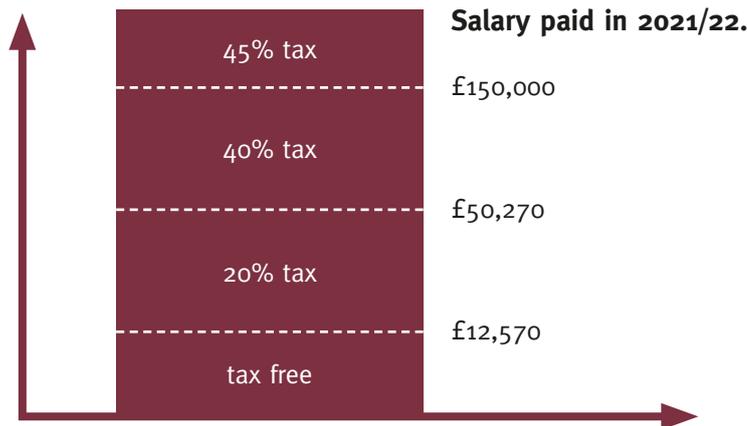
Income tax is the tax you pay on the money you earn. The following information applies to people living in England, Wales and Northern Ireland. If you live in Scotland different tax bands and rates apply.

Most people have an amount they can earn tax free. This is referred to as the Personal Allowance.

The Personal Allowance is £12,570 for the 2021/22 tax year, meaning most people will not pay any tax on the first £12,570 they earn. In some cases a reduction is applied to an individual's Personal Allowance which would result in more of their earnings becoming taxable.

Where earnings exceed an individual's Personal Allowance, tax is deducted from earnings. Income tax is applied using 3 tax bands of 20%, 40% and 45%. Most people have earnings below £50,270 so will only pay tax at 20% in the 2021/22 tax year. The income tax rates and bands for Scotland are different to the rest of the UK.

Tax bands applicable in the 2021/22 tax year:



Most people pay Income Tax through Pay as You Earn (PAYE). This method is used to automatically collect tax that is owed each time you are paid. Your tax code tells M&S how much to deduct and is shown on each payslip you receive. If you have queries relating to your tax code, you can contact HMRC directly. You can view your payslips on the People System hub.

To discuss your options with **my wealth**, please contact:



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