

Isle of Man Tax Card

2022/23

Income Tax

Individuals	Rate %	2022/23 £	Rate %	2021/22 £
Single person*	10	Up to 6,500	10	Up to 6,500
	20	Above 6,500	20	Above 6,500
Married couple*	10	Up to 13,000	10	Up to 13,000
	20	Above 13,000	20	Above 13,000
Non-resident	20	All	20	All

* A Manx resident may enter into an irrevocable five- or ten-year election to have their annual tax liability capped. For elections commencing from 6 April 2022, the maximum liability for an individual is £200,000 and £400,000 for jointly assessed couples.

Companies	2022/23 Rate %	2021/22 Rate %
Banking business	10/0	10/0
Manx source land & property income	20	20
Retail business*	10	10
Other	0	0

* Applicable to retailers with annual taxable profits of £500,000 or more.

Allowances	2022/23 £	2021/22 £
Single person	14,500	14,250
Married couple	29,000	28,500
Blind person*	2,900	2,900
Additional personal allowance*	6,400	6,400
Disabled allowance*	2,900	2,900
Co-habiting couple's maximum addition	6,400	6,400
Non-resident person	0	0

* Available to qualifying residents

Reliefs	2022/23 £	2021/22 £
Interest paid to Manx resident lenders*	5,000	5,000
Charitable donations by an individual	7,000	7,000
Nursing expenses**	12,500	12,500

Tax reliefs (as they apply to an individual) are affected by way of a tax credit and are restricted to 10% of the eligible deduction.

* Limit is for a single person and is doubled for a married couple.

** Available to qualifying residents and applies where payments are made for an individual to be looked after by a registered nurse or in a registered home and the costs of engaging a qualified physiotherapist in certain circumstances.

There are no inheritance, wealth, gift, death or capital gains taxes, insurance premium tax or stamp duty charged in the Isle of Man.

Value Added Tax

Standard rate 20%.

Other rates currently in force in the IOM are 0% and 5%.

Registration threshold from 1 April 2022: £85,000.

National Insurance Contributions

Class 1	Employee %	Employer %
2022/23: Earnings bracket (weekly):		
up to £138.00	Nil	Nil
£138.01.01 to £823.00	11	12.8
Over £823.00	1	12.8
2021/22: Earnings bracket (weekly):		
up to £138.00	Nil	Nil
£138.01.01 to £823.00	11	12.8
Over £823.00	1	12.8

Classes 2, 3, 4	2022/23 £	2021/22 £
Class 2 (self-employed flat rate)		
Per week	5.40	5.40
Small earnings exception (year)	7,176	7,176
Class 3 (voluntary)		
Per week	15.85	15.40
Class 4 (self-employed) Profits bracket (weekly)		
2022/23: £138.01 to £823.00	8%	8%
2021/22: £138.01 to £823.00		
2022/23: Over £823.00	1%	1%
2021/22: Over £823.00		
Lower profits limit (per year)	7,176	7,176
Upper profits limit (per year)	42,796	42,796

* Class 1A and 1B contributions are not charged in the Isle of Man.

Capital Allowances

Rates 2022/23 and 2021/22	Rate per annum %
Plant & Machinery	
first year allowance	100
writing down allowance	25
Industrial Buildings & Structures	
first year allowance	100
writing down allowance	4
Agricultural Land & Buildings	
first year allowance	100
writing down allowance	10
Tourist Premises	
first year allowance	100
writing down allowance	10

Personal pensions and retirement annuities

Contribution limits 2022/23

Maximum annual allowance: £50,000 (2021/22: £50,000).

Minimum annual allowance: £3,600.

The tax deduction available is the lower of:

- £50,000; and
- relevant earnings for the year.

It is not possible to carry forward unutilised relief or carry back contributions.

Benefits in Kind

Car benefit	2022/23 £	2021/22 £
Cars with cylinder capacity		
Up to 1000cc	800	800
1001cc to 1200cc	1,100	1,100
1201cc to 1800cc	3,600	3,600
1801cc to 2500cc	5,000	5,000
2501cc to 3500cc	7,000	7,000
3501cc to 5000cc	10,000	10,000
Over 5000cc	12,000	12,000
Electric car (regardless of cylinder capacity)	Nil	Nil

Fuel benefit	2022/23 £	2021/22 £
Cars with cylinder capacity		
Up to 1000cc	800	800
1001cc to 1200cc	950	950
1201cc to 1800cc	1,500	1,500
1801cc to 2500cc	1,750	1,750
2501cc to 3500cc	2,000	2,000
3501cc to 5000cc	2,250	2,250
Over 5000cc	2,500	2,500

Benefit	Taxable amount
Accommodation	Cash equivalent
Use of an asset	20% of market value (or cost to employer if higher)
Other facilities	Cost to employer

Exempt benefits

Accommodation used solely for duties of employment.

Car parking space at or near place of work.

Medical insurance.

Provision of nursery or crèche facilities.

Christmas party costing not more than £100 per head.

Any other benefits not exceeding £600 in total in year.

Provision of a personal computer to an employee for use at home not exceeding £1,000.

Provision of season tickets or multi-journey tickets to and from work on normal scheduled public transport, or similar coach services.

Provision of bicycles and certain electric bikes and related safety equipment for use between an employee's home and their place of work up to a maximum of £1,200 in any 3-year period. For an individual who has not received any other general benefits in the tax year the maximum value of a benefit relating to the provision of an electric bike that may be exempt from a benefit in kind charge is £1,800.

Company Fees & Duties

	2022/23	2021/22
Annual Return filing fee (within 28 days)	£380	£380
Annual Return filing fee (dormant co/LLC)	£95	£95

KPMG is a global organisation of independent professional services firms providing Audit, Tax and Advisory services. We operate in 146 countries and territories and in FY20 had close to 227,000 people working in member firms around the world. Each KPMG firm is a legally distinct and separate entity and describes itself as such. KPMG International Limited is a private English company limited by guarantee. KPMG International Limited and its related entities do not provide services to clients.

KPMG's association with the Isle of Man spans more than half a century. With over 100 professional and support staff, the firm provides Audit, Tax and Advisory services to an extensive range of Isle of Man and international clients. KPMG's clients in the Isle of Man can draw on the international resources and professional experience necessary to meet their specific needs.

Partner	Robert Rotherham
Director	Phil Morris
Associate Director	Justine Howard
Senior Managers	Clare Kelly
	Katie Kneale
	Georgia Kenyon
Managers	David Hathaway
	Sophie McCallum

T +44 1624 681000
E tax@kpmg.co.im

home.kpmg/cds



The content of this card is intended to provide a general guide to the subject matter and should not be regarded as a basis for ascertaining the liability to tax or determining investment strategy in specific circumstances. In such cases specialist advice should be taken.

© 2022 KPMG Tax is the business name of a group of Jersey and Isle of Man limited liability entities each of which are member firms of the KPMG global organisation of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee. All rights reserved.