

## Gift Aid

Gift Aid is a UK government tax scheme, which enables the School to claim tax relief on any donation we receive. The government will add another 28% of that donation to the total.

A £100 gift with Gift Aid is worth £128 to the School.

Higher-rate taxpayers are also able to claim tax back on their donation. The amount they can claim back is the difference between higher and basic rate tax (currently 18%)

Here are some examples of giving levels:

Gift	The School receives	H/R taxpayer may reclaim higher rate relief of	Membership level
£10	£12.82	£2.31	Donor
£50	£64.10	£11.54	Donor
£100	£128.21	£23.08	Donor
£250	£320.51	£57.69	Benefactor
£500	£641.03	£115.39	Patron
£1,000	£1,282.05	£230.77	Dean's Circle (Capital Society)
£5,000	£6,410.26	£1,153.85	Regent's Circle (Capital Society)
£10,000	£12,820.51	£2,307.69	Gloucester Circle (Capital Society)
£20,000	£25,641.03	£4,615.39	Nash Circle (Capital Society)

In the March 2007 budget, the UK Government announced that the basic rate tax will be reduced from 22% to 20% starting from 5<sup>th</sup> April 2008. This means that the amount of Gift Aid reclaimable by the School will be reduced as well. As of that date a £100 gift with Gift Aid will be worth £125 to the School.

It is expected that higher-rate taxpayers will still be able to claim back the difference between higher and basic rate tax, therefore their additional tax relief will be increased from currently 18% to 20%. Hence the above given examples of giving levels will change to the following from April 2008:

Gift	The School receives	H/R taxpayer may reclaim higher rate relief of	Membership level
£10	£12.50	£2.50	Donor
£50	£62.50	£12.50	Donor
£100	£125.00	£25.00	Donor
£250	£312.50	£62.50	Benefactor
£500	£625.00	£125.00	Patron
£1,000	£1,250.00	£250.00	Dean's Circle (Capital Society)
£5,000	£6,250.00	£1,250.00	Regent's Circle (Capital Society)
£10,000	£12,500.00	£2,500.00	Gloucester Circle (Capital Society)
£20,000	£25,000.00	£5,000.00	Nash Circle (Capital Society)

In order for gifts to be eligible for Gift Aid, the donor must be a UK taxpayer currently paying an amount of tax and/or capital gains tax at least equal to the tax that London Business School Anniversary Trust will reclaim on the gifts in the tax year in which the gifts are made.

Gifts from companies or gifts made with CAF vouchers are not eligible for Gift Aid.

***N.B. Individual circumstances may vary, and any figures quoted are for illustration only and do not represent financial advice. Please consult your tax advisor for specific information.***