

Life office administration

FA1: 2024–25 edition

Web update 1: 18 December 2024

Please note the following update (amendment in **bold**) to your copy of the FA1 study text:

Chapter 3, section D2, page 3/13

The first paragraph on this page should be replaced with the following:

If a gain is made, there will be a tax liability only if the policyholder's total gains for that tax year exceed the CGT exempt amount (£3,000 in 2024/25). Any excess is taxed at 10% for a basic-rate taxpayer or 20% for a higher-rate/additional-rate taxpayer for disposals between 6 April 2024 and 29 October 2024.

For disposals made on or after 30 October 2024 the rates are 18% for a basic-rate taxpayer and 24% for a higher-rate/additional-rate taxpayer.

Notes

- Any change related to the CGT will be examined from 30 January 2025.
- This update has been incorporated into the digital copies of the study text, available on RevisionMate.