

39. Sarah is a higher-rate taxpayer whose realised gains already fully use up her Capital Gains Tax (CGT) exemption for the tax year 2024/2025. Her dividend income exceeds her dividend allowance and her savings income exceeds her personal savings allowance. She has her own private medical insurance which is paying for the treatment of an acute condition. What is her tax liability, if any, regarding these payments during this year?
- A. None.
 - B. 24% CGT.
 - C. 20% Income Tax.
 - D. 40% Income Tax.

Key option: A

Learning outcome: 9.1