

GUIDE TO BUY TO LET TAX CHANGES

From 6 April 2017

Income received as rent is taxable and was previously charged according to the Landlord's tax banding, up to 45% for additional rate taxpayers. The new rules mean that tax relief available on mortgage interest can only be reclaimed at the basic rate of 20%.

These changes will be introduced gradually over 4 years:



Source: HMRC

This Guide is for information purposes only and does not constitute financial advice. If you require further information then please consult an independent financial adviser. The information contained in this Guide reflects the proposals made by the Chancellor in his November 2015 Autumn Statement. Kensington are not responsible for any changes to the information contained in this Guide.

IF YOU FAIL TO KEEP UP WITH PAYMENTS ON YOUR MORTGAGE A 'RECEIVER OF RENT' MAY BE APPOINTED AND/OR YOUR RENTAL PROPERTY MAY BE REPOSSESSED.

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