

Please check you've used the correct Capital Gains Tax rate

On the Capital Gains Tax (CGT) page of your 2024 to 2025 Self Assessment return, you declared a disposal made on or after 30 October 2024. The main rates of CGT increased from that date, from 10% to 18%, and from 20% to 24%.

You've made an adjustment to the tax you owe but didn't use the new CGT rates in your calculation. If you used the old rates, you may owe more CGT.

There were no changes to the rates for:

- residential property gains
- disposals eligible for business asset disposal relief
- carried interest.

What you need to do by [SEES to insert date 30 days ahead]

You have made a disposal on or after 30 October 2024. You have made an adjustment to the tax due however it appears that the calculation you have used is incorrect and hasn't taken into account the CGT rate change.

Please use our online tool to work out the adjustment for disposals of assets on or after 30 October 2024. Go to GOV.UK and search 'work out your Capital Gains Tax adjustment'.

Then, amend your Self Assessment return for the tax year 2024 to 2025. To do this go to GOV.UK and search 'Self Assessment tax returns'.

If you think your return is correct, please let us know why the lower CGT rates apply. Our contact details are at the top of this letter.

If you don't contact us or amend your return by [SEES to insert date 30 days ahead]

We may:

- amend your Self Assessment return based on the information we have.
- open an enquiry, also known as a compliance check.

If our compliance check shows that you owe additional tax, you'll have to pay interest on it. For more information about this, go to GOV.UK and search 'pay your Self Assessment tax bill'.

If you take no action and your return is incorrect, we may charge you a penalty. For more information about inaccuracy penalties please read our factsheet CC/FS7a, 'Compliance checks – penalties for inaccuracies in returns or documents'. To do this, go to GOV.UK and search 'CC/FS7a'.

Please remember, it's your responsibility to make sure your Self Assessment return is complete and correct.

More information

Go to GOV.UK and search:

- 'Capital Gains Tax: what you pay it on, rates and allowances', for more about the CGT rate change.
- 'Help with Self Assessment' if you need help filling in your Self Assessment return.

If you still have questions after reading the GOV.UK guidance, for example, you want to know how to make a payment, you can either:

- **call us on 03000 516640** between 9am and 5pm, Monday to Friday - this phoneline will close on [date]

- email us at responseteam6@hmrc.gov.uk - but please first read the enclosed factsheet 'Corresponding with HMRC by email'.

We can't correct your tax return over the phone, or help you work out if you owe CGT.

When you contact us, we'll be able to help you more quickly if you quote our reference number at the top of this letter and give us your contact details. We can usually reply to emails more quickly than letters.

Extra support

If you have any health or personal circumstances that may make it difficult for you to deal with us, please tell us. We'll help in whatever way we can. For more information about this, go to GOV.UK and search 'Get help from HMRC if you need extra support'.

If you've authorised us to deal with your agent, we've sent them a copy of this letter. You may want to discuss this with them.

Yours sincerely

Wealthy & Mid-sized Business Compliance

Join the millions of taxpayers already using their Personal Tax Account to access a range of services. It takes just a few minutes to get started, go to GOV.UK and search 'personal tax account'. Or you can use the HMRC app.

To find out about the service and standard of behaviour you can expect from us, go to GOV.UK and search 'HMRC Charter'.