

Except where stated otherwise, all calculations below assume

CGT annual exempt amount used up
Asset is listed company shares

Scenario 1 - Cash donation to charity with gift aid

	Your tax rate 20%	Your tax rate 40%	Your tax rate 45%	Charity
Cash given	-8,000	-8,000	-8,000	8,000
Gift aid refund to charity				2,000
"Grossed up" gift	10,000	10,000	10,000	
Extension to basic rate band	10,000	10,000	10,000	
Effective rate of tax relief	0%	20%	25%	
Tax saved	-	2,000	2,500	
Cost to donor / benefit to charity	<u>-8,000</u>	<u>-6,000</u>	<u>-5,500</u>	10,000
Benefit ratio	<u>1.25</u>	<u>1.67</u>	<u>1.82</u>	
Charity benefit / post tax cost to donor				