



ST. JAMES'S PLACE
WEALTH MANAGEMENT

How to boost a bonus



Are you getting a bonus this year?



“I don't know”



“I think so”



“Definitely”

Now take a look at the next slide to
see how you can give that money a boost...

1

Let's say you earn
£30,000 and get a

£5,000
BONUS

If you take that bonus as cash, as
a basic-rate taxpayer you'll lose
33.3% to tax and NI, leaving you

£3,335



Don't let your pensions annual allowance
go to waste. Use it by 5 April 2022.

2

Or maybe you earn
£50,000 and get a

£7,500
BONUS

If you take that bonus as cash, as
a higher-rate taxpayer you'll lose
42.9% to tax and NI, leaving you

£4,282

But if you paid your bonus into your pension via salary sacrifice...

Don't let your pensions annual allowance
go to waste. Use it by 5 April 2022.



...that money wouldn't be liable for Income Tax or National Insurance, so the whole amount would go into your pension pot, where it has the potential to grow further with time

£5,000



£7,500



Don't let your pensions annual allowance go to waste. Use it by 5 April 2022.



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Get in touch to learn more about **making your bonus work harder** for you this year – and how to make the most of your pensions allowance before its use-by date at the end of the tax year (5 April).

The value of an investment with St. James's Place will be directly linked to the performance of the funds selected and may fall as well as rise. You may get back less than the amount invested.

The levels and bases of taxation, and reliefs from taxation, can change at any time and are generally dependent on individual circumstances.

