

Table A - Marginal Tax Rate

Married (one spouse working)	
Tax Bill	Marginal Tax Rate
Up to €5,260	20%
Above €5,260	40%

Single	
Tax Bill	Marginal Tax Rate
Up to €5,110	20%
Above €5,110	40%

Table B - Earnings

Married (one spouse working)	
Tax Bill	Estimated Earnings
€2,000	€26,500
€4,000	€36,500
€5,000	€41,500
€8,000	€49,650
€10,000	€54,650
€15,000	€67,150
€20,000	€79,650
€25,000	€92,150

Single	
Tax Bill	Estimated Earnings
€2,000	€18,250
€4,000	€28,250
€5,000	€33,250
€8,000	€41,025
€10,000	€46,025
€15,000	€58,525
€20,000	€71,025
€25,000	€83,525

How to use this Ready Reckoner

1. Use Table A to establish what marginal tax rate applies to the client from the size of their estimated tax bill and their marital status. For example, a married person with a tax bill of €15,000 would have a 40% marginal tax rate.
2. Use Table B to estimate the client's earnings - approx €67,150 p.a. using the same example.

3. From this earnings figure, deduct earnings not taxed under Schedule D Case I or II, such as rental or investment income.
4. The following assumptions should be noted:
 - i) Figures are based on self employed income only.
 - ii) The individual is not in receipt of employment income assessed to tax under schedule E.

The above figures are for illustration purposes only. The examples are based on tax reliefs and tax rates that currently apply. It is important to note that tax relief is not automatically granted, Revenue terms and conditions must be met. It will be the responsibility of each individual to claim any tax relief available themselves. Clients should consult with their own tax advisor in relation to their personal tax circumstances. Saving for your retirement is a long term commitment and funds can be accessed in accordance with Revenue rules. Terms and conditions apply.

Married

Married person aged 35, one income, with salary of €30K on 20% tax band contributing €200 per month.

	No Pension	Pension
Income	€30,000	€30,000
Less pension contributions	€0	€2,400
Taxable income	€30,000	€27,600
20% income tax	€6,000	€5,520
<i>Less income tax credits</i>	€3,300	€3,300
Net income	€27,300	€25,380

Married person aged 35, one income, with salary of €50K on 40% tax band contributing €200 per month.

	No Pension	Pension
Income	€50,000	€50,000
Less pension contributions	€0	€2,400
Taxable income	€50,000	€47,600
First €42,800 at 20%	€8,560	€8,560
Balance at 40%	€2,880	€1,920
Total income tax	€11,440	€10,480
<i>Less income tax credits</i>	€3,300	€3,300
Net income	€41,860	€40,420

Married person aged 35, one income, with salary of €60K on 40% tax band contributing €200 per month.

	No Pension	Pension
Income	€60,000	€60,000
Less pension contributions	€0	€2,400
Taxable income	€60,000	€57,600
First €42,800 at 20%	€8,560	€8,560
Balance at 40%	€6,880	€5,920
Total income tax	€15,440	€14,480
<i>Less income tax credits</i>	€3,300	€3,300
Net income	€47,860	€46,420

Married person aged 35, one income, with salary of €30K on 20% band contributing maximum amount (20%)

	No Pension	Pension
Income	€30,000	€30,000
Less pension contributions	€0	€6,000
Taxable income	€30,000	€24,000
20% income tax	€6,000	€4,800
<i>Less income tax credits</i>	€3,300	€3,300
Net income	€27,300	€22,500

Married person aged 35, one income, with salary of €50K on 40% band contributing maximum amount (20%)

	No Pension	Pension
Income	€50,000	€50,000
Less pension contributions	€0	€10,000
Taxable income	€50,000	€40,000
First €42,800 at 20%	€8,560	€8,000
Balance at 40%	€2,880	€0
Total income tax	€11,440	€8,000
<i>Less income tax credits</i>	€3,300	€3,300
Net income	€41,860	€35,300

Married person aged 35, one income, with salary of €60K on 40% band contributing maximum amount (20%)

	No Pension	Pension
Income	€60,000	€60,000
Less pension contributions	€0	€12,000
Taxable income	€60,000	€48,000
First €42,800 at 20%	€8,560	€8,560
Balance at 40%	€6,880	€2,080
Total income tax	€15,440	€10,640
<i>Less income tax credits</i>	€3,300	€3,300
Net income	€47,860	€40,660

Single

Single person aged 35, one income, with salary of €30K on 20% tax band contributing €200 per month.

	No Pension	Pension
Income	€30,000	€30,000
Less pension contributions	€0	€2,400
Taxable income	€30,000	€27,600
20% income tax	€6,000	€5,520
<i>Less income tax credits</i>	€1,650	€1,650
Net income	€25,650	€23,730

Single person aged 35, one income, with salary of €50K on 40% tax band contributing €200 per month.

	No Pension	Pension
Income	€50,000	€50,000
Less pension contributions	€0	€2,400
Taxable income	€50,000	€47,600
First €33,800 at 20%	€6,760	€6,760
Balance at 40%	€6,480	€5,520
Total income tax	€13,240	€12,280
<i>Less income tax credits</i>	€1,650	€1,650
Net income	€38,410	€36,970

Single person aged 35, one income, with salary of €60K on 40% tax band contributing €200 per month.

	No Pension	Pension
Income	€60,000	€60,000
Less pension contributions	€0	€2,400
Taxable income	€60,000	€57,600
First €33,800 at 20%	€6,760	€6,760
Balance at 40%	€10,480	€9,520
Total income tax	€17,240	€16,280
<i>Less income tax credits</i>	€1,650	€1,650
Net income	€44,410	€42,970

Single person aged 35, one income, with salary of €30K on 20% band contributing maximum amount (20%)

	No Pension	Pension
Income	€30,000	€30,000
Less pension contributions	€0	€6,000
Taxable income	€30,000	€24,000
20% income tax	€6,000	€4,800
<i>Less income tax credits</i>	€1,650	€1,650
Net income	€25,650	€20,850

Single person aged 35, one income, with salary of €50K on 40% band contributing maximum amount (20%)

	No Pension	Pension
Income	€50,000	€50,000
Less pension contributions	€0	€10,000
Taxable income	€50,000	€40,000
First €33,800 at 20%	€6,760	€6,760
Balance at 40%	€6,480	€2,480
Total income tax	€13,240	€9,240
<i>Less income tax credits</i>	€1,650	€1,650
Net income	€38,410	€32,410

Single person aged 35, one income, with salary of €60K on 40% band contributing maximum amount (20%)

	No Pension	Pension
Income	€60,000	€60,000
Less pension contributions	€0	€12,000
Taxable income	€60,000	€48,000
First €33,800 at 20%	€6,760	€6,760
Balance at 40%	€10,480	€5,680
Total income tax	€17,240	€12,440
<i>Less income tax credits</i>	€1,650	€1,650
Net income	€44,410	€37,210

