

HIGHER RATE INCOME TAX RELIEF

Tax relief is allowed to higher-rate taxpayers on the gross value of their payments to charities at the difference between the basic rate and higher rates of income tax. Note: The gross value of a covenant is the net sum covenanted plus the basic rate tax which is recoverable by the Charity.

Actual monthly cost to the covenantor	Amount to be covenanted monthly for the same cost after tax relief by a higher-rate taxpayer	Gross value to Charity over 4 years
£50	£65	£4,000
£20	£26	£1,600
£10	£13	£800

EXAMPLE OF HOW HIGHER-RATE TAX RELIEF WORKS

A donor paying tax at the higher rate wishes to give a gift under covenant costing £50 a month. The covenant should actually be made out for £65 (see table above).

	Annual net payment by covenant (£65 x 12 months)	780
PLUS	Basic-rate tax recovered by the Charity (22% of the gross value)	220
EQUALS	Gross annual value of the covenant to the Charity	1,000
	Annual net payment by the donor, as above	780
MINUS	Tax relief donor receives on gross value of covenant @ 18% (ie the difference between basic rate at 22% and higher rate tax of 40%)	180
EQUALS	Net annual outlay by the donor after tax relief	600
EQUALS	Per month outlay (600/12)	50

Notes:

1. A covenant is a legally binding commitment to pay a certain periodic sum for a specific period of years. This, of course, is its value to the charity as it enables us to plan future income with a degree of certainty, unlike regular gift aid payments which can be cancelled at any time.

Should your circumstances change such that you no longer pay income tax and/or capital gains tax at least equal to the tax we reclaim on your donations*, please let us know so that we do not attempt to reclaim tax on your gift.

In such a situation it is of course very likely that you would become unable to continue payments. If that is the case please let us know and we will obviously release you from your obligation under the covenant with grateful thanks for your support.

2. Don't forget that if you pay tax at the higher rate you can claim further tax relief in your Self-Assessment tax return.
3. Please notify the charity if you change your name or address.

*Unless we hear to the contrary, we shall assume that you are paying income tax at least at the basic rate.

COMPLETE & RETURN

FORM FOR
INDIVIDUAL
FOUNDATION
BENEFACTORS

- 1 Please complete & return in the envelope provided.
- 2 Special Forms are available for Companies and Partnerships.
- 3 If you are a higher-rate tax payer please consult the table on the back.
- 4 Please invest as generously as you can in the future of the St Bride Foundation.

Please address enquiries and send contributions to:

Fundraising Development Office, The St Bride Foundation,
Bride Lane, Fleet Street, London, EC4Y 8EQ

+44 (0)20 7353 3331 caragh@stbrideinstitute.org

registered charity
number 207607

PLEASE READ CAREFULLY
BEFORE COMPLETING

OFFICE REFERENCE	
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For Office
Use Only

BANK PLEASE QUOTE REFERENCE	
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ST BRIDE FOUNDATION

FOUR-YEAR DEED OF COVENANT (INDIVIDUALS)

I (Mr, Mrs, Miss or Title - Full Name IN CAPITALS)
 of
 (Address
 IN CAPITALS) Postcode

Your full name
IN CAPITALS
Your address
IN CAPITALS

COVENANT with Foundaton Benefactors for the benefit of the St Bride Foundation that for four years (or during my life if shorter) I will pay direct to The St Bride Foundation the sum of:-

(Amount in words)
 £ Annually/Monthly
 (Amount in figures) (Delete and initial inappropriate word)
 From the day of 20

Amount you wish to
pay each year or month
Delete AND INITIAL
the inapplicable lines
Date when payments
are to start
(MUST be on or after
the date of signature)

Signed and delivered by me
on day of 20

(Signature)

In the Presence of

(Signature of witness)

(Address
 of witness)
 Postcode

Date of your signature

Signature and
address of witness

Name and full
address of your bank
IN CAPITALS

GIFT AID DECLARATION

Please treat all my donations as Gift Aid donations. I pay tax at least equal to the amount that can be reclaimed; that is £0.28 for every £1 I have donated. I will inform you if I no longer do so.

NB - Please ensure that ALL alterations are initialled.

registered charity number 207607

BANKER'S STANDING ORDER

I (Mr, Mrs, Miss or Title - Full Name IN CAPITALS)
 of
 (Address
 IN CAPITALS) Postcode

request you to pay to CAF Bank Ltd (40-52-40) 25 Kings Hill Avenue, Kings Hill, West Malling M19 4JQ for the credit of The Foundation Benefactors (Account 00012634)

The sum of
 (Amount in words)
 £ Annually for 4 years (4 payments in all)
 (Amount in figures) Monthly for 4 years (48 payments in all)
 (Delete and initial inappropriate line)

Starting on day of 20

Signed and delivered by me
on the day of 20

(Signature)

To
 (Name of Bank)

of
 (Address of Bank)
 Postcode

Your account
number and sort
code of Bank

(Account Number)
 (Sort Code)

When completed please return the **WHOLE** of this form to:
The Fundraising Office, The St Bride Foundation,
Freepost NAT 7454, Bride Lane, Fleet Street, London, EC4Y 8EQ
The Administrator will send the Banker's Order to your Bank.