



# Stamp duty exemption on eligible AIM and High Growth Segment securities

From 28 April 2014, Stamp Duty and the Stamp Duty Reserve Tax (SDRT) will no longer be chargeable on transactions in eligible securities on London Stock Exchange's AIM and High Growth Segment.

## What are Stamp Duty and Stamp Duty Reserve Tax (SDRT)?

**£1,000+** It's a tax levied on share purchases greater than £1,000

## How much is it?

Stamp Duty / SDRT is currently levied at

**0.5%** on all purchases (rounded up to the nearest £0.01)



**Is it relevant to my online execution only dealing?** Yes, Stamp Duty / SDRT is levied on shares bought online in a UK company or in a foreign company with a share register in the UK.



**What if I trade on the phone, or by post or I request to deal in certificated form?** Stamp Duty / SDRT is also levied on these forms of trading.

For electronic paperless transactions, SDRT is levied. When shares are traded using a paper stock transfer form, Stamp Duty is levied.



## What is the impact on me?

On securities eligible for stamp exemption, you will no longer be charged the levy...

...reducing your overall trading costs.

## How do I trade an AIM security?

Through a trading account with a private client stock broker

Tax efficient ways of trading in AIM securities

Through an ISA (AIM shares became eligible for ISA inclusion in August 2013)

**How do I find a stockbroker?** A list of stock brokers who are member firms of the London Stock Exchange can be found at: [www.londonstockexchange.com/find-a-broker](http://www.londonstockexchange.com/find-a-broker)

This factsheet contains text, data, graphics, names, logos, trade marks, service marks and information ("Information") connected with London Stock Exchange plc ("Exchange"). The Exchange attempts to ensure Information is accurate, however Information is provided "AS IS" and on an "AS AVAILABLE" basis and may not be accurate or up to date. The Exchange does not guarantee the accuracy, timeliness, completeness, performance or fitness for a particular purpose of the factsheet or any of the Information. No responsibility is accepted by or on behalf of the Exchange for any errors, omissions, or inaccurate Information in this factsheet.

The information contained in this document is a summary, and is for general information purposes only. For detailed and up to date guidance you should always seek specialist advice. In particular, the information contained in this factsheet does not constitute professional, legal, tax, regulatory, financial or investment advice. Advice from a suitably qualified professional should always be sought in relation to any particular matter or circumstance.