

(a) Stella:

- Is resident and domiciled in the UK.
- Was born on 1 May 1958.
- Receives a gross salary of £80,000 each year.
- Has income from a portfolio of unfurnished properties. totalling £92,000 in the tax year 2015/16.
- Has no other source of taxable income.
- Wishes to make an increased contribution to her personal pension scheme in the tax year 2015/16.

Personal pension scheme contributions:

- Stella has contributed £40,000 (gross) to her personal pension scheme in each of the four tax years 2011/12, 2012/13, 2013/14 and 2014/15.
- Stella wishes to make an increased contribution of £90,000 (gross) in the tax year 2015/16.

Required:

Calculate Stella's Income after tax and pension contributions for the tax year 2015/16 If she does pay £90,000 (gross) into her personal pension scheme. (10 marks)