Tax on Savings & Dividends

Money

How interest and dividends are taxed differently from salary.

General categories. Rates and allowances vary by country.

Income	Typically
Salary	Taxed at marginal income rates
Savings interest	Often has its own allowance
Dividends	Frequently a separate, lower rate
Capital gains	Separate rate and allowance
Rental income	Usually as income, after expenses
Inside a tax wrapper	Often free of all of these

General education. Tax-advantaged accounts — ISA, 401(k), TFSA and equivalents — are the largest single lever available to most people.