

**Your friends will go green with envy when you tell them about the amount of tax you have saved when you purchased that electric car.**

Significant changes to the tax rules governing zero emissions company cars will take effect from 6 April 2020, potentially making an electric car a more attractive option.

Company cars registered after 6th April 2020

For pure electric cars with zero emissions first registered on or after 6th April 2020, this means that drivers of such vehicles will be **taxed at 0%, paying no BIK tax at all.**

The 0% rate will also apply to new company cars with emissions of from 1-50g/km and a 130 miles pure electric mileage range.

Company cars registered before 6th April 2020

Drivers of pure electric cars registered prior to April 6th will also be afforded the 0% rate, while those meeting the criteria of 1-50 g/km and 130 mile electric range will attract a 2% BIK rate in 2020 /21 which will stay the same for the next two tax years.