

	A	B	C	D	E	F	G	H	I	J	K
1	Stage 1										
2											
3	Name	Salary	TFA	Taxable Income	Tax Rate	Tax	Net Wage	By breaking the calculation down into small steps, you can easily spot if you make a mistake. You could also do the same set of calculations in a single cell, but the resulting formula would be long and difficult to interpret.			
4	Fred	25,000	2000	23,000	7%	1610	23,390				
5	Sally	22,000	2000	20,000	7%	1400	20,600				
6	Jean	21,000	2000	19,000	7%	1330	19,670				
7	Cecil	17,000	2000	15,000	7%	1050	15,950				
8	Harry	8,000	2000	6,000	5%	300	7,700				
9											
10								Because there are three options, you need to use a nested =If() statement - an =If() within an =If(). So, in E4, the formula is: =IF(D4<\$C\$15,\$G\$14,IF(B4<\$C\$16,\$G\$15,\$G\$16))			
11											
12	Tax Free Allowance	2000									
13											
14	Tax Bands	From	0	to	6000	-	0%				
15		From	6000	to	15000	-	5%				
16		Above	15000			-	7%				
17											
18	Report Area										
19											
20	Name	Salary	Tax	Net Wage				This is an example of a report area, where data from your calculations is transferred for ease of display. Everything is a formula (for example the formula in B21 is "=B4", so that if any of the original numbers change, the results also change.			
21	Fred	25000	1610	23390							
22	Sally	22000	1400	20600							
23	Jean	21000	1330	19670							
24	Cecil	17000	1050	15950							
25	Harry	8000	300	7700							
26											