



THE MARTLET
Partnership LLP
CHARTERED ACCOUNTANTS

3-465 Advisory fuel rates for company cars: recent rates

(In-Depth: [¶416-040](#))

HMRC publish rates that can be used by employers wishing to pay their employees the cost of fuel for business journeys in company cars (or, where the employer initially pays for all fuel, for reimbursement of private mileage by company car drivers to their employers). Passenger payments may be made for company cars as for private cars (see [¶3-480](#)).

For hybrid cars, use the rate appropriate to the petrol/diesel engine of the car.

HMRC reviews the rates quarterly – in March, June, September and December. For one month from the date of each change, employers may choose to use either the previous or new rates.

Rates applying from 1 December 2023

Engine size	Cost per mile			
	Electric	Petrol	Diesel	LPG
Fully electric (excludes hybrids)	9p	—	—	—
1400cc or less	—	14p	—	10p
1600cc or less	—	—	13p	—
1401cc to 2000cc	—	16p	—	12p
1601cc to 2000cc	—	—	15p	—
Over 2000cc	—	26p	20p	18p

Rates applying from 1 September 2023

	Cost per mile

Engine size	Electric	Petrol	Diesel	LPG
Fully electric (excludes hybrids)	10p	—	—	—
1400cc or less	—	13p	—	10p
1600cc or less	—	—	12p	—
1401cc to 2000cc	—	16p	—	12p
1601cc to 2000cc	—	—	14p	—
Over 2000cc	—	25p	19p	19p

Rates applying from 1 June 2023

	Cost per mile			
Engine size	Electric	Petrol	Diesel	LPG
Fully electric (excludes hybrids)	9p	—	—	—
1400cc or less	—	13p	—	10p
1600cc or less	—	—	12p	—
1401cc to 2000cc	—	15p	—	12p
1601cc to 2000cc	—	—	14p	—
Over 2000cc	—	23p	18p	18p

Rates applying from 1 March 2023

	Cost per mile			
Engine size	Electric	Petrol	Diesel	LPG

Fully electric (excludes hybrids)	9p	—	—	—
1400cc or less	—	13p	—	10p
1600cc or less	—	—	13p	—
1401cc to 2000cc	—	15p	—	11p
1601cc to 2000cc	—	—	15p	—
Over 2000cc	—	23p	20p	17p

Rates applying from 1 December 2022

	Cost per mile			
Engine size	Electric	Petrol	Diesel	LPG
Fully electric (excludes hybrids)	8p	—	—	—
1400cc or less	—	15p	—	9p
1600cc or less	—	—	14p	—
1401cc to 2000cc	—	18p	—	11p
1601cc to 2000cc	—	—	17p	—
Over 2000cc	—	27p	22p	17p

Rates applying from 1 September 2022

	Cost per mile			
Engine size	Electric	Petrol	Diesel	LPG
Fully electric (excludes hybrids)	5p	—	—	—

1400cc or less	—	15p	—	9p
1600cc or less	—	—	14p	—
1401cc to 2000cc	—	18p	—	11p
1601cc to 2000cc	—	—	17p	—
Over 2000cc	—	27p	22p	17p

Rates applying from 1 June 2022

	Cost per mile			
Engine size	Electric	Petrol	Diesel	LPG
Fully electric (excludes hybrids)	5p	—	—	—
1400cc or less	—	14p	—	9p
1600cc or less	—	—	13p	—
1401cc to 2000cc	—	17p	—	11p
1601cc to 2000cc	—	—	16p	—
Over 2000cc	—	25p	19p	16p

