

*These notes refer to the Income Tax (Earnings and Pensions)  
Act 2003 (c.1) which received Royal Assent on 6th March 2003*

# **INCOME TAX (EARNINGS AND PENSIONS) ACT 2003**

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## **EXPLANATORY NOTES**

### **COMMENTARY ON SECTIONS**

#### *Example 3*

*Ne = £5,000; Da = 183; De = 183; Smg = 0*

#### **Part 5: Employment income: deductions allowed from earnings**

##### **Fees and Subscriptions**

Overview

##### *Section 346: Deduction for employee liabilities*

1501. This is the first of a group of five sections that give relief for payments made against liabilities arising from an office or employment. It provides for a deduction for certain employee liabilities. The section derives from section 201AA(7), (8) and (9) and part of section 201AA(1) of ICTA.
1502. *Subsections (1) and (2)* define the payments for which a deduction may be claimed.
1503. *Subsection (3)* defines “premium” and provides some explanatory detail.