

1980 No. 439

INCOME TAX

**The Income Tax (Official Rate of Interest on
Beneficial Loans) Order 1980**

<i>Made</i>	- - -	<i>18th March 1980</i>
<i>Laid before the House of Commons</i>		<i>26th March 1980</i>
<i>Coming into Operation</i>		<i>6th May 1980</i>

The Treasury, in exercise of the powers conferred on them by section 66(9) of the Finance Act 1976(a), hereby make the following order:—

1. This order may be cited as the Income Tax (Official Rate of Interest on Beneficial Loans) Order 1980 and shall come into force on 6th May 1980.

2. For the purposes of section 66 of and Schedule 8 to the Finance Act 1976 (which impose a charge to income tax on beneficial loans) the official rate of interest shall be increased from 9 per cent. per annum to 15 per cent. per annum.

John MacGregor

Peter Morrison

Two of the Lords Commissioners
of Her Majesty's Treasury.

18th March 1980.

EXPLANATORY NOTE

(This Note is not part of the Order.)

With effect from 6th May 1980 this Order increases from 9 per cent. per annum to 15 per cent. per annum the official rate of interest for the purposes of the charge to income tax under the Finance Act 1976 in respect of certain cheap or interest-free loans, which directors and higher-paid employees obtain by reason of their employment.