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STATUTORY INSTRUMENTS

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**1988 No. 757**

**INCOME TAX**

**The Income Tax (Official Rate of  
Interest on Beneficial Loans) Order 1988**

<i>Made</i>	- - - -	<i>21st April 1988</i>
<i>Laid before the House of Commons</i>	- - - -	<i>22nd April 1988</i>
<i>Coming into force</i>	- -	<i>6th May 1988</i>

The Treasury, in exercise of the powers conferred on them by section 160(5) of the Income and Corporation Taxes Act 1988(1), hereby make the following Order:

1. This Order may be cited as the Income Tax (Official Rate of Interest on Beneficial Loans) Order 1988 and shall come into force on 6th May 1988.

2. For the purposes of section 160 of, and Schedule 7 to, the Income and Corporation Taxes Act 1988 (which impose a charge to income tax on beneficial loans) the official rate of interest is prescribed to be 9.5 per cent. per annum.

21st April 1988

*Mark Lennox-Boyd*  
*Michael Neubert*  
Two of the Lords Commissioners of Her  
Majesty's Treasury

**Status:** This is the original version (as it was originally made). This item of legislation is currently only available in its original format.

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## EXPLANATORY NOTE

*(This note is not part of the Order)*

By this Order the official rate of interest for the purposes of section 160 of, and Schedule 7 to, the Income and Corporation Taxes Act 1988 (charge to income tax on beneficial loans) is prescribed to be 9.5 per cent. per annum on and after 6th May 1988.

Previous Orders — S.I. [1978/28](#), [1980/439](#), [1982/1273](#) and [1987/512](#), [886](#), [1493](#) and [1989](#) — prescribed rates of 9 per cent. per annum (on and after 6th April 1978), 15 per cent. per annum (on and after 6th May 1980), 12 per cent. per annum (on and after 6th October 1982), 11½ per cent. per annum (on and after 6th April 1987), 10½ per cent. per annum (on and after 6th June 1987), 11½ per cent. per annum (on and after 6th September 1987) and 10½ per cent. (on and after 6th December 1987) respectively.