



# Finance (No. 2) Act 2010

## 2010 CHAPTER 31

### PART 1

#### RATES ETC

##### *Insurance premium tax*

#### **4 Rates of insurance premium tax**

- (1) In section 51(2) of FA 1994 (rates of insurance premium tax)—
  - (a) in paragraph (a) (higher rate), for “17.5 per cent” substitute “20 per cent”, and
  - (b) in paragraph (b) (standard rate), for “5 per cent” substitute “6 per cent”.
- (2) The amendments made by subsection (1) have effect in relation to a premium falling to be regarded for the purposes of Part 3 of FA 1994 as received under a taxable insurance contract by an insurer on or after 4 January 2011.
- (3) In the application of sections 67A and 67C of FA 1994 (announced increase in rate) in relation to the increases made by this section—
  - (a) the announcement for the purposes of section 67A(1) is to be taken to have been made on 22 June 2010, and
  - (b) the date of the change is 4 January 2011.
- (4) In FA 1999, omit section 125; and the repeal of that section comes into force in accordance with the provision made by this section for the coming into force of the amendments made by subsection (1).

**Changes to legislation:**

There are currently no known outstanding effects for the Finance (No. 2) Act 2010, Cross  
Heading: Insurance premium tax.