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## **PRACTICE NOTE**

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**PN 46/93**

**Date: 8 November 1993**

### **International Business Bill 1993**

Provisional arrangements were set out in PN 43/93 relating to the income tax year 1993/94. In view of the delay in Royal Assent being announced, those arrangements are now being modified and extended.

For the income tax year 1993/94 the following concessionary practices will be implemented:

all companies, which notified the Division that they wished to apply for International Company status in accordance with subsection 3) of paragraph 7 of PN 43/93, PN 43/93 are now invited to make a late application for Exempt Company status;

provided the original notification at a) above was received before the 6 August 1993, the fee will remain at £300; any applications after that date will be asked to pay a fee commensurate with the International Company provisions -

- between 6 August 1993 and 5 December 1993 (inclusive) a fee of £600
- between 6 December 1993 and 5 April 1994 (inclusive) a fee of £1,200.

companies which made a late application under the Exempt Company provisions and paid a fee of £1,000 will receive the appropriate refund.

This concession only applies to International Companies wishing to pay the minimum tax charge. Any that wish to be considered for the agreed income tax charge under Section 2(3) of the new Legislation will be sent the appropriate application form when the Legislation receives Royal Assent. Companies that wish to establish a tax paid position as at 1 January 1994 should contact the Division for advice.

The intention of this Practice Note is to remove the uncertainty created by the unavoidable delay in implementing the new provisions.

The normal Exempt Company application form should be submitted together with the appropriate fee. Further stocks of application forms may be obtained from the Income Tax Division.

Anyone wishing to clarify any of the above provisions or seeking further advice should contact Marie McLaren or Colin Goodwin (Tel. 0624-685313).