



INCOME TAX ACT 1970

**INCOME TAX (DEDUCTIONS) (PRESCRIBED CASES)
(AMENDMENT) ORDER 2010**

*Approved by Tynwald
Coming into operation*

*16 February 2010
19 February 2010*

The Treasury makes this Order under section 31A of the Income Tax Act 1970¹.

1 Title

This Order is the Income Tax (Deductions) (Prescribed Cases) (Amendment) Order 2010.

2 Commencement

If approved by Tynwald², this Order shall come into operation on 19 February 2010 and shall have effect in respect of the income tax year commencing 6 April 2010 and subsequent years.

3 Amendment of Government Circular 374/89

For article 2(13), (deductions for payments of interest), of the Income Tax (Deductions) (Prescribed Cases) Order 1989³, substitute -

“(13) With effect from 6 April 2010 the maximum deduction that an individual will be allowed under this article will be £10,000.”.

MADE

21st January 2010

Minister for the Treasury

¹ XXI p. 260

² As required by section 31A(2)(b) of the Income Tax Act 1970

³ GC 374/89 as amended by 139/07. GC 374/89 has also been amended by other statutory documents but those amendments do not affect this Order.

EXPLANATORY NOTE
(This note is not part of the Order)

This Order amends the Income Tax (Deductions) (Prescribed Cases) Order 1989 by reducing the maximum deduction allowable for the payment of loan interest from £15,000 per individual to £10,000.