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PRACTICE NOTE

PN 154/09

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INTEREST AND REPAYMENT SUPPLEMENT

CHANGE OF RATE

The rate of interest by reference to which repayment supplements are calculated under Section 107A(1) and Section 107B of the Income Tax Act 1970, is amended to 0.5% per annum with effect from 6th February 2009.

The rates of interest in force and their implementation dates are:-

From	Rate per annum
6 th February 2009	0.5%
6 th March 2008	3%
6 th April 2006	2%
1 st January 2002	3%
1 st January 1994	4%
6 th April 1993	6%

The rate by which interest on overdue tax is calculated under Section 111A of the Income Tax Act 1970, is amended to 5% per annum with effect from 1st February 2009.

The rates of interest in force and their implementation dates are:-

From	Rate per annum
1 st February 2009	5%
1 st March 2008	8%
1 st January 2002	7%
1 st January 1994	8.5%

From	Rate per annum
1 st January 1993	10%
1 st January 1992	12%
1 st January 1991	13%
1 st January 1990	15%
1 st January 1986	12%

The rate by which interest on overdue tax is calculated under Section 111A(1A)(b) of the Income Tax Act 1970, (the surcharge rate), remains at 10% per annum.

The rates of interest in force and their implementation dates are:-

From	Rate per annum
1 st March 2008	10%
1 st July 2005	9%

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Assessor of Income Tax

This Practice Note is intended only as a general guide and must be read in conjunction with the appropriate legislation. It does not have any binding force and does not affect a person's right of appeal on points concerning their own liability to income tax.

Comments and suggestions for improvements of issued Practice Notes and suggestions for future Practice Notes are always welcome.