



**THE INCOME TAX (FRINGE BENEFIT TAX, INTEREST ON
LOANS) REGULATIONS 1985, AMENDMENT NO. 1**

PAUL REEVES, Governor-General

ORDER IN COUNCIL

At Wellington this 9th day of March 1987

Present:

HIS EXCELLENCY THE GOVERNOR-GENERAL IN COUNCIL

PURSUANT to section 336w of the Income Tax Act 1976, His Excellency the Governor-General, acting by and with the advice and consent of the Executive Council hereby makes the following regulations.

REGULATIONS

1. Title and commencement—(1) These regulations may be cited as the Income Tax (Fringe Benefit Tax, Interest on Loans) Regulations 1985, Amendment No. 1, and shall be read together with and deemed part of the Income Tax (Fringe Benefit Tax, Interest on Loans) Regulations 1985* (hereinafter referred to as the principal regulations).

(2) These regulations shall come into force on the day after the date of its notification in the *Gazette*.

2. Rates of interest—Regulation 2(1) of the principal regulations is hereby amended—

(a) By omitting the expression “1985”, and substituting the expression “1987”:

- (b) By omitting the expression "14" and substituting the expression "17".

P. G. MILLEN,
Clerk of the Executive Council.

EXPLANATORY NOTE

This note is not part of the regulations, but is intended to indicate their general effect.

These regulations increase the rate of interest which is to apply to employment related loans for the period of 12 consecutive months commencing on 1 April 1987 and for every subsequent period of 12 consecutive months commencing on 1 April from 14 percent to 17 percent.

Issued under the authority of the Regulations Act 1936.
Date of notification in *Gazette*: 12 March 1987.
These regulations are administered in the Inland Revenue Department.