# TD 98/21 - Income tax: what is the benchmark interest rate applicable for the year of income commencing on 1 July 1998 for the purposes of Division 7A of Part III of the Income Tax Assessment Act 1936 ('the Act')? 

[^0]This document has changed over time. This is a consolidated version of the ruling which was published on 28 October 1998


## Taxation Determination

## Income tax: what is the benchmark interest rate applicable for the year of income commencing on 1 July 1998 for the purposes of Division 7A of Part III of the Income Tax Assessment Act 1936 ('the Act')?

## Preamble

The number, subject heading, date of effect and paragraphs 1 and 2 of this Taxation Determination are a 'public ruling' for the purposes of Part IVAAA of the Taxation Administration Act 1953 and are legally binding on the Commissioner. Taxation Rulings TR 92/1 and TR 97/16 together explain how a Determination is legally or administratively binding.

Date of effect
This determination applies to the 1998-1999 financial year.

1. For the year of income commencing 1 July 1998, the benchmark interest rate for the purposes of sections 109 N and 109 E of the Act is $6.7 \%$ per annum.
2. The benchmark interest rate for the year of income commencing 1 July 1998 is relevant for loans made, or deemed to have been made, between 4 December 1997 and 30 June 1998.

Commissioner of Taxation
28 October 1998
FOI INDEX DETAIL: Reference No. I 1017743 Not previously issued in draft form
Related Determinations: TD 98/22
Related Rulings:
Subject Ref: deemed dividends; private company distributions
Legislative Ref: ITAA 109E; ITAA 109N
Case Ref:
ATO Ref: NAT 98/10780-1


[^0]:    This cover sheet is provided for information only. It does not form part of TD 98/21-Income tax: what is the benchmark interest rate applicable for the year of income commencing on 1 July 1998 for the purposes of Division 7A of Part III of the Income Tax Assessment Act 1936 ('the Act')?

