

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')?

 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')*?

 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 109N and 109E 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

ISSN 1038 - 8982