



Finance Act 1998

1998 CHAPTER 36

PART V

OTHER TAXES

Insurance premium tax

147 Taxable intermediaries

- (1) Section 52A of the Finance Act 1994 (certain fees to be treated as premiums under higher rate contracts) shall be amended as follows.
- (2) In subsection (5) (which defines a “taxable intermediary” as a person falling within subsection (6) of that section etc) after “subsection (6)” there shall be inserted “or (6A)”.
- (3) For subsections (6) and (7) there shall be substituted—
 - “(6) A person falls within this subsection if the higher rate contract mentioned in subsection (1) above falls within paragraph 2 or 3 of Schedule 6A to this Act (motor cars or motor cycles, or relevant goods) and the person is—
 - (a) within the meaning of the paragraph in question, a supplier of motor cars or motor cycles or, as the case may be, of relevant goods; or
 - (b) a person connected with a person falling within paragraph (a) above; or
 - (c) a person who in the course of his business pays—
 - (i) the whole or any part of the premium received under that contract, or
 - (ii) a fee connected with the arranging of that contract, to a person falling within paragraph (a) or (b) above.
- (6A) A person falls within this subsection if the higher rate contract mentioned in subsection (1) above falls within paragraph 4 of Schedule 6A to this Act (travel insurance) and the person is—

Status: This is the original version (as it was originally enacted).

- (a) the insurer under that contract; or
 - (b) a person through whom that contract is arranged in the course of his business; or
 - (c) a person connected with the insurer under that contract; or
 - (d) a person connected with a person falling within paragraph (b) above; or
 - (e) a person who in the course of his business pays—
 - (i) the whole or any part of the premium received under that contract, or
 - (ii) a fee connected with the arranging of that contract, to a person falling within any of paragraphs (a) to (d) above.”
- (4) In subsection (9) (definitions) the definition of “tour operator” and “travel agent” shall be omitted.
- (5) The amendments made by this section have effect in relation to payments in respect of fees charged on or after 1st August 1998.