



Income Tax Act 2007

2007 CHAPTER 3

PART 15

DEDUCTION OF INCOME TAX AT SOURCE

CHAPTER 2

DEDUCTION BY DEPOSIT-TAKERS AND BUILDING SOCIETIES

Duty to deduct sums representing income tax

851 Duty to deduct sums representing income tax

- (1) This section applies if—
 - (a) a deposit-taker or building society makes a payment of interest on an investment (see section 855(1)), and
 - (b) when the payment is made, the investment is a relevant investment (see section 856).
- (2) The deposit-taker or building society must, on making the payment, deduct from it a sum representing income tax on it at the [^{F1}basic rate] in force for the tax year in which it is made.
- (3) For provision about the collection of income tax in respect of a payment from which a sum must be deducted under this section, see Chapter 15.

Textual Amendments

- F1** Words in s. 851(2) substituted (21.7.2008 with effect in accordance with Sch. 1 para. 65 of the amending Act) by [Finance Act 2008 \(c. 9\)](#), [Sch. 1 para. 25](#)

Status: Point in time view as at 16/12/2010. This version of this provision has been superseded.

Changes to legislation: There are currently no known outstanding effects for the Income Tax Act 2007, Section 851. (See end of Document for details)

Modifications etc. (not altering text)

- C1** S. 851 excluded (with effect in accordance with reg. 1(2) of the amending S.I.) by [The Income Tax \(Deposit-takers and Building Societies\) \(Interest Payments\) Regulations 2008 \(S.I. 2008/2682\)](#), regs. 1(1), 4

Status:

Point in time view as at 16/12/2010. This version of this provision has been superseded.

Changes to legislation:

There are currently no known outstanding effects for the Income Tax Act 2007, Section 851.