

## SCHEDULES

### SCHEDULE 11

#### EMPLOYMENT INCOME PROVIDED THROUGH THIRD PARTIES: LOANS ETC OUTSTANDING ON 5 APRIL 2019

##### PART 1

##### APPLICATION OF PART 7A OF ITEPA 2003

##### *Meaning of “outstanding”: loans*

- 3 (1) An amount of a loan is “outstanding” for the purposes of [F1 paragraphs 1 and 1A] if the relevant principal amount exceeds the repayment amount.
- (2) In sub-paragraph (1) “relevant principal amount”, in relation to a loan, means the total of—
- (a) the initial principal amount lent, and
  - (b) any sums that have become principal under the loan, otherwise than by capitalisation of interest.
- (3) In sub-paragraph (1) “repayment amount”, in relation to a loan, means the total of—
- (a) the amount of principal under the loan that has been repaid before 17 March 2016, and
  - (b) payments in money made by the relevant person on or after 17 March 2016 by way of repayment of principal under the loan.

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##### **Textual Amendments**

**F1** Words in [Sch. 11 para. 3\(1\)](#) substituted (22.7.2020) by [Finance Act 2020 \(c. 14\)](#), [Sch. 2 para. 28](#)

**Changes to legislation:**

There are currently no known outstanding effects for the Finance (No. 2) Act 2017, Paragraph 3.