



INCOME TAX ACT 1970

**INCOME TAX (REDUCTION OF CLASS 4 CONTRIBUTIONS)
ORDER 2011**

*Approved by Tynwald
Coming into operation*

*15 February 2011
18 February 2011*

The Treasury makes this Order under section 32A(6) of the Income Tax Act 1970¹.

1 Title

This Order is the Income Tax (Reduction of Class 4 Contributions) Order 2011.

2 Commencement

If approved by Tynwald², this Order comes into operation on 18 February 2011 and shall have effect in respect of the income tax year commencing 6 April 2011 and subsequent years.

3 Class 4 Contributions

In section 32A(1) of the Income Tax Act 1970, for "20%" substitute "0%".

4 Revocation

The Income Tax (Increase of Class 4 Contributions) Order 2010³ is revoked.

Made

26 January 2011

Jane Crane

Minister for the Treasury

¹ Vol XXI p. 260

² As required by section 32A(7) of the Income Tax Act 1970

³ SD 36/10

EXPLANATORY NOTE

(This note is not part of the Order)

This Order decreases the rate of the allowable deduction for Class 4 National Insurance Contributions from 20% to 0% with effect from 6 April 2011. It also revokes the Income Tax (Increase of Class 4 Contributions) Order 2010.