EXPLANATORY NOTE

These Regulations replace existing Regulations made under section 31 of the Finance Act, 1942, now replaced by section 193 of the Income Tax Act, 1952, which provides for exemption from income tax in certain circumstances of the interest on Ulster, colonial and certain other savings certificates. The certificates to which the exemption applies are set out in Regulation 1.

Subsection (4) of section 193, however, provides in effect that where, at the date of encashment of any certificates to which section 193 applies, the total savings certificate holding (United Kingdom savings certificates as well as certificates to which section 193 applies) of the person encashing them exceeds a prescribed limit, the exemption from tax does not apply to the accumulated interest on any certificates held in excess of the prescribed limit.

Regulation 3 varies the "prescribed limit" for the purposes of subsection (4). This limit is the sum of the following:—

1. the number of unit certificates held of the United Kingdom £1 issue, and any equivalent Ulster issue, or 250 unit certificates, whichever is the less;

2. the number of unit certificates held (United Kingdom certificates as well as those to which section 193 applies), other than those mentioned in 1, issued before 1st April, 1947, or 500 unit certificates, whichever is the less;

3. the number of unit certificates held (United Kingdom certificates as well as those to which section 193 applies) issued on or after 1st April, 1947, but before 1st February, 1951, or 1,000 unit certificates whichever is the less;

4. the number of unit certificates held (United Kingdom certificates as well as those to which section 193 applies) issued on or after 1st February, 1951, or 1,400 unit certificates, whichever is the less.

The intention of the Regulations is to place certain holders of Ulster and colonial savings certificates, the proceeds of sale of which have been made available to Her Majesty's Government in the United Kingdom, in no worse a position so far as income tax is concerned than if the certificates were United Kingdom savings certificates.

1956 No. 1149

The Ulster and Colonial Savings Certificates (Income Tax Exemption) (Amendment) Regulations, 1956

Made - - - - *25th July,* 1956
Coming into Operation *1st August,* 1956

The Treasury, in exercise of the powers conferred on them by section 193 of the Income Tax Act, 1952(**a**), and of all other powers enabling them in that behalf, hereby make the following Regulations:—

1. The Ulster and Colonial Savings Certificates (Income Tax Exemption) Regulations, 1956(**b**), shall be amended—

(i) by substituting for paragraph (*d*) of Regulation 3 thereof the following paragraph:—

"(*d*) the number of unit certificates of such part of the total savings certificate holding as was issued on or after 1st February, 1951, but before 1st August, 1956, or 1400 unit certificates, whichever is the less;";

(**a**) 15 & 16 Geo. 6 & 1 Eliz. 2. c. 10. (**b**) S.I. 1956/715 (p. 1086 above).

(ii) by adding after the said paragraph (*d*) thus substituted the following further paragraph :—

"(*e*) the number of unit certificates of such part of the total savings certificate holding as was issued on or after 1st August, 1956, or 600 unit certificates, whichever is the less.".

2. The Interpretation Act, 1889(**a**), applies to the interpretation of these Regulations as it applies to the interpretation of an Act of Parliament.

3. These Regulations may be cited as the Ulster and Colonial Savings Certificates (Income Tax Exemption) (Amendment) Regulations, 1956, and shall come into force on the first day of August, nineteen hundred and fifty-six.

Dated the twenty-fifth day of July, nineteen hundred and fifty-six.

Martin Redmayne,
Edward Wakefield,
Two of the Lords Commissioners of Her Majesty's Treasury.

EXPLANATORY NOTE

(*This Note is not part of the Regulations, but is intended to indicate their general purport.*)

These regulations amend regulation 3 of the Ulster and Colonial Savings Certificates (Income Tax Exemption) Regulations, 1956. Their effect is to increase, by the addition of 600 unit certificates issued on or after 1st August, 1956, the maximum holding of Ulster, Colonial and certain other Savings Certificates the interest on which is in certain circumstances exempt from income tax under Section 193 of the Income Tax Act, 1952.

RELIEFS FOR CAPITAL EXPENDITURE

1956 No. 1295

The Investment Allowances (Fuel Economy Plant) Order, 1956

Made - - - -	17*th August,* 1956
Laid before the House of Commons - -	22*nd August,* 1956
Coming into Operation	23*rd August,* 1956

The Lords Commissioners of Her Majesty's Treasury, by virtue of the powers conferred on them by subsection (4) of section fifteen of the Finance Act, 1956(**b**), and of all other powers enabling them in that behalf, hereby make the following Order:—

1. Paragraph (*b*) of subsection (3) of section fifteen of the Finance Act, 1956, shall apply to plant of the descriptions specified in the first column of the Schedule to this Order, and shall so apply with effect from the eighteenth day of February, nineteen hundred and fifty-six; but where a condition is specified in the second column of that Schedule in relation to

(a) 52 & 53 Vict. c. 63. (b) 4 & 5 Eliz. 2. c. 54.