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| **EXPOSURE DRAFT** |

Inserts for

Treasury Laws Amendment Bill 2024: Denying Deductions for Interest Charges

| Commencement information |
| --- |
| Column 1 | Column 2 | Column 3 |
| Provisions | Commencement | Date/Details |
| 1. Schedule 1 | The first 1 January, 1 April, 1 July or 1 October to occur after the day this Act receives the Royal Assent. |  |
| 2.  |  |  |
| 3.  |  |  |

Schedule 1—Denying deductions for interest charges

Income Tax Assessment Act 1997

1 Paragraph 25‑5(1)(c)

Repeal the paragraph.

2 Subsection 25‑5(7)

Repeal the subsection (including the note).

3 After subsection 26-5(1)

Insert:

 (1A) Without limiting paragraph (1)(a), you cannot deduct under this Act the \*general interest charge or the \*shortfall interest charge.

4 Application of amendments

The amendments made by this Schedule apply in relation to assessments for income years starting on or after 1 July 2025.