

Library

# FINANCIAL STATEMENT (1948-49)

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RETURN to an Order of the Honourable The House of Commons  
dated 6 April, 1948:—for

COPY of "STATEMENT of REVENUE and EXPENDITURE as laid  
before the House by the CHANCELLOR OF THE EXCHEQUER  
when opening the BUDGET"

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Treasury Chambers, } W. GLENVIL HALL  
6 April, 1948 }

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*(Mr. Glenvil Hall)*

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*Ordered by The House of Commons to be Printed  
6 April, 1948*

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LONDON

HIS MAJESTY'S STATIONERY OFFICE

NINEPENCE NET

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1947-48

TABLE I.—Comparison of Exchequer Issues with Estimated Expenditure

	1947-48			
	Total Expenditure provided for in the Budget	Supplementary and Excess Votes subsequently granted	Total Estimated Expenditure	Exchequer Issues
<b>Ordinary Expenditure</b>				
<b>CONSOLIDATED FUND SERVICES</b>	£	£	£	£
Interest and Management of National Debt ... ..	525,000,000	—	525,000,000	502,626,000*†
Payments to Northern Ireland Exchequer ... ..	23,000,000	—	23,000,000	24,314,000‡
Other Consolidated Fund Services ... ..	8,000,000	—	8,000,000	7,291,000
<b>Total ... ..</b>	<b>556,000,000</b>	<b>—</b>	<b>556,000,000</b>	<b>534,231,000</b>
<b>SUPPLY SERVICES</b>				
Army Votes ... ..	388,000,000	15,000,000	403,000,000	383,600,000
Navy Votes ... ..	196,700,000	7,655,000	204,355,000	194,300,000
Air Votes ... ..	214,000,000	—	214,000,000	181,900,000
Ministry of Supply (Defence)	100,300,000	—	100,300,000	94,050,000
<b>Total Defence ... ..</b>	<b>899,000,000</b>	<b>22,655,000</b>	<b>921,655,000</b>	<b>853,850,000</b>
Civil Votes (excluding Ministry of Supply (Defence)) ...	1,698,026,000	237,065,000	1,935,091,000	1,769,060,000
Customs and Excise, Inland Revenue and balance of Post Office Votes ... ..	28,341,000	2,891,000	31,232,000	29,963,000
<b>Total Supply Services ...</b>	<b>2,625,367,000</b>	<b>262,611,000</b>	<b>2,887,978,000</b>	<b>2,652,873,000</b>
<b>Total Ordinary Expenditure ... ..</b>	<b>3,181,367,000</b>	<b>262,611,000</b>	<b>3,443,978,000</b>	<b>3,187,104,000</b>
<b>Sinking Funds ... ..</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>22,374,000†</b>
	<b>3,181,367,000</b>	<b>262,611,000</b>	<b>3,443,978,000</b>	<b>3,209,478,000</b>
<b>Self-Balancing Expenditure</b>				
Post Office Expenditure corresponding to Revenue ...	144,230,000	—	144,230,000	143,300,000
Excess Profits Tax, Post-war refunds (part deducted for tax) ... ..	49,000,000	—	49,000,000	23,183,000
<b>Total Self-Balancing Expenditure ... ..</b>	<b>193,230,000</b>	<b>—</b>	<b>193,230,000</b>	<b>166,483,000</b>

\* In addition £8,779,000 for Interest of the National Debt was met from receipts under various Acts authorising such application.

† These two items together make up the total of the Permanent Debt Charge (£525,000,000) as fixed by Section 68 (1) of the Finance Act, 1947.

‡ This item is made up of:—

(1) £21,106,000, being proceeds of reserved taxes in Northern Ireland after deduction of Imperial Contribution and cost of reserved services in Northern Ireland, estimated as follows:—

Gross proceeds of reserved taxes ... ..	£	45,147,000
Less cost of reserved services ... ..		3,742,000
Less Northern Ireland contribution to Imperial services ... ..		20,000,000
Less over-issue in 1945-46 ... ..		299,000

(2) £3,200,000, being issues under the Unemployment and Family Allowances (Northern Ireland Agreement) Act, 1946.

(3) £8,000, being issues under the Disabled Persons Employment Act, 1944.

1947-48

TABLE II.—Comparison of Exchequer Receipts with Budget Estimate

1946-47 Exchequer Receipts		1947-48		
		Budget Estimate (Nov. 1947)	Exchequer Receipts	+ Increase or - Decrease
	<b>Ordinary Revenue</b>			
	INLAND REVENUE			
£		£	£	£
1,156,233,000	Income Tax ... ..	1,086,000,000	1,189,728,000	+ 103,728,000
75,742,000	Sur-tax ... ..	80,000,000	91,220,000	+ 11,220,000
148,044,000	Death Duties ... ..	155,000,000	172,029,000	+ 17,029,000
38,338,000	Stamps ... ..	57,000,000	56,280,000	- 720,000
32,107,000	Profits Tax ... ..	} 206,000,000	{ 36,120,000	} + 82,688,000
325,391,000	Excess Profits Tax ... ..		{ 252,568,000	
724,000	Other Inland Revenue Duties	1,000,000	715,000	- 285,000
<b>1,776,579,000</b>		<b>1,585,000,000</b>	<b>1,798,660,000</b>	<b>+ 213,660,000</b>
	CUSTOMS AND EXCISE			
620,741,000	Customs ... ..	742,460,000	791,101,000	+ 48,641,000
563,500,000	Excise ... ..	668,540,000	629,700,000	- 38,840,000
<b>1,184,241,000</b>		<b>1,411,000,000</b>	<b>1,420,801,000</b>	<b>+ 9,801,000</b>
49,456,000	MOTOR VEHICLE DUTIES ...	50,000,000	49,108,000	- 892,000
3,010,276,000	TOTAL RECEIPTS FROM TAXES ... ..	3,046,000,000	3,268,569,000	+ 222,569,000
155,996,000	Sale of Surplus War Stores	95,000,000	197,231,000	+ 102,231,000
59,000,000	Surplus Receipts from Cer- tain Trading Services ...	55,000,000	101,261,000	+ 46,261,000
9,940,000	Broadcast Receiving Licences	11,000,000	11,200,000	+ 200,000
920,000	Crown Lands ... ..	1,000,000	950,000	- 50,000
26,779,000	Receipts from Sundry Loans	21,000,000	23,044,000	+ 2,044,000
78,312,000	Miscellaneous ... ..	270,000,000	242,604,000	- 27,396,000
<b>3,341,223,000</b>	<b>Total Ordinary Revenue</b>	<b>3,499,000,000</b>	<b>3,844,859,000</b>	<b>+ 345,859,000</b>
	<b>Self-Balancing Revenue</b>			
131,000,000	Post Office Revenue ...	144,230,000	143,300,000	- 930,000
150,522,000	Income Tax deducted from Excess Profits Tax, Post- war refunds ... ..	49,000,000	23,183,000	- 25,817,000
<b>281,522,000</b>	<b>Total Self-Balancing Revenue ... ..</b>	<b>193,230,000</b>	<b>166,483,000</b>	<b>- 26,747,000</b>

1947-48

TABLE III.—EXCHEQUER RECEIPTS AND PAYMENTS 1947-48

Receipts		
Ordinary Revenue	...	3,844,859,000
Self-Balancing Revenue	...	166,483,000
		4,011,342,000
Receipts applicable under various Acts to Interest on the National Debt	...	8,779,000
Money raised by creation of Debt (Total £1,183,456,000):—		
National Savings Certificates	...	223,750,000
2½ per cent. Defence Bonds	...	68,770,000
3 per cent. Defence Bonds	...	2,000
2½ per cent. Treasury Stock, 1975 or after	...	9,000
Other Debt under the National Loans Act, 1939 (net)	...	860,708,000
Treasury Bills (net)	...	30,217,000
Receipts under the War Risks Insurance Act, 1939 (S. 16 (3))	...	8,000,000
Repayments, &c., under:—		
Land Settlement (Facilities) Acts, 1919 and 1921	...	161,000
Tithe Act, 1936 (S. 26)	...	2,497,000
Overseas Trade Guarantees Act, 1939 (S. 4)	...	1,138,000
Housing (Temporary Accommodation) Act, 1944 (S. 8 (3))	...	12,211,000
Local Authorities Loans Act, 1945 (S. 3 (4))	...	708,000
Coal Industry Nationalisation Act, 1946 (S. 28 (2))	...	909,000
Cotton (Centralised Buying) Act, 1947 (S. 21 (3))	...	8,158,000
Miscellaneous Financial Provisions Act, 1946 (S. 3 (1)), Civil Contingencies Fund	...	185,500,000
Suez Canal Drawn Shares	...	600,000
Gifts from the Governments of Australia and New Zealand	...	30,000,000
Exchequer Balance on 31st March, 1947	...	2,356,000
		£5,455,815,000

1947-48

TABLE III.—EXCHEQUER RECEIPTS AND PAYMENTS 1947-48—*continued*

		Payments	
Ordinary Expenditure	...	...	3,187,104,000
Sinking Funds	...	...	22,374,000*
			<u>3,209,478,000</u>
Self-Balancing Expenditure	...	...	166,483,000
			<u>3,375,961,000</u>
Interest outside the Permanent Debt Charge—Issues under various Acts...			8,779,000†
Issues for Redemption of Debt (Total £1,157,034,000):—			
National Savings Certificates	...	...	135,150,000
2½ per cent. Defence Bonds	...	...	8,044,000
3 per cent. Defence Bonds	...	...	139,028,000
3 per cent. Conversion Loan, 1948-53	...	...	300,475,000
2½ per cent. National War Bonds, 1945-47	...	...	100,000
2½ per cent. National War Bonds, 1946-48	...	...	100,000
2½ per cent. Terminable Annuities (National Debt Commissioners)	...	...	5,768,000
3 per cent. Terminable Annuities (National Debt Commissioners)	...	...	27,341,000
Tax Reserve Certificates (net)	...	...	102,883,000
Treasury Deposits by Banks (net)	...	...	165,500,000
Ways and Means Advances (net)	...	...	272,645,000
Excess Profits Tax, Post-war refunds (balance after deduction of tax)	...	...	28,335,000
Issue to National Debt Commissioners:—			
Suez Canal Drawn Shares	...	...	600,000
Issues under the following Acts:—			
Tithe Act, 1936 (S. 26 (1))	...	...	2,380,000
Overseas Trade Guarantees Act, 1939 (S. 4 (1))	...	...	1,315,000
Housing (Temporary Accommodation) Act, 1944 (S. 8 (1))	...	...	57,000,000
Housing (Scotland) Act, 1944 (S. 4 (2)) and Housing (Financial Provisions) (Scotland) Act, 1946 (S. 13 (2))	...	...	4,766,000
Building Materials and Housing Act, 1945 (S. 1 (1))	...	...	500,000
Local Authorities Loans Act, 1945 (S. 3 (1))	...	...	226,200,000
Coal Industry Nationalisation Act, 1946 (S. 34 (1))	...	...	28,000,000
New Towns Act, 1946 (S. 12 (3))	...	...	384,000
Cotton (Centralised Buying) Act, 1947 (S. 21 (1))	...	...	14,000,000
Overseas Resources Development Act, 1948 (S. 17 (1))—			
Colonial Development	...	...	25,000
Overseas Food	...	...	8,000,000
Bretton Woods Agreements Act, 1945 (S. 2 (1))	...	...	16,129,000
Miscellaneous Financial Provisions Act, 1946—			
S. 2 (1) War Damage: Board of Trade	...	...	59,250,000
War Damage: War Damage Commission	...	...	221,000,000
S. 3 (1) Civil Contingencies Fund	...	...	185,500,000
Finance Act, 1946 (S. 26 (7)): Post-war Credits	...	...	55,927,000
Finance Act, 1935 (S. 30 (1)): 3 per cent. Local Loans Stock, paid off...	...	...	1,900,000
Exchequer Balance on 31st March, 1948	...	...	2,830,000
			<u>£5,455,815,000</u>

\* The following issues out of Revenue to purchase or redeem Debt are included under the head of Sinking Funds:—

Specific Sinking Funds:—		£
Capital of Terminable Annuities	...	1,057,000
4 per cent. Funding Loan Sinking Fund	...	6,093,000
3 per cent. Funding Loan Sinking Fund	...	5,120,000
Victory Bonds Sinking Fund	...	5,287,000
Balance issued to National Debt Commissioners to redeem debt	...	4,817,000
Total	...	<u>£22,374,000</u>

† This amount was met from receipts under various Acts authorising such application.

## 1947-48 OUTTURN

TABLE IV.—Conventional form of Accounts

£ millions

				ABOVE THE LINE			
Revenue				Expenditure			
Inland Revenue	...	...	1,799	Interest on Debt	...	...	503
Customs and Excise	...	...	1,421	Sinking Fund	...	...	22
Motor Duties	...	...	49	Northern Ireland	...	...	24
<b>TOTAL TAX REVENUE</b>	...	...	<b>3,269</b>	Miscellaneous	...	...	7
Surplus Stores	...	...	197	<b>TOTAL CONSOLIDATED FUND SERVICES</b>	...	...	<b>556</b>
Trading Services	...	...	101	Supply: Defence	...	...	854
Broadcast Licences	...	...	11	Civil	...	...	1,769
Crown Lands	...	...	1	Tax Collection	...	...	30
Sundry Loans	...	...	23	<b>TOTAL SUPPLY</b>	...	...	<b>2,653</b>
Miscellaneous	...	...	243	<b>Total Expenditure</b>	...	...	<b>3,209</b>
<b>Total Revenue</b>	...	...	<b>3,845</b>	<b>Surplus</b>	...	...	<b>636</b>
			<b>3,845</b>				<b>3,845</b>

  

				BELOW THE LINE			
Receipts				Payments			
Interest outside Budget	...	...	9	Interest outside Budget	...	...	9
Housing receipts from Votes	...	...	12	Post-war credits	...	...	56
Coal	...	...	1	Excess Profits Tax Refunds	...	...	28
Gifts from Australia and New Zealand	...	...	30	War Damage	...	...	280
Local Authorities	...	...	1	Coal	...	...	28
Cotton	...	...	8	Housing	...	...	62
				Local Authorities	...	...	226
				Cotton	...	...	14
				Overseas Resources Development	...	...	8
<b>Total Receipts</b>	...	...	<b>61</b>	<b>Total Payments</b>	...	...	<b>711</b>
<b>Net Sum Borrowed or met from Surplus</b>	...	...	<b>650</b>				<b>711</b>
			<b>711</b>				
<b>Total Receipts</b>	...	...	<b>3,906</b>	<b>Total Payments</b>	...	...	<b>3,920</b>

## 1947-48 OUTTURN

TABLE IV.—Alternative Classification

£ millions

				REVENUE ITEMS			
Receipts				Payments			
Tax Revenue	...	...	3,269	Interest on Debt	...	...	503
Broadcast Licences	...	...	11	Other Expenditure	...	...	2,495
Crown Lands	...	...	1	Interest outside Budget	...	...	9
Sundry Loans (Interest)	...	...	11	Post-war credits	...	...	56
Miscellaneous	...	...	58				
Interest outside Budget	...	...	9				
Housing receipts from Votes	...	...	12				
Gifts from Australia and New Zealand	...	...	30				
<b>Total Revenue Receipts</b>	...	...	<b>3,401</b>	<b>Total Revenue Payments</b>	...	...	<b>3,063</b>
				<b>Surplus</b>	...	...	<b>338</b>
			<b>3,401</b>				<b>3,401</b>
				CAPITAL, &c., ITEMS			
Receipts				Payments			
Surplus Stores	...	...	197	Sinking Fund	...	...	22
Trading Services	...	...	101	Excess Profits Tax Refunds...	...	...	28
Sundry Loans (Principal)	...	...	12	War Damage	...	...	280
Miscellaneous:				Capital Items in Civil Supply Expenditure	...	...	55
Vote of Credit Balances	...	...	112	Loans to Allies, &c., in Civil Supply Expenditure	...	...	16
Other	...	...	73	Rise in stocks of food, &c.	...	...	33
Coal	...	...	1	Argentine Agreement adjustment	...	...	85
Cotton	...	...	8	Coal	...	...	28
Local Authorities	...	...	1	Housing	...	...	62
				Cotton	...	...	14
				Loans to Local Authorities	...	...	226
				Overseas Resources Development	...	...	8
<b>Total Capital Receipts</b>	...	...	<b>505</b>	<b>Total Capital Payments</b>	...	...	<b>857</b>
<b>Excess of Capital Payments over Capital Receipts</b>	...	...	<b>352</b>				
			<b>857</b>				<b>857</b>
<b>Total Receipts</b>	...	...	<b>3,906</b>	<b>Total Payments</b>	...	...	<b>3,920</b>



TABLE V

## NATIONAL DEBT

(Approximate Totals on 31st March, 1948)

	£
2½% Consols, &c. ... ..	313,115,000
4% Consols, 1957 or after ... ..	398,399,000
2¾% Funding Loan, 1952-57 ... ..	100,560,000
2½% Funding Loan, 1956-61 ... ..	200,210,000
3% Funding Loan, 1959-69 ... ..	348,589,000
4% Funding Loan, 1960-90 ... ..	303,675,000
3% Conversion Loan, 1948-53 ... ..	1,350,000*
3½% Conversion Loan, 1961 or after ... ..	739,255,000
3% National Defence Loan, 1954-58 ... ..	320,820,000
3½% War Loan, 1952 or after ... ..	1,910,897,000
3% War Loan, 1955-59 ... ..	302,519,000
2½% National War Bonds, 1949-51 ... ..	714,181,000
2½% National War Bonds, 1951-53 ... ..	522,302,000
2½% National War Bonds, 1952-54 ... ..	809,683,000
2½% National War Bonds, 1954-56 ... ..	426,107,000
3% Savings Bonds, 1955-65 ... ..	712,692,000
3% Savings Bonds, 1960-70 ... ..	1,009,029,000
3% Savings Bonds, 1965-75 ... ..	1,057,388,000
2½% Savings Bonds, 1964-67 ... ..	752,550,000
1¾% Exchequer Bonds, 1950 ... ..	786,627,000
3% Treasury Stock, 1966 or after ... ..	58,212,000
2½% Treasury Stock, 1975 or after ... ..	482,105,000
2½% Treasury Stock, 1980-2016 ... ..	78,457,000
4% Victory Bonds (repayable by annual drawings ending 1976) ... ..	269,710,000
Terminable Annuities ... ..	12,972,000
3% Terminable Annuities ... ..	1,067,413,000†
2½% Terminable Annuities ... ..	239,178,000†
3% Defence Bonds ... ..	792,226,000
2½% Defence Bonds ... ..	241,380,000
National Savings Certificates ... ..	1,742,434,000‡
Tax Reserve Certificates ... ..	426,416,000
Other Debt, &c. ... ..	486,278,000
Treasury Deposit Receipts ... ..	1,291,000,000
Treasury Bills ... ..	4,910,170,000
Ways and Means Advances ... ..	340,810,000
	24,168,709,000
<i>Deduct:</i>	
Victory Bonds, &c., purchased by National Debt Commissioners, but not yet cancelled ... ..	101,625,000
	24,067,084,000
<i>External Debt:</i>	
United States Government Loan ... ..	1,089,646,000
Canadian Government Loans ... ..	324,614,000
Other Debt (payable in external currency) ... ..	141,799,000
	1,556,059,000
	25,623,143,000

\* Balance of redemption moneys unissued at 31st March, 1948.

† Issued to National Debt Commissioners.

‡ Shown at issue price, exclusive of accrued interest.

TABLE VI.—National Expenditure and Rates collected by Local Authorities over a series of years

Year	National Expenditure			Rates collected by Local Authorities §
	Ordinary Expenditure *	Issues under Defence Loans Acts, 1937 and 1939	Total of Columns 2 and 3	
(1)	(2)	(3)	(4)	(5)
	£000	£000	£000	£000
1938-39 ... ..	941,381	128,050	1,069,431	212,578
1939-40 ... ..	1,275,756	491,750	1,767,506	223,536
1940-41 ... ..	3,818,719	—	3,818,719	226,267
1941-42 ... ..	4,839,849	—	4,839,849	220,968
1942-43 ... ..	5,433,296	—	5,433,296	222,496
1943-44 ... ..	5,797,498	—	5,797,498	226,396†
1944-45 ... ..	6,036,815	—	6,036,815	230,285†
1945-46 ... ..	5,648,652	—	5,648,652	247,306†
1946-47 ... ..	3,910,346‡	—	3,910,346	267,019†
1947-48 ... ..	3,209,478‡	—	3,209,478	¶308,397†

\* Including Sinking Fund payments when met from the Permanent Debt Charge.

† Estimated.

‡ Exchequer Issues.

§ Since a large portion of local authorities' expenditure is met out of Exchequer grants, already included in Column (2), the simplest approximate index to the actual burden of local expenditure is afforded by the figures of rates collected, which over a series of years represent very closely the expenditure falling on rates.

¶ *viz.*, England and Wales £278,000,000, Scotland £30,397,000.

1948-49

TABLE VII.—Comparison of Estimated EXPENDITURE under Budget heads

Service	Budget Estimate, 1947-48 (April 1947)	Estimate, 1948-49	+ Increase or - Decrease
	£	£	£
<b>Ordinary Expenditure</b>			
<b>CONSOLIDATED FUND SERVICES</b>			
Interest and Management of National Debt	525,000,000	500,000,000	- 25,000,000
Payments to Northern Ireland Exchequer	23,000,000	26,000,000	+ 3,000,000
Other Consolidated Fund Services ...	8,000,000	8,000,000	—
<b>TOTAL ... ..</b>	<b>556,000,000</b>	<b>534,000,000</b>	<b>- 22,000,000</b>
<b>SUPPLY SERVICES</b>			
Army Votes ... ..	388,000,000	305,000,000	- 83,000,000
Navy Votes ... ..	196,700,000	153,000,000	- 43,700,000
Air Votes ... ..	214,000,000	173,000,000	- 41,000,000
Ministry of Defence ... ..	397,000	632,000	+ 235,000
Ministry of Supply (Defence) ... ..	100,300,000	61,000,000	- 39,300,000
<b>Total Defence ... ..</b>	<b>899,397,000</b>	<b>692,632,000</b>	<b>- 206,765,000</b>
Civil Votes (excluding Ministry of Supply (Defence)) ... ..	1,697,629,000	1,708,613,000	+ 10,984,000
Customs and Excise, Inland Revenue and balance of Post Office Votes ... ..	28,341,000	40,434,000	+ 12,093,000
<b>TOTAL SUPPLY SERVICES ... ..</b>	<b>2,625,367,000</b>	<b>2,441,679,000</b>	<b>- 183,688,000</b>
<b>Total Ordinary Expenditure ... ..</b>	<b>3,181,367,000</b>	<b>2,975,679,000</b>	<b>- 205,688,000</b>
<b>Self-Balancing Expenditure</b>			
Post Office Expenditure corresponding to Revenue ... ..	144,230,000	150,200,000	+ 5,970,000
Excess Profits Tax Post-war refunds (part deducted for tax) ... ..	49,000,000	16,000,000	- 33,000,000
<b>Total Self-Balancing Expenditure ... ..</b>	<b>193,230,000</b>	<b>166,200,000</b>	<b>- 27,030,000</b>

1948-49

TABLE VIII.—Classified Statement of Estimated EXPENDITURE

	1947-48 Budget Estimate		1948-49		+ Increase or - Decrease
	£000	£000	£000	£000	
1. NATIONAL DEBT INTEREST AND MANAGEMENT ... ..	...	525,000	...	500,000	- 25,000
2. DEFENCE AND SUPPLY DEPART- MENTS:—					
Navy ... ..	196,700		153,000		
Army ... ..	388,000		305,000		
Air ... ..	214,000		173,000		
Ministry of Supply (defence expenditure) ... ..	100,300		61,000		
Ministry of Defence ... ..	397		632		
		899,397		692,632	- 206,765
3. ASSISTANCE TO LOCAL SERVICES ( <i>For details see Table VIII (a)</i> ) ... ..	...	375,497	...	407,932	+ 32,435
4. NATIONAL SERVICES (HEALTH, INSURANCE, PENSIONS, &c.) ( <i>For details see Table VIII (b)</i> ) ... ..	...	358,036	...	496,370	+ 138,334
5. TAX COLLECTION:—					
Customs and Excise ... ..	7,643		8,317		
Inland Revenue ... ..	17,540		20,713		
		25,183		29,030	+ 3,847
6. POST OFFICE (excess over Revenue)	...	2,688	...	10,877	+ 8,189
7. OTHER NATIONAL SERVICES:—					
General ( <i>For details see Table VIII (c)</i> ) ... ..	...	669,602	...	702,777	+ 33,175
Terminal or temporary services arising out of the war ( <i>For details see Table VIII (d)</i> ) ... ..	...	325,964	...	136,061	- 189,903
<b>Total Ordinary Expenditure</b> ...		<b>3,181,367</b>	...	<b>2,975,679</b>	<b>- 205,688</b>
8. SELF-BALANCING EXPENDITURE:—					
Post Office Expenditure corresponding to Revenue ... ..		144,230	...	150,200	+ 5,970
Excess Profits Tax, Post-war refunds (part deducted for tax) ... ..		49,000	...	16,000	- 33,000
<b>TOTAL SELF-BALANCING EXPENDITURE</b>		<b>193,230</b>	...	<b>166,200</b>	<b>- 27,030</b>

TABLE VIII (a).—ASSISTANCE TO LOCAL SERVICES

	1947-48	1948-49	+ Increase or - Decrease
	£000	£000	£000
(a) General Grant for Local Services:—			
Exchequer Contributions to Local Revenues ...	66,412	56,717	- 9,695
(b) Specific Services (in addition to provision included in the first item above):—			
Education and Physical Training (including Teachers' Pensions)* ...	168,202	198,139	+ 29,937
Health Services ...	10,616	12,495	+ 1,879
Housing†:—			
(i) Permanent Housing ...	30,807	37,833	+ 7,026
(ii) Temporary Housing ...	15,382	20,897	+ 5,515
(iii) Emergency Housing and Miscellaneous Services	9,797	11,274	+ 1,477
Police ...	23,503	23,010	- 493
Fire Services ...	—	3,852	+ 3,852
Roads (including Trunk Roads) ...	27,170	23,502	- 3,668
Development Areas ...	18,631	13,432	- 5,199
Child Care ...	1,976	3,861	+ 1,885
Miscellaneous ...	3,001	2,920	- 81
TOTAL ...	375,497	407,932	+ 32,435

TABLE VIII (b).—NATIONAL SERVICES (HEALTH, INSURANCE, PENSIONS, &amp;C.)

	1947-48	1948-49	+ Increase or - Decrease
	£000	£000	£000
National Health Service ...	2,142	145,592	+ 143,450
Contributions to National Insurance and Pensions Schemes:—			
Health Insurance Funds ...	14,193	4,208	- 9,985
Unemployment Fund ...	27,500	7,750	- 19,750
Contributory Pensions Accounts ...	117,025	31,885	- 85,140
National Insurance Fund ...	—	97,500	+ 97,500
National Insurance (Industrial Injuries) Fund ...	—	4,000	+ 4,000
National Assistance and Supplementary Pensions ...	14,892	30,123	+ 15,231
Old Age Pensions (non-contributory) ...	26,735	28,235	+ 1,500
Family Allowances ...	61,000	59,494	- 1,506
War Pensions (including Mercantile Marine and Civilians)*	94,549	87,583	- 6,966
TOTAL ...	358,036	496,370	+ 138,334

\* These items include cost of administration.

† Amounts of £1,059,000 for administration and £366,000 for research and development expenditure in connection with Housing are included in Table VIII (c).

TABLE VIII (c).—OTHER NATIONAL SERVICES (GENERAL)

	1947-48	1948-49	+ Increase or - Decrease
	£000	£000	£000
Agriculture and Fisheries (including Food Production)*	56,702	69,893	+ 13,191
Food Services (other than Food Production)* ... ..	333,774	320,191	- 13,583
Broadcasting ... ..	13,228	13,547	+ 319
Civil Aviation* ... ..	24,490	26,315	+ 1,825
Civil Superannuation, &c. (other than Revenue Departments) ... ..	4,868	5,415	+ 547
Colonial Development and Welfare ... ..	7,304	4,288	- 3,016
Employment, Transference, Training and Resettlement	21,053	16,874	- 4,179
Foreign and Imperial Services* ... ..	25,053	32,440	+ 7,387
Forestry* ... ..	4,856	4,906	+ 50
Irish Services ... ..	30,637	33,718	+ 3,081
Ministry of Supply (civil expenditure)* ... ..	5,488	25,650	+ 20,162
Museums, Galleries, &c.* ... ..	1,521	1,862	+ 341
Prisons and State Asylums* ... ..	5,071	4,504	- 567
Research and Development† ... ..	4,792	8,284	+ 3,492
Trade* ... ..	7,232	7,590	+ 358
Transport Services (other than Roads)* ... ..	5,167	4,398	- 769
Works, Buildings, Stationery and Information Services*	75,699	75,904	+ 205
Miscellaneous (including General Administration) ...	42,667	46,998	+ 4,331
<b>TOTAL ... ..</b>	<b>669,602</b>	<b>702,777</b>	<b>+ 33,175</b>

TABLE VIII (d).—TERMINAL OR TEMPORARY SERVICES ARISING OUT OF THE WAR‡§

	1947-48	1948-49	+ Increase or - Decrease
	£000	£000	£000
Advances to Allies, &c. ... ..	27,250	27,000	- 250
Board of Trade Commodity, &c., Services ... ..	31,549	3,238	- 28,311
Civil Defence and National Fire Service ... ..	26,575	9,080	- 17,495
Foreign Office (German Section)* ... ..	86,413	31,796	- 54,617
Emergency Hospital and Medical Services ... ..	11,597	8,271	- 3,326
Foreign and Imperial Services ... ..	28,656	629	- 28,027
Fuel and Power Services ... ..	12,350	2,875	- 9,475
Ministry of Supply, Disposals and Commodity Services ...	29,712	14,350	- 15,362
Shipping and Inland Transport Services ... ..	57,682	33,031	- 24,651
Miscellaneous ... ..	14,180	5,791	- 8,389
<b>TOTAL ... ..</b>	<b>325,964</b>	<b>136,061</b>	<b>- 189,903</b>

\* These items include cost of administration.

† Excluding Ministry of Supply and Defence Departments' expenditure.

‡ The allocation of items between this and the preceding Tables is necessarily to some extent arbitrary.

§ Excluding terminal charges of the Defence and Supply Departments, estimated at £118,500,000 for 1947-48 and £60,510,000 for 1948-49 (See Cmd. 7327).

1948-49

TABLE IX.—Comparison of Estimated RECEIPTS from Revenue in 1948-49  
with corresponding Receipts in 1947-48

On the basis of existing Taxation

	Receipts in 1947-48	Estimate for 1948-49 on basis of existing Taxation	+ Increase or - Decrease
	£	£	£
<b>Ordinary Revenue:</b>			
INLAND REVENUE			
Income Tax ... ..	1,189,728,000	1,395,000,000	+ 205,272,000
Sur-tax ... ..	91,220,000	90,000,000	- 1,220,000
Death Duties ... ..	172,029,000	160,000,000	- 12,029,000
Stamps ... ..	56,280,000	55,000,000	- 1,280,000
Profits Tax ... ..	36,120,000	250,000,000	- 38,688,000
Excess Profits Tax ... ..	252,568,000		
Other Inland Revenue Duties ... ..	715,000	1,000,000	+ 285,000
	1,798,660,000	1,951,000,000	+ 152,340,000
CUSTOMS AND EXCISE			
Customs ... ..	791,101,000	796,000,000	+ 4,899,000
Excise ... ..	629,700,000	704,000,000	+ 74,300,000
	1,420,801,000	1,500,000,000	+ 79,199,000
MOTOR VEHICLE DUTIES ... ..	49,108,000	50,000,000	+ 892,000
<b>TOTAL RECEIPTS FROM TAXES ... ..</b>	<b>3,268,569,000</b>	<b>3,501,000,000</b>	<b>+ 232,431,000</b>
Sale of Surplus War Stores, &c. ... ..	197,231,000	102,000,000	- 95,231,000
Surplus Receipts from certain Trading Services ... ..	101,261,000	57,000,000	- 44,261,000
Broadcast Receiving Licences ... ..	11,200,000	11,000,000	- 200,000
Crown Lands ... ..	950,000	1,000,000	+ 50,000
Receipts from Sundry Loans ... ..	23,044,000	14,000,000	- 9,044,000
Miscellaneous ... ..	242,604,000	68,000,000	- 174,604,000
<b>Total Ordinary Revenue ... ..</b>	<b>3,844,859,000</b>	<b>3,754,000,000</b>	<b>- 90,859,000</b>
<b>Self-Balancing Revenue:</b>			
Post Office Revenue ... ..	143,300,000	150,200,000	+ 6,900,000
Income Tax deducted from Excess Profits Tax, Post-war refunds ... ..	23,183,000	16,000,000	- 7,183,000
<b>Total Self-Balancing Revenue ... ..</b>	<b>166,483,000</b>	<b>166,200,000</b>	<b>- 283,000</b>

TABLE X.—PROPOSED CHANGES IN TAXATION

## INLAND REVENUE

## INCOME TAX

It is proposed to increase the earned income relief to 1/5th, subject to a maximum allowance of tax on £400, and to increase the age relief also to 1/5th.

It is proposed to widen the band of taxable income chargeable at the reduced rates of tax from £125 to £250. At present the first £50 of taxable income is charged at 3/- in the £ and the next £75 at 6/-. The first £50 will remain chargeable at 3/- and the next £200 will be chargeable at 6/-.

It is proposed that where a wife is in employment reduced rate relief shall be given in respect of her earned income in addition to the reduced rate relief in respect of the rest of the joint income of husband and wife.

It is proposed to increase the exemption limit to £135.

It is proposed that where payments are made to directors or employees for expenses, or benefits in kind are provided for them, the payments or benefits shall be assessed as remuneration of the office or employment of the director or employee, subject to such deductions as are due under Rule 9 of the Rules applicable to Schedule E of the Income Tax Acts.

It is proposed that with effect from 1949-50 relief in respect of Life Insurance premiums shall be given on the following scale:—

Where the premiums do not exceed £10	An allowance of tax on the amount of the premiums.
Where the premiums exceed £10 but do not exceed £25	An allowance of tax on £10.
Where the premiums exceed £25	An allowance of tax on two-fifths of the amount of the premiums.

It is proposed that with effect from 1949-50 all farmers at present assessed under Schedule B shall be assessed on their profits under the Rules of Schedule D.

## SPECIAL CONTRIBUTION

It is proposed to charge a Special Contribution on the investment income of individuals for the year 1947-48 where the individual's investment income for that year exceeded £250 and his total income exceeded £2,000. The charge will be on the following scale:—

<i>Slice of Investment Income</i>	<i>Rate of Contribution</i>
£250 to £500	2/-
£500 - £1,000	4/-
£1,000 - £2,000	6/-
£2,000 - £5,000	8/-
Over £5,000	10/-

Where the total income slightly exceeds £2,000, marginal relief will be given, the charge being limited to the excess of the total income over £2,000.



TABLE X.—PROPOSED CHANGES IN TAXATION—*continued*

## CUSTOMS AND EXCISE

## CUSTOMS

It is proposed to increase the Customs duties on imported tobacco, beer, spirits and wines, from 7th April, 1948. The proposed duties, compared with the existing duties, are given in the following table. The new rates incorporate certain changes consequential on the General Agreement on Tariffs and Trade concluded at Geneva on 30th October, 1947 (see footnote on pages 19 and 20).

	Existing Duties		Proposed Duties	
	Full Rate	Preferential Rate	Full Rate	Preferential Rate
	£ s. d. per lb.	£ s. d. per lb.	£ s. d. per lb.	£ s. d. per lb.
<i>Tobacco unmanufactured—</i>				
Containing 10 per cent. or more moisture—				
Unstripped ... ..	2 14 10	2 13 3½	2 18 2	2 16 7½
Stripped ... ..	2 14 10½	2 13 3¾	2 18 2½	2 16 7¾
Containing less than 10 per cent. moisture—				
Unstripped ... ..	2 15 10	2 14 1½	2 19 2	2 17 5½
Stripped ... ..	2 15 10½	2 14 1¾	2 19 2½	2 17 5¾
<i>Tobacco manufactured—</i>				
Cigars ... ..	3 4 5	3 1 5½	3 7 9	3 4 9½
Cigarettes ... ..	3 0 4	2 17 11½	3 3 8	3 1 3½
Cavendish or Negrohead ...	2 19 4	2 17 1	3 2 8	3 0 5
Cavendish or Negrohead manufactured in bond ... ..	2 17 4	2 15 4½	3 0 8	2 18 8½
Other manufactured tobacco ...	2 17 7	2 15 7½	3 0 11	2 18 11½
<i>Snuff—</i>				
Containing more than 13 per cent. moisture ... ..	2 16 10	2 14 11¾	3 0 2	2 18 3¾
Containing not more than 13 per cent. moisture ... ..	2 19 4	2 17 1	3 2 8	3 0 5

TABLE X.—PROPOSED CHANGES IN TAXATION—*continued*CUSTOMS AND EXCISE—*continued*CUSTOMS—*continued*

	Existing Duties		Proposed Duties	
	Full Rate	Preferential Rate	Full Rate	Preferential Rate
	£ s. d.	£ s. d.	£ s. d.	£ s. d.
<i>Beer</i> (other than black beer, etc.)—	per 36 gallons	per 36 gallons	per 36 gallons	per 36 gallons
Up to 1027° ... ..	9 0 2	8 0 2	9 19 3½	8 19 3½
Additional for every degree over 1027° ... ..	5 11	5 11	6 7½	6 7½
	Subject in each case to an additional duty of 10 <i>d.</i> per 36 gallons, of any gravity, consequential on the hop duty.			
	per proof gallon	per proof gallon	per proof gallon	per proof gallon
<i>Spirits</i> —				
Brandy or Rum ... ..	9 13 8	9 11 2	10 13 8	10 11 2
Imitation Rum or Geneva ... ..	9 13 9	9 11 3	10 13 9	10 11 3
Unsweetened spirits other than the above ... ..	9 13 9	9 11 3	10 13 9	10 11 3
	per liquid gallon	per liquid gallon	per liquid gallon	per liquid gallon
Liqueurs, cordials, mixtures and other preparations in bottle, entered in such a manner as to indicate that the strength is not to be tested ...	13 2 2	12 18 10	14 9 2	14 5 10
	per proof gallon	per proof gallon	per proof gallon	per proof gallon
Other spirits including naphtha and methylic alcohol purified so as to be potable, and mixtures and preparations containing spirits ...	9 13 9	9 11 3	10 13 9	10 11 3
	per liquid gallon	per liquid gallon	per liquid gallon	per liquid gallon
Perfumed spirits ... ..	12 16 0	12 12 0	*9 12 0	*9 12 0
	No change is proposed as regards the additional duties payable on immature spirits and on certain spirits imported in bottle.			

\* These rates have been fixed in accordance with the General Agreement on Tariffs and Trade concluded at Geneva on 30th October, 1947.

TABLE X.—PROPOSED CHANGES IN TAXATION—*continued*CUSTOMS AND EXCISE—*continued*CUSTOMS—*continued*

	Existing Duties		Proposed Duties	
	Full Rate	Preferential Rate	Full Rate	Preferential Rate
	£ s. d. per gallon	£ s. d. per gallon	£ s. d. per gallon	£ s. d. per gallon
<i>Wine</i> —				
Not exceeding 25° of proof spirit ...	1 2 0		1 5 0	
Exceeding 25° and not exceeding 42°	2 4 0		2 10 0	
Not exceeding 27° of proof spirit ...		1 0 0		1 3 0
Exceeding 27° and not exceeding 42°		2 0 0		*2 0 0
For every degree or fraction of a degree over 42°, an additional duty of ... ..	3 8	3 4	4 2	3 4
Additional on sparkling wine ...	1 2 0	15 9	*12 6	*12 6
Additional on still wine in bottle ...	3 6	2 6	*2 6	*1 6

\* These rates have been fixed in accordance with the General Agreement on Tariffs and Trade concluded at Geneva on 30th October, 1947.

*Geneva Agreements.*—It is proposed to repeal the duty of 10s. 6d. per cwt. chargeable on prunes of non-Empire origin.

It is further proposed to make provision for the Treasury to vary by Order the preferential rates of Customs duty on certain products of Empire origin—viz. agricultural tractors (not being track-laying tractors), motor bicycles and motor tricycles, and articles of apparel of silk or artificial silk—and also the Ottawa duties chargeable on rice in the husk and patent leather of non-Empire origin.

*Unsweetened Table Waters.*—It is proposed to repeal the existing Customs duty of 8d. a gallon on imported unsweetened table waters, from 1st May, 1948.

TABLE X.—PROPOSED CHANGES IN TAXATION—*continued*CUSTOMS AND EXCISE—*continued*

## EXCISE

*Tobacco.*—It is proposed to increase the Excise duties on tobacco, from 7th April, 1948, by 3s. 4d. a lb. (corresponding to the increase in the Customs duties). It is also proposed that in the case of all stocks of leaf tobacco, manufactured and offal tobacco, which are in the ownership or possession of a licensed manufacturer in any place in the United Kingdom (other than a bonded warehouse) at 5 p.m. on 6th April, 1948, an Excise duty of 3s. 4d. a lb. shall be payable on the quantity of leaf tobacco represented by such stocks.

*Beer, etc.*—It is proposed to increase the Excise duties on beer, spirits, and sweets (British wines, etc.), in each case from 7th April, 1948. The proposed duties, compared with the existing duties, will be as follows:—

	Existing Duties	Proposed Duties
	£ s. d. per 36 gallons	£ s. d. per 36 gallons
<i>Beer</i> (other than black beer, etc.)—		
Up to 1027° ... ..	7 19 9	8 18 10½
Additional for every degree over 1027° ...	5 11	6 7½
	per proof gallon	per proof gallon
<i>Spirits</i> ... ..	9 10 10	10 10 10
	per gallon	per gallon
<i>Sweets</i> (British wines, etc.)—		
Not exceeding 27° of proof spirit ... ..	19 6	1 2 6
Exceeding 27° of proof spirit ... ..	1 4 6	1 10 6
Additional duty on sparkling sweets ...	15 6	6 0

*Unsweetened Table Waters.*—It is proposed to repeal the existing Excise duty of 8d. a gallon on unsweetened table waters from 1st May, 1948. The licence duty of 10s. 0d. a year payable by manufacturers of table waters will also be repealed.

TABLE X.—PROPOSED CHANGES IN TAXATION—*continued*CUSTOMS AND EXCISE—*continued*EXCISE—*continued*

*Entertainments Duty.*—It is proposed to reduce, as from 30th May, 1948, the duties on payments for admission to “living” entertainments (*i.e.*, entertainments which fall within the scope of the Finance Act, 1935, Section I, Sub-sections (3) and (4), as extended by the Finance Act, 1946, Section 7). The proposed scale of rates, compared with the existing scale, is shown in the following table:—

Present Scale of Duty			Proposed Scale of Duty		
Payment for Admission excluding Duty		Rate of Duty	Payment for Admission excluding Duty		Rate of Duty
Exceeding	Not exceeding		Exceeding	Not exceeding	
<i>s.</i>	<i>d.</i>	<i>s.</i>	<i>d.</i>	<i>s.</i>	<i>d.</i>
—	0 3	Nil	—	1 0	Nil
0 3	0 11½	0 0½	1 0	1 5	0 1
0 11½	1 3½	0 2½	1 5	—	1 <i>d.</i> plus 1 <i>d.</i> for every 5 <i>d.</i> or part of 5 <i>d.</i> over 1 <i>s.</i> 5 <i>d.</i>
1 3½	1 5½	0 3½			
1 5½	1 7½	0 4½			
1 7½	1 9½	0 5½			
1 9½	1 11½	0 6½			
1 11½	2 0½	0 8½			
2 0½	2 3	0 9			
2 3	2 7	0 11			
2 7	2 10	1 2			
2 10	3 2	1 4			
3 2	—	1 <i>s.</i> 4 <i>d.</i> plus 2½ <i>d.</i> for every 6½ <i>d.</i> or part of 6½ <i>d.</i> over 3 <i>s.</i> 2 <i>d.</i>			

It is also proposed to exempt from entertainments duty, as from 1st May, 1948, payments for admission to entertainments held in buildings with a seating capacity for not more than 200 persons and situated in rural parishes (or small burghs or landward parishes in Scotland) with a population not exceeding 2,000 in total or 64 to the square mile.

TABLE X.—PROPOSED CHANGES IN TAXATION—*continued*

CUSTOMS AND EXCISE—*continued*

EXCISE—*continued*

*Purchase Tax.*—It is proposed to revise the schedule of goods chargeable with Purchase Tax as shown below. The new rates will apply to goods delivered by registered manufacturers and wholesalers to unregistered customers, on or after 9th April 1948.\*

A provision will also be included in the Finance Bill extending the scope of the present exemption for essential drugs and medicines to include a wider range of non-proprietary articles.

GROUP 1.	<i>Present Rate Per cent.</i>	<i>Proposed Rate Per cent.</i>
Garments and footwear:—		
(a) Articles not comprised in any of the following paragraphs of this Group ... ..	Mainly, 33½ Silk, 50 Children's non-utility garments, Exempt	33½
(b) Utility fully fashioned stockings ... ..	Exempt	33½
(c) Utility garments made wholly or mainly of fur skin ... ..	33½	66⅔
(d) Utility articles not comprised in paragraphs (b) and (c) of this Group ... ..	Exempt	Exempt
(e) Articles made wholly or partly of rough-tanned, undyed sheep or lamb skin with wool attached and designed specially for industrial use ...	• 50	33½
(f) Articles made wholly or partly of fur skin (including any skin with fur, hair or wool attached) other than those comprised in paragraphs (c) and (e) of this Group ... ..	125	100
(g) Protective boots designed for use by miners or quarrymen or moulders ... ..	Exempt	Exempt
(h) Clogs and other wooden-soled footwear, other than articles made wholly or partly of fur skin (including any skin with fur, hair or wool attached) ... ..	Exempt	Exempt
(i) Footwear of a kind suitable for young children's wear, other than articles made wholly or partly of fur skin (including any skin with fur, hair or wool attached) ... ..	Exempt	Exempt
(j) Surgical appliances ... ..	Exempt	Exempt
GROUP 2.		
Headgear:—		
(a) Articles not comprised in any of the following paragraphs of this Group ... ..	50	33½
(b) Articles made wholly or partly of rough-tanned, undyed sheep or lamb skin with wool attached and designed specially for industrial use ...	50	33½
(c) Articles made wholly or partly of fur skin (including any skin with fur, hair or wool attached) other than those comprised in paragraphs (b) and (d) of this Group ... ..	125	100
(d) Utility articles ... ..	Exempt	Exempt
(e) Protective helmets designed for use by miners or quarrymen ... ..	Exempt	Exempt
(f) Wigs ... ..	Exempt	Exempt
(g) Surgical appliances ... ..	Exempt	Exempt

\* Goods on which a chargeable process is completed, or which are imported by unregistered persons, on or after 9th April, 1948, will also be taxable under the new schedule.

TABLE X.—PROPOSED CHANGES IN TAXATION—*continued**Purchase Tax—continued*

	<i>Present Rate Per cent.</i>	<i>Proposed Rate Per cent.</i>
<b>GROUP 3.</b>		
Gloves:—		
(a) Articles not comprised in any of the following paragraphs of this Group ... ..	50	33 $\frac{1}{2}$
(b) Articles made wholly or partly of rough-tanned, undyed sheep or lamb skin with wool attached and designed specially for industrial use ...	50	33 $\frac{1}{2}$
(c) Articles made wholly or partly of fur skin (including any skin with fur, hair or wool attached) other than those comprised in paragraphs (b) and (d) of this Group ... ..	125	100
(d) Utility articles ... ..	Exempt	Exempt
(e) Surgical appliances ... ..	Exempt	Exempt
 <b>GROUP 4.</b>		
Haberdashery, including patterns for making apparel:—		
(a) Articles not comprised in any of the following paragraphs of this Group ... ..	Mainly, 50 Children's reins, Exempt	33 $\frac{1}{2}$
(b) Articles made wholly or partly of fur skin (including any skin with fur, hair or wool attached)	125	100
(c) Utility articles ... ..	Exempt	Exempt
(d) Sewing thread, and mending and knitting wool	Exempt	Exempt
 <b>GROUP 5.</b>		
Textile articles of a kind used for domestic purposes and articles made of any material which are of a kind used as domestic soft furnishings or as domestic bedding:—		
(a) Articles not comprised in the following paragraphs of this Group ... ..	Mainly, 50 Pile fabric, 125 Woven-figured fabric, 125	66 $\frac{2}{3}$
(b) Utility articles ... ..	Exempt	Exempt
(c) Floor coverings ... ..	Not chargeable under this Group	Not chargeable under this Group
 <b>GROUP 6.</b>		
Tissues and fabrics other than floor coverings:—		
(a) Tissues and fabrics whether in the piece, shaped or partly made-up, including such tissues and fabrics which have been dyed, printed, coated or otherwise treated, but not including tissues and fabrics comprised in any of the following paragraphs of this Group ... ..	Mainly, 50 Pile, 125 Woven-figured, 125	66 $\frac{2}{3}$
(b) Utility cloth ... ..	Exempt	Exempt
(c) Fabrics of the following descriptions, not being woven-figured fabrics, pile fabrics, braids, fringes, gimps or similar trimmings, furnishing fabrics, suitings or overcoatings, or fabrics		

TABLE X.—PROPOSED CHANGES IN TAXATION—*continued*

*Purchase Tax—continued*

GROUP 6—*continued*

	<i>Present Rate Per cent.</i>	<i>Proposed Rate Per cent.</i>
which have been bleached, printed, embroidered or otherwise decorated:—		
(i) jute fabrics ... ..	Exempt	Exempt
(ii) felt fabrics ... ..	Exempt	Exempt
(iii) glass fibre fabrics ... ..	Exempt	Exempt
(iv) asbestos fabrics ... ..	Exempt	Exempt
(v) woven fabrics not containing wool which weigh not less than 12 ounces per square yard ... ..	Exempt	Exempt
(vi) woven fabrics containing wool which weigh not less than 18 ounces per square yard ... ..	Exempt	Exempt
(d) Bolting cloth ... ..	Exempt	Exempt
(e) Machinery belting ... ..	Exempt	Exempt
(f) Tracing cloth ... ..	Exempt	Exempt
(g) Abrasive cloth ... ..	Exempt	Exempt
(h) Varnished or bitumenised cloth and varnished or bitumenised tape of the kinds used for the purpose of electrical insulation ... ..	Exempt	Exempt
(i) Netting of cordage, rope or twine, including fishing net, but not including composite fabrics incorporating such netting and not including sports netting ... ..	Exempt	Exempt
(j) Rags ... ..	Exempt	Exempt
(k) Lamp wick ... ..	Exempt	Exempt
(l) Fabrics of a kind suitable for and prepared or put up in special packs as surgical dressings ... ..	Exempt	Exempt
(m) Floor coverings ... ..	Not chargeable under this Group	Not chargeable under this Group

GROUP 7.

Plastic sheeting in the piece or in cut lengths of a kind suitable for making garments or curtains, tablecloths and similar soft furnishings ... ..	50	66 $\frac{2}{3}$
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GROUP 8.

Fur skin (including any skin with fur, hair or wool attached), dressed ... ..	125	100
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GROUP 9.

(a) Floor coverings ... ..	Carpets, 50 Coir mats, 50 Parquetry, 50 Linoleum, 33 $\frac{1}{3}$	33 $\frac{1}{3}$
(b) (i) Rugs made of fur skin (including any skin with fur, hair or wool attached) ... ..	125	100
(ii) Other rugs, except floor rugs ... ..	50	66 $\frac{2}{3}$



TABLE X.—PROPOSED CHANGES IN TAXATION—*continued**Purchase Tax—continued*

	<i>Present Rate Per cent.</i>	<i>Proposed Rate Per cent.</i>
<b>GROUP 10.</b>		
(a) Wallpaper ... ..	33 $\frac{1}{3}$	33 $\frac{1}{3}$
(b) Window display papers, being fancy papers coated, stained, printed, embossed, laminated or otherwise decorated, including coated poster papers, but not including such papers cut to size suitable for use as box papers or as printing paper ... ..	33 $\frac{1}{3}$	33 $\frac{1}{3}$
(c) Paper handkerchiefs, paper towels, paper serviettes, paper doyleys, paper table covers, paper table decorations, shelf paper, and similar articles of paper ... ..	50	66 $\frac{2}{3}$
<b>GROUP 11.</b>		
Furniture, hardware, ironmongery, turnery, table-ware, kitchen-ware and toilet-ware, being articles of a kind used for domestic or office purposes:—		
(a) Articles not comprised in any of the following paragraphs of this Group ... ..	Mainly, 50 Some, 33 $\frac{1}{3}$ Vermin traps, Exempt	33 $\frac{1}{3}$
(b) (i) Tables, desks, chairs, sideboards, beds, chests, drawers, cupboards and similar furniture, except those comprised in paragraph (e) of this Group ... ..	Kitchen cupboards, Exempt Other furniture, 50	66 $\frac{2}{3}$
(ii) Wire and spring mattresses except those comprised in paragraph (e) of this Group ...	50	66 $\frac{2}{3}$
(c) Mirrors, whether framed or not ... ..	75	100
(d) Glassware of cut glass ... ..	125	100
(e) Utility furniture and component parts of utility furniture ... ..	Exempt	Exempt
(f) Invalid chairs ... ..	Exempt	Exempt
(g) Picture frames of wood, plain, gilt or coloured, with or without ornamental composition, which are made from moulding of a width not less at any point than three inches ... ..	Exempt	Exempt
(h) Metal clothes lockers of a kind installed in cloak-rooms other than domestic cloakrooms ...	Exempt	Exempt
(i) Vessels designed for use primarily as containers for food or drink in the course of its storage, preparation or consumption, and lids for use with such vessels, but not including articles of cut glass, articles made wholly or partly of stainless steel, articles coated or plated with silver, and articles of nickel, Britannia metal, nickel silver, pewter or similar metals ...	Mainly Exempt Some, 50 and 33 $\frac{1}{3}$	Not chargeable under this Group

TABLE X.—PROPOSED CHANGES IN TAXATION—*continued**Purchase Tax—continued*

	<i>Present Rate Per cent.</i>	<i>Proposed Rate Per cent.</i>
<b>GROUP 11—<i>continued</i></b>		
(j) Household brooms and household brushes ...	Exempt	Exempt
(k) Dustbins, buckets, pails and sanitary pans, and lids for any of those articles ...	Sanitary pans, 33½ Other articles, Exempt	Exempt
(l) Thermal insulation covers designed for domestic water systems ...	Exempt	Exempt
(m) Thermostats ...	Exempt	Exempt
(n) Builders' hardware, sanitary ware and other articles of kinds ordinarily installed by builders as fixtures ...	Not chargeable under this Group	Not chargeable under this Group
(o) Fireguards, except those incorporating heating elements ...	Exempt	Exempt
(p) Accessories for domestic stoves, grates, ranges and fireplaces, being accessories designed for use as fuel economisers, the following:—		
(i) fire-bricks and similar articles ...	Exempt	Exempt
(ii) accessories designed so as, when placed above the fuel in an open fire, temporarily to convert the fire into an enclosed fire ...	Exempt	Exempt
(q) Trivets and similar articles being accessories for domestic stoves, grates, ranges and fireplaces	Exempt	Exempt
<b>GROUP 12.</b>		
Cooking, heating, refrigerating and other appliances and apparatus, whether mechanically operated or not, being appliances and apparatus of a kind used for domestic purposes, except mechanical lighters:—		
(a) Appliances and apparatus not comprised in any of the following paragraphs of this Group ...	Refrigerators, Exempt Others, 50	33½
(b) Appliances and apparatus of a kind suitable for operation from electric or gas mains for the conversion of electricity or gas into heat for the purpose of space heating or water heating, of the following descriptions:—		
(i) space heating appliances and apparatus, including appliances and apparatus of a kind used for boiling or cooking and also for space heating ...	75	100
(ii) instantaneous water heaters ...	75	100
(iii) immersion water heaters ...	75	100
(iv) storage water heaters ...	75	100
(v) circulator water heaters for tank storage	75	100
(vi) water boilers for tank storage or central heating ...	75	100

TABLE X.—PROPOSED CHANGES IN TAXATION—*continued**Purchase Tax—continued*

	<i>Present Rate Per cent.</i>	<i>Proposed Rate Per cent.</i>
<b>GROUP 12—<i>continued</i></b>		
(c) Cooking, space heating and water heating appliances of a kind <i>not</i> suitable for operation from electric or gas mains of the following descriptions:—		
(i) stoves, grates, ranges, fireplaces and ovens ... ..	Exempt	Exempt
(ii) radiators and convectors ... ..	Exempt	Exempt
(iii) storage water heaters ... ..	Exempt	Exempt
(iv) circulator water heaters for tank storage	Exempt	Exempt
(v) water boilers for tank storage or central heating ... ..	Exempt	Exempt
(d) Parts of such stoves, grates, ranges, fireplaces and ovens as are comprised in paragraph (c) of this Group ... ..	Exempt	Exempt
(e) Space heating appliances incorporating electric fans or electric pumps, or both such fans and such pumps, designed to consume in all not more than 100 watts, but not including appliances otherwise electrically operated and not including appliances operated by gas ...	Exempt	Exempt
(f) Wash boilers and wash coppers ... ..	Exempt	Exempt
(g) Electric kettles and other cooking utensils incorporating heating elements ... ..	Exempt	Exempt
(h) Smoothing irons and pressing irons ... ..	Exempt	Exempt
<b>GROUP 13.</b>		
Cutlery suitable for domestic or personal use and spoons, forks and similar articles suitable for domestic use:—		
(a) Articles not comprised in any of the following paragraphs of this Group and blanks of articles not so comprised ... ..	Blanks, Exempt Clasp knives, Exempt Others, 50	33½
(b) Articles designed for use solely in the course of any trade, profession, employment or vocation and unsuitable for use for other purposes ... ..	Exempt	Exempt
(c) Articles consisting of a knife and fork combined specially designed for use by persons not having the full use of their arms, and other articles specially designed for use by such persons ...	Exempt	Exempt
<b>GROUP 14.</b>		
(a) Fittings of a kind used for interior domestic or office lighting:—		
(i) table and floor standards (whether complete or not) ... ..	50	33½
(ii) brackets, pendants, candelabra and electroliers ... ..	50	33½
(iii) lanterns, shades, bowls and reflectors ...	50	33½
(iv) glass chimneys and similar primary glasses being chimneys and glasses designed for oil or candle lamps ...	Exempt	Exempt
(v) other illuminating glassware ... ..	50	33½

TABLE X.—PROPOSED CHANGES IN TAXATION—*continued**Purchase Tax—continued*

	<i>Present Rate Per cent.</i>	<i>Proposed Rate Per cent.</i>
<b>GROUP 14—continued</b>		
(b) Incandescent mantles ... ..	50	33 $\frac{1}{3}$
(c) Electric filament lamps not exceeding 250 watts and fluorescent lighting tubes not exceeding 80 watts ... ..	Lamps, 50 Tubes, Exempt	33 $\frac{1}{3}$
<b>GROUP 15.</b>		
Hand lamps and hand torches:—		
(a) Articles not comprised in any of the following paragraphs of this Group ... ..	50	33 $\frac{1}{3}$
(b) Acetylene hand lamps ... ..	Exempt	Exempt
(c) Miners' safety lamps ... ..	Exempt	Exempt
<b>GROUP 16.</b>		
(a) Lawn mowers and garden rollers ... ..	Electric, 75 Others, 33 $\frac{1}{3}$	33 $\frac{1}{3}$
(b) Garden furniture ... ..	50	66 $\frac{2}{3}$
(c) Garden ornaments ... ..	125	100
<b>GROUP 17.</b>		
(a) Clocks and watches:—		
(i) articles not comprised in any of the following sub-paragraphs of this paragraph ... ..	50	66 $\frac{2}{3}$
(ii) clocks and watches made wholly or partly of gold, silver or other precious metal (including gold plate, but not including base metal which is gilt or silver-plated) ... ..	125	100
(iii) clocks designed for use as public clocks with dials not less than 2 feet in diameter or with dials having a diagonal measurement of 2 feet 6 inches or more ... ..	Exempt	Exempt
(b) Clock movements and watch movements:—		
(i) articles not comprised in any of the following sub-paragraphs of this paragraph ... ..	50	66 $\frac{2}{3}$
(ii) movements, complete with hands, designed for mechanical and impulse clocks with dials not less than 2 feet in diameter or with dials having a diagonal measurement of 2 feet 6 inches or more ... ..	50	Exempt
(iii) movements, complete with hands, designed for synchronous clocks with dials not less than 2 feet 6 inches in diameter or with dials having a diagonal measurement of 3 feet or more ... ..	50	Exempt

TABLE X.—PROPOSED CHANGES IN TAXATION—*continued**Purchase Tax—continued*

	<i>Present Rate Per cent.</i>	<i>Proposed Rate Per cent.</i>
<b>GROUP 17—<i>continued</i></b>		
(c) Cases for, and accessories to, clocks and watches, and watch chains, wristlet watch straps and similar articles:—		
(i) articles not comprised in the following sub-paragraph of this paragraph ...	50	66 $\frac{2}{3}$
(ii) articles made wholly or partly of gold, silver or other precious metal (including gold plate, but not including base metal which is gilt or silver-plated) ... ..	125	100
<b>GROUP 18.</b>		
(a) Wireless receiving sets of the domestic, portable or road vehicle types (including kits of parts, whether or not assembled and whether or not complete, of a kind used in the assembly of such sets) and valves suitable for use therewith ...	50	66 $\frac{2}{3}$
(b) Batteries and accumulators suitable for use with wireless receiving sets of the domestic or portable type, other than dry batteries of not more than 6 volts ... ..	33 $\frac{1}{3}$	33 $\frac{1}{3}$
<b>GROUP 19.</b>		
(a) Musical instruments including gramophones, radiogramophones, player pianos and similar instruments, and parts thereof and accessories thereto:—		
(i) articles and parts thereof and accessories thereto not comprised in any of the following sub-paragraphs of this paragraph ... ..	50	66 $\frac{2}{3}$
(ii) pipe organs, electronic organs and reed organs (except the types designed to be carried when played) and parts thereof and accessories thereto ...	50	Exempt
(iii) gramophones specially designed for reproduction of speech from records specially adapted for the use of the blind ... ..	Exempt	Exempt
(b) Player piano records and gramophone records other than gramophone records for the reproduction of speech, specially adapted for the use of the blind ... ..	50	66 $\frac{2}{3}$
<b>GROUP 20.</b>		
Toys and games (including coin or disc operated machines), and appliances, apparatus, accessories and requisites for sports, games, amusements, gymnastics or athletics (not being garments, footwear, road vehicles, bicycles or tricycles), including parts thereof and accessories thereto:—		
(a) Articles not comprised in any of the following paragraphs of this Group ... ..	Mainly, 50 Some sports requisites, 33 $\frac{1}{3}$	33 $\frac{1}{3}$

TABLE X.—PROPOSED CHANGES IN TAXATION—*continued**Purchase Tax—continued*

	<i>Present Rate Per cent.</i>	<i>Proposed Rate Per cent.</i>
<b>GROUP 20—<i>continued</i></b>		
(b) Swings, slides (including water chutes), see-saws, roundabouts and giant strides, not being mechanically operated articles ... ..	Exempt	Exempt
(c) Gliders large enough to carry human beings and accessories for such gliders ... ..	Exempt	Exempt
(d) Boats and other vessels large enough to carry human beings and accessories for such boats and vessels ... ..	50, 33 $\frac{1}{3}$ or Exempt	Exempt
<b>GROUP 21.</b>		
(a) Umbrellas and sunshades ... ..	50	66 $\frac{2}{3}$
(b) Walking sticks and canes:—		
(i) wholly of wood, except for the ferrules	50	33 $\frac{1}{3}$
(ii) other kinds ... ..	125	100
<b>GROUP 22.</b>		
Smokers' requisites, except matches and mechanical lighters ... ..	50	66 $\frac{2}{3}$
<b>GROUP 23.</b>		
Trunks, bags, wallets, jewel cases, pouches, purses, suit cases, attaché cases, baskets and similar receptacles of a kind used for personal or domestic purposes (whether fitted or not):—		
(a) Articles made of leather, hide or skin:—		
(i) designed for use solely for the purpose of any trade, profession, employment or vocation and unsuitable for use for other purposes ... ..	50	66 $\frac{2}{3}$
(ii) other articles ... ..	125	100
(b) Articles made of other materials ... ..	50	66 $\frac{2}{3}$
<b>GROUP 24.</b>		
(a) Photographic cameras and photographic enlargers and lenses and other parts of, and accessories to, photographic cameras and photographic enlargers:—		
(i) articles not comprised in any of the following sub-paragraphs of this paragraph ... ..	50	66 $\frac{2}{3}$
(ii) cinematograph cameras for film of standard width and parts of, and accessories to, such cameras ...	Exempt	Exempt
(iii) articles suitable only for industrial, scientific or military use ... ..	Enlargers, 50 Other articles, Exempt	Exempt

TABLE X.—PROPOSED CHANGES IN TAXATION—*continued**Purchase Tax—continued*

<i>GROUP 24—continued</i>	<i>Present Rate Per cent.</i>	<i>Proposed Rate Per cent.</i>
(b) Unexposed, sensitised photographic paper, cloth, plates and film:—		
(i) articles not comprised in any of the following sub-paragraphs of this paragraph ... ..	50	66 $\frac{2}{3}$
(ii) cinematograph film of standard width	Exempt	Exempt
(iii) X-ray plates, film and paper ... ..	Exempt	Exempt
(iv) ferro-prussiate, ferro-gallic and dye-line paper and cloth ... ..	Exempt	Exempt
(v) document base paper, transparent tracing paper base and tracing cloth	Exempt	Exempt
 <b>GROUP 25.</b>		
Pictures, prints, engravings, photographs, figures (other than wallpaper), busts, reliefs, vases and similar articles, of a kind produced in quantity for general sale:—		
(a) Articles not comprised in any of the following paragraphs of this Group ... ..	125	100
(b) Reproductions, irrespective of size, and whether plain or coloured, of such pictures, prints, engravings and similar articles as were executed more than one hundred years before the date on which tax becomes due in respect of the reproductions ... ..	50	66 $\frac{2}{3}$
(c) Cinematograph films, film-strips and lantern slides being films, film-strips and lantern slides containing pictures for exhibition by means of a projector ... ..	Exempt	Exempt
(d) Wallpaper ... ..	Not chargeable under this Group	Not chargeable under this Group
 <b>GROUP 26.</b>		
Jewellery and imitation jewellery, being articles consisting wholly or partly of stones or beads (precious, semi-precious or imitation) or of pearls (real, cultured or imitation) ... ..		
	125	100
 <b>GROUP 27.</b>		
(a) Goldsmiths' and silversmiths' wares, being articles made wholly or partly of gold, silver or other precious metal (including gold plate but not including base metal which is gilt or silver-plated), other than articles comprised in the following paragraph of this Group ... ..	125	100
(b) Miniatures or reproductions of the insignia of orders, decorations and medals granted by the Sovereign or conferred by or in the gift of a foreign Sovereign State or the Head of a foreign Sovereign State, and ribbons, bars and clasps designed for wear with, or with miniatures or reproductions of, such orders, decorations and medals (including made-up ribbon bars) ...	Exempt	Exempt

TABLE X.—PROPOSED CHANGES IN TAXATION—*continued**Purchase Tax—continued*

	<i>Present Rate Per cent.</i>	<i>Proposed Rate Per cent.</i>
<b>GROUP 28.</b>		
(a) Articles made wholly or partly of ivory, amber, jet, coral, natural shells or tortoiseshell, or of jade, onyx, lapis lazuli or other semi-precious stones ... ..	125	100
(b) Articles made wholly or partly of mother-of-pearl other than buttons and studs ... ..	125	100
<b>GROUP 29.</b>		
Fancy or ornamental articles suitable for personal or domestic use, and of a kind produced in quantity for general sale:—		
(a) which consist of or incorporate figures, or which are decorated by hand-painting, or which are miniatures of or otherwise imitate other articles	125	100
(b) of other descriptions not being articles chargeable under any other Group ... ..	125	66 $\frac{2}{3}$
<b>GROUP 30.</b>		
(a) Hair waving machines and similar hair waving appliances ... ..	50	33 $\frac{1}{3}$
	Some appliances, Exempt	
(b) Hair drying machines ... ..	50	33 $\frac{1}{3}$
<b>GROUP 31.</b>		
Toilet requisites except face cloths and towels:—		
(a) articles not comprised in the following paragraph of this Group ... ..	125	100
(b) brushes, combs, scissors, razors and razor blades, razor strops, razor sharpeners, dry shavers and dry shaver heads, sponges, toilet paper, dental sticks and toothpicks, not being articles supplied as part of a toilet set ... ..	Electric shavers, 125 Other articles, 50	33 $\frac{1}{3}$
<b>GROUP 32.</b>		
(a) Perfumery ... ..	125	100
(b) Toilet preparations, whether medicated or not, including cosmetics:—		
(i) articles not comprised in the following sub-paragraph of this paragraph ...	125	100
(ii) soap made up for sale as toilet soap; soap substitutes made up for sale as substitutes for toilet soap; shaving creams; shampoos; dentifrices; eye lotions, mouth washes and antiseptics; calamine lotion and similar alleviating toilet preparations, unperfumed ...	50	33 $\frac{1}{3}$



TABLE X.—PROPOSED CHANGES IN TAXATION—*continued**Purchase Tax—continued*

	<i>Present Rate Per cent.</i>	<i>Proposed Rate Per cent.</i>
<b>GROUP 33.</b>		
Drugs and medicines, manufactured or prepared, except the drugs and medicines set out in the Schedule to the Purchase Tax (No. 1) Order, 1948 ... ..	33 $\frac{1}{3}$	33 $\frac{1}{3}$
<b>GROUP 34.</b>		
(a) Diaries, calendars, greeting cards and similar articles ... ..	50	33 $\frac{1}{3}$
(b) Stationery and office requisites except furniture and machinery ... ..	50	33 $\frac{1}{3}$
<b>GROUP 35.</b>		
(a) Road vehicles constructed or adapted solely or mainly for the carriage of passengers or having to the rear of the driver's seat roofed accommodation lit by side windows and fitted with or constructed or adapted for the fitting of seating for passengers, other than vehicles comprised in any of the following paragraphs of this Group:—		
(i) mechanically propelled vehicles of a retail value of more than one thousand two hundred and eighty pounds the vehicle ... ..	66 $\frac{2}{3}$	66 $\frac{2}{3}$
(ii) other mechanically propelled vehicles ...	33 $\frac{1}{3}$	33 $\frac{1}{3}$
(iii) vehicles not mechanically propelled ...	50	33 $\frac{1}{3}$
(b) Bicycles and tricycles (whether mechanically propelled or not) constructed or adapted solely or mainly for the carriage of passengers ...	33 $\frac{1}{3}$	33 $\frac{1}{3}$
(c) Ambulances, invalid carriages and perambulators. Tramcars, trolley vehicles and other vehicles constructed to carry not less than twelve passengers. Vehicles of not less than 3 tons unladen weight. Prison vans and fire tenders. Caravans. Vehicles of the following descriptions in which the accommodation for carrying passengers is only incidental to the use of the vehicle for other purposes:— bullion vans; mobile cinemas, sound film production vehicles and similar vehicles; mobile canteens, mobile clinics, travelling libraries, travelling shops, travelling show rooms and similar vehicles; mobile printing presses and other mobile workshops; pantechicons and horse boxes; hearses but not including hearsettes; tower wagons, road construction, road cleansing, road watering, refuse collecting and similar vehicles ... ..	Exempt	Exempt

TABLE X.—PROPOSED CHANGES IN TAXATION—*continued*CUSTOMS AND EXCISE—*continued*EXCISE—*continued*

*Pool Betting Duty.*—It is proposed that as respects any bets chargeable with duty under the Finance (No. 2) Act, 1947 (other than bets made by means of a totalisator set up on a dog racecourse), the present rate of 10 per cent. on the amount of the stake money paid shall be increased to 20 per cent.

It is also proposed to extend the scope of the duty (which at present applies to bets where the winnings are determined by reference to the "pool" of stake money) to include bets where the amount to be divided amongst the winners is determined otherwise than by reference to the stake money.

These changes will apply to bets made in respect of events taking place on or after 7th April, 1948.

*Bookmakers' Licence Duty.*—It is proposed that duty shall be charged, at the rates shown below, on licences to carry on bookmaking, to be taken out on the occasion of each dog race meeting on a course where there is a totalisator. This duty will come into operation from the tenth day after the Finance Bill receives the Royal Assent.

For a course where the public are admitted to	A licence authorising the bookmaker to carry on bookmaking in	Amount of duty on the licence	
1.	2.	3.	4.
A single enclosure ... ..	The enclosure ... ..	£12	Where there are to be more races than eight at the meeting an additional amount of one quarter of the amount in the third column for each two races in excess of eight; where there are to be an odd number of races the additional amount shall be the same as for the next higher even number.
Two enclosures and no more	The cheaper enclosure ... ..	£6	
	The dearer enclosure ... ..	£24	
More than two enclosures ...	The cheapest enclosure ... ..	£6	
	The cheapest but one enclosure	£18	
	Any other enclosure ... ..	£48	

TABLE XI.—ESTIMATED EFFECT OF CHANGES IN TAXATION

	Estimate 1948-49	Estimate for a full year
	£	£
<b>CUSTOMS AND EXCISE—</b>		
<i>Customs—</i>		
Beer ... ..	+ 1,400,000	+ 1,500,000
Spirits ... ..	+ 4,850,000	+ 5,000,000
Wine ... ..	+ 900,000	+ 1,000,000
Unsweetened Table Waters ... ..	Negligible	
Tobacco ... ..	+ 17,500,000	+ 20,000,000
<i>Geneva Agreements—</i>		
(i) Dried Fruits (prunes) ... ..	— 50,000	— 100,000
(ii) Silk and Artificial Silk (articles of apparel) ... ..	Negligible	
(iii) Duties under the Import Duties Act, 1932 (agricultural tractors, motor bicycles and motor tricycles) ... ..	Negligible	
Total Customs ... ..	+ 24,600,000	+ 27,400,000
<i>Excise—</i>		
Beer ... ..	+ 29,100,000	+ 32,500,000
Spirits ... ..	+ 3,900,000	+ 4,000,000
British Wines, etc. ... ..	+ 900,000	+ 1,000,000
Unsweetened Table Waters ... ..	— 100,000	— 150,000
Tobacco ... ..	+ 2,000,000	*
Entertainments ... ..	— 3,750,000	— 4,500,000
Purchase Tax ... ..	— 18,000,000	— 24,000,000
<i>Betting—</i>		
(i) Pool Betting Duty ... ..	+ 5,500,000	+ 6,000,000
(ii) Bookmakers' Licence Duty ... ..	+ 3,000,000	+ 5,000,000
Total Excise ... ..	+ 22,550,000	+ 19,850,000
TOTAL CUSTOMS AND EXCISE ... ..	+ 47,150,000	+ 47,250,000

\* The Excise duty on tobacco stocks is limited to stocks at 5 p.m. on 6th April, 1948, and is non-recurrent. The gain in revenue from the increase in the Excise duty on home-grown tobacco is negligible.

TABLE XI.—ESTIMATED EFFECT OF CHANGES IN TAXATION—*continued*

	Estimate for 1948-49	Estimate for a full year
	£	£
<b>INLAND REVENUE—</b>		
<i>Income Tax—</i>		
Increase in the Earned Income Relief to 1/5th subject to a maximum allowance of tax on £400: Increase in the Age Relief to 1/5th: and increase in the Exemption Limit ... ..	— 40,000,000	— 46,500,000
Widening the 6/- step in the Graduation to £200 ...	— 44,000,000	— 50,000,000
Allowance of Reduced Rate Relief on the earned income of a married woman in employment ...	— 2,000,000	— 4,500,000
Charge as remuneration of payments to directors or employees for expenses and of benefits in kind provided for them ... ..	+ 150,000	+ 250,000
Change in the form of the Relief given for Life Insurance Premiums ... ..	—	— 5,250,000
Assessment under Schedule D of farming profits at present charged under Schedule B ... ..	—	+ 2,500,000
<b>TOTAL INLAND REVENUE ... ..</b>	<b>— 85,850,000</b>	<b>— 103,500,000</b>
<b>TOTAL CUSTOMS AND EXCISE AND INLAND REVENUE</b>	<b>— 38,700,000</b>	<b>— 56,250,000</b>

**SPECIAL CONTRIBUTION—**

Charge of a Special Contribution on the investment income exceeding £250 of persons whose total income exceeds £2,000—

Estimated yield in 1948-49 ... .. + 50,000,000  
(Total yield £105,000,000)

TABLE XII

## SPECIAL CONTRIBUTION

Amount of Contribution chargeable on specimen investment incomes:—

<i>Amount of Investment income</i>					<i>Amount of Contribution</i>
£					£
250	...	...	...	...	Nil
300	...	...	...	...	5
350	...	...	...	...	10
400	...	...	...	...	15
500	...	...	...	...	25
600	...	...	...	...	45
700	...	...	...	...	65
800	...	...	...	...	85
900	...	...	...	...	105
1,000	...	...	...	...	125
1,250	...	...	...	...	200
1,500	...	...	...	...	275
2,000	...	...	...	...	425
2,500	...	...	...	...	625
3,000	...	...	...	...	825
4,000	...	...	...	...	1,225
5,000	...	...	...	...	1,625
6,000	...	...	...	...	2,125
7,000	...	...	...	...	2,625
8,000	...	...	...	...	3,125
9,000	...	...	...	...	3,625
10,000	...	...	...	...	4,125
12,000	...	...	...	...	5,125
15,000	...	...	...	...	6,625
20,000	...	...	...	...	9,125
25,000	...	...	...	...	11,625
30,000	...	...	...	...	14,125
40,000	...	...	...	...	19,125
50,000	...	...	...	...	24,125

No Contribution is payable if the total income does not exceed £2,000. Where the total income slightly exceeds £2,000, marginal relief may be due.

TABLE XIII.—INCOME TAX

Amount of tax and effective rate of tax per pound of income for specimen incomes

## (1) Single Persons

The Table shows the Tax payable by Single Persons after deduction of the Personal Allowance and, in the case of Earned Income, the Earned Income Relief. The Taxpayer, however, may be entitled to further reliefs which would reduce the tax payable below the amounts shown in the Table.

Income	Income all Earned Income				Income all Investment Income*			
	Charge for 1947-48		Proposed Charge 1948-49		Charge for 1947-48		Proposed Charge 1948-49	
	Income Tax (and Sur-tax if any)	Effective Rate	Income Tax (and Sur-tax if any)	Effective Rate	Income Tax (and Sur-tax if any)	Effective Rate	Income Tax (and Sur-tax if any)	Effective Rate
£	£ s. d.	s. d.	£ s. d.	s. d.	£ s. d.	s. d.	£ s. d.	s. d.
120	—	—	—	—	—	—	—	—
125	—	—	—	—	1 5 0	— 2½	—	—
130	—	—	—	—	2 10 0	— 4½	—	—
135	— 7 6	— 0½	—	—	3 15 0	— 6½	—	—
140	1 0 0	— 1½	— 6 0	— 0½	4 10 0	— 7½	1 10 0	— 2½
150	2 5 0	— 3½	1 10 0	— 2½	6 0 0	— 9½	4 10 0	— 7
175	5 7 6	— 7½	4 10 0	— 6	12 0 0	1 4½	12 0 0	1 4½
200	9 10 0	— 11½	7 10 0	— 9	19 10 0	1 11½	19 10 0	1 11½
225	15 15 0	1 5	13 10 0	1 2½	27 0 0	2 5	27 0 0	2 5
250	22 0 0	1 9	19 10 0	1 6½	36 15 0	2 11½	34 10 0	2 9
300	36 15 0	2 5½	31 10 0	2 1	59 5 0	3 11½	49 10 0	3 3½
350	55 10 0	3 2	43 10 0	2 6	81 15 0	4 8	64 10 0	3 8
400	74 5 0	3 8½	55 10 0	2 9½	104 5 0	5 2½	85 10 0	4 3½
500	111 15 0	4 5½	85 10 0	3 5	149 5 0	5 11½	130 10 0	5 2½
600	149 5 0	4 11½	121 10 0	4 0½	194 5 0	6 5½	175 10 0	5 10
700	186 15 0	5 4	157 10 0	4 6	239 5 0	6 10	220 10 0	6 3½
800	224 5 0	5 7½	193 10 0	4 10	284 5 0	7 1½	265 10 0	6 7½
900	261 15 0	5 10	229 10 0	5 1	329 5 0	7 4	310 10 0	6 11
1,000	299 5 0	6 0	265 10 0	5 3½	374 5 0	7 6	355 10 0	7 1½
1,250	393 0 0	6 3½	355 10 0	5 8½	486 15 0	7 9½	468 0 0	7 6
1,500	486 15 0	6 6	445 10 0	5 11½	599 5 0	8 0	580 10 0	7 9
2,000	711 15 0	7 1½	625 10 0	6 3	824 5 0	8 3	805 10 0	8 0½
2,500	986 15 0	7 10½	900 10 0	7 2½	1,099 5 0	8 9½	1,080 10 0	8 7½
3,000	1,274 5 0	8 6	1,188 0 0	7 11	1,386 15 0	9 3	1,368 0 0	9 1½
4,000	1,899 5 0	9 6	1,813 0 0	9 1	2,011 15 0	10 0½	1,993 0 0	9 11½
5,000	2,574 5 0	10 3½	2,488 0 0	9 11½	2,686 15 0	10 9	2,668 0 0	10 8
6,000	3,299 5 0	11 0	3,213 0 0	10 8½	3,411 15 0	11 4½	3,393 0 0	11 3½
7,000	4,074 5 0	11 7½	3,988 0 0	11 4½	4,186 15 0	11 11½	4,168 0 0	11 11
8,000	4,849 5 0	12 1½	4,763 0 0	11 11	4,961 15 0	12 5	4,943 0 0	12 4½
9,000	5,674 5 0	12 7½	5,588 0 0	12 5	5,786 15 0	12 10½	5,768 0 0	12 10
10,000	6,499 5 0	13 0	6,413 0 0	12 10	6,611 15 0	13 2½	6,593 0 0	13 2
12,000	8,249 5 0	13 9	8,163 0 0	13 7½	8,361 15 0	13 11	8,343 0 0	13 11
15,000	11,024 5 0	14 8½	10,938 0 0	14 7	11,136 15 0	14 10	11,118 0 0	14 10
20,000	15,774 5 0	15 9½	15,688 0 0	15 8½	15,886 15 0	15 10½	15,868 0 0	15 10½
25,000	20,649 5 0	16 6	20,563 0 0	16 5½	20,761 15 0	16 7½	20,743 0 0	16 7
30,000	25,524 5 0	17 0	25,438 0 0	16 11½	25,636 15 0	17 1	25,618 0 0	17 1
40,000	35,274 5 0	17 7½	35,188 0 0	17 7	35,386 15 0	17 8½	35,368 0 0	17 8
50,000	45,024 5 0	18 0	44,938 0 0	17 11½	45,136 15 0	18 0½	45,118 0 0	18 0½
100,000	93,774 5 0	18 9	93,688 0 0	18 9	93,886 15 0	18 9½	93,868 0 0	18 9½

\* AGE RELIEF.—Where the taxpayer (or his wife) is over 65 and his total income does not exceed £500, Age Relief is given: this reduces the tax payable to that chargeable on the Earned Income scale. Where the total income slightly exceeds £500, marginal relief is given so that the full tax on the Investment Income scale is not payable until the marginal relief runs out.

TABLE XIII.—INCOME TAX—*continued*

(2) Married Couples without Children

The Table shows the Tax payable by Married Couples without Children after deduction of the Married Allowance and, in the case of Earned Income, the Earned Income Relief. The Taxpayer, however, may be entitled to further reliefs which would reduce the tax payable below the amounts shown in the Table.

Income	Income all Earned Income				Income all Investment Income*			
	Charge for 1947-48		Proposed Charge 1948-49		Charge for 1947-48		Proposed Charge 1948-49	
	Income Tax (and Sur-tax if any)	Effective Rate	Income Tax (and Sur-tax if any)	Effective Rate	Income Tax (and Sur-tax if any)	Effective Rate	Income Tax (and Sur-tax if any)	Effective Rate
£	£ s. d.	s. d.	£ s. d.	s. d.	£ s. d.	s. d.	£ s. d.	s. d.
180	—	—	—	—	—	—	—	—
200	—	—	—	—	—	—	—	—
225	1 2 6	— 1	—	—	3 0 0	— 3½	3 0 0	— 3½
250	4 5 0	— 4	3 0 0	— 3	6 15 0	— 7	6 15 0	— 7
300	13 10 0	— 11	10 10 0	— 8½	13 10 0	1 1	13 10 0	1 1
350	26 0 0	1 6	22 10 0	1 3½	28 10 0	1 11	28 10 0	1 11
400	42 15 0	2 1½	34 10 0	1 8½	50 5 0	2 10½	43 10 0	2 6
500	80 5 0	3 2½	58 10 0	2 4	72 15 0	3 7½	58 10 0	2 11
600	117 15 0	3 11	90 0 0	3 0	117 15 0	4 8½	99 0 0	3 11½
700	155 5 0	4 5	126 0 0	3 7	162 15 0	5 5	144 0 0	4 9½
800	192 15 0	4 10	162 0 0	4 0½	207 15 0	5 11	189 0 0	5 5
900	230 5 0	5 1½	198 0 0	4 5	252 15 0	6 4	234 0 0	5 10
1,000	267 15 0	5 4½	234 0 0	4 8	297 15 0	6 7½	279 0 0	6 2½
1,250	361 10 0	5 9½	324 0 0	5 2	342 15 0	6 10½	324 0 0	6 6
1,500	455 5 0	6 1	414 0 0	5 6	455 5 0	7 3½	436 10 0	7 0
2,000	680 5 0	6 9½	594 0 0	5 11½	567 15 0	7 7	549 0 0	7 4
2,500	955 5 0	7 7½	869 0 0	6 11½	792 15 0	7 11	774 0 0	7 9
3,000	1,242 15 0	8 3½	1,156 10 0	7 8½	1,067 15 0	8 6½	1,049 0 0	8 4½
4,000	1,867 15 0	9 4	1,781 10 0	8 11	1,355 5 0	9 0½	1,336 10 0	8 11
5,000	2,542 15 0	10 2	2,456 10 0	9 10	1,980 5 0	9 11	1,961 10 0	9 9½
6,000	3,267 15 0	10 10½	3,181 10 0	10 7½	2,655 5 0	10 7½	2,636 10 0	10 6½
7,000	4,042 15 0	11 6½	3,956 10 0	11 3½	3,380 5 0	11 3	3,361 10 0	11 2½
8,000	4,817 15 0	12 0½	4,731 10 0	11 10	4,155 5 0	11 10½	4,136 10 0	11 10
9,000	5,642 15 0	12 6½	5,556 10 0	12 4	4,930 5 0	12 4	4,911 10 0	12 3½
10,000	6,467 15 0	12 11	6,381 10 0	12 9	5,755 5 0	12 9½	5,736 10 0	12 9
12,000	8,217 15 0	13 8½	8,131 10 0	13 6½	6,580 5 0	13 2	6,561 10 0	13 1½
15,000	10,992 15 0	14 8	10,906 10 0	14 6½	7,920 5 0	13 10½	8,311 10 0	13 10
20,000	15,742 15 0	15 9	15,656 10 0	15 8	11,105 5 0	14 9½	11,086 10 0	14 9½
25,000	20,617 15 0	16 6	20,531 10 0	16 5	15,855 5 0	15 10½	15,836 10 0	15 10
30,000	25,492 15 0	17 0	25,406 10 0	16 11½	20,730 5 0	16 7	20,711 10 0	16 7
40,000	35,242 15 0	17 7½	35,156 10 0	17 7	25,605 5 0	17 1	25,586 10 0	17 0½
50,000	44,992 15 0	18 0	44,906 10 0	17 11½	35,355 5 0	17 8	35,336 10 0	17 8
100,000	93,742 15 0	18 9	93,656 10 0	18 9	45,105 5 0	18 0½	45,086 10 0	18 0½
					93,855 5 0	18 9½	93,836 10 0	18 9

\* AGE RELIEF.—Where the taxpayer (or his wife) is over 65 and his total income does not exceed £500, Age Relief is given: this reduces the tax payable to that chargeable on the Earned Income scale. Where the total income slightly exceeds £500, marginal relief is given so that the full tax on the Investment Income scale is not payable until the marginal relief runs out.

TABLE XIII.—INCOME TAX—continued

(3) Married Couples with one Child

The Table shows the Tax payable by Married Couples with one Child after deduction of the Married Allowance and Allowance for one Child and, in the case of Earned Income, the Earned Income Relief. The Taxpayer, however, may be entitled to further reliefs which would reduce the tax payable below the amounts shown in the Table.

Income	Income all Earned Income				Income all Investment Income*			
	Charge for 1947-48		Proposed Charge 1948-49		Charge for 1947-48		Proposed Charge 1948-49	
	Income Tax (and Sur-tax if any)	Effective Rate	Income Tax (and Sur-tax if any)	Effective Rate	Income Tax (and Sur-tax if any)	Effective Rate	Income Tax (and Sur-tax if any)	Effective Rate
£	£ s. d.	s. d.	£ s. d.	s. d.	£ s. d.	s. d.	£ s. d.	s. d.
240	—	—	—	—	—	—	—	—
250	—	—	—	—	1 10 0	— 1½	1 10 0	— 1½
275	—	—	—	—	5 5 0	— 4½	5 5 0	— 4½
300	1 10 0	— 1	—	—	10 10 0	— 8½	10 10 0	— 8½
350	8 0 0	— 5½	6 0 0	— 4	25 10 0	1 5½	25 10 0	1 5½
400	20 10 0	1 0½	16 10 0	— 10	45 15 0	2 3½	40 10 0	2 0½
500	53 5 0	2 1½	40 10 0	1 7½	90 15 0	3 7½	72 0 0	2 10½
600	90 15 0	3 0½	64 10 0	2 2	135 15 0	4 6½	117 0 0	3 11
700	128 5 0	3 8	99 0 0	2 10	180 15 0	5 2	162 0 0	4 7½
800	165 15 0	4 1½	135 0 0	3 4½	225 15 0	5 7½	207 0 0	5 2
900	203 5 0	4 6	171 0 0	3 9½	270 15 0	6 0	252 0 0	5 7
1,000	240 15 0	4 10	207 0 0	4 1½	315 15 0	6 4	297 0 0	5 11½
1,250	334 10 0	5 4	297 0 0	4 9	428 5 0	6 10	409 10 0	6 6½
1,500	428 5 0	5 8½	387 0 0	5 2	540 15 0	7 2½	522 0 0	6 11½
2,000	653 5 0	6 6½	567 0 0	5 8	765 15 0	7 8	747 0 0	7 5½
2,500	928 5 0	7 5	842 0 0	6 9	1,040 15 0	8 4	1,022 0 0	8 2
3,000	1,215 15 0	8 1½	1,129 10 0	7 6½	1,328 5 0	8 10½	1,309 10 0	8 9
4,000	1,840 15 0	9 2½	1,754 10 0	8 9½	1,953 5 0	9 9	1,934 10 0	9 8
5,000	2,515 15 0	10 1	2,429 10 0	9 8½	2,628 5 0	10 6	2,609 10 0	10 5½
6,000	3,240 15 0	10 9½	3,154 10 0	10 6	3,353 5 0	11 2	3,334 10 0	11 1½
7,000	4,015 15 0	11 5½	3,929 10 0	11 2½	4,128 5 0	11 9½	4,109 10 0	11 9
8,000	4,790 15 0	11 11½	4,704 10 0	11 9	4,903 5 0	12 3	4,884 10 0	12 2½
9,000	5,615 15 0	12 6	5,529 10 0	12 3½	5,728 5 0	12 9	5,709 10 0	12 8½
10,000	6,440 15 0	12 10½	6,354 10 0	12 8½	6,553 5 0	13 1½	6,534 10 0	13 1
12,000	8,190 15 0	13 8	8,104 10 0	13 6	8,303 5 0	13 10	8,284 10 0	13 9½
15,000	10,965 15 0	14 7½	10,879 10 0	14 6	11,078 5 0	14 9½	11,059 10 0	14 9
20,000	15,715 15 0	15 8½	15,629 10 0	15 7½	15,828 5 0	15 10	15,809 10 0	15 9½
25,000	20,590 15 0	16 5½	20,504 10 0	16 5	20,703 5 0	16 7	20,684 10 0	16 6½
30,000	25,465 15 0	16 11½	25,379 10 0	16 11	25,578 5 0	17 0½	25,559 10 0	17 0½
40,000	35,215 15 0	17 7½	35,129 10 0	17 7	35,328 5 0	17 8	35,309 10 0	17 8
50,000	44,965 15 0	18 0	44,879 10 0	17 11½	45,078 5 0	18 0½	45,059 10 0	18 0½
100,000	93,715 15 0	18 9	93,629 10 0	18 8½	93,828 5 0	18 9	93,809 10 0	18 9

\* AGE RELIEF.—Where the taxpayer (or his wife) is over 65 and his total income does not exceed £500, Age Relief is given: this reduces the tax payable to that chargeable on the Earned Income scale. Where the total income slightly exceeds £500, marginal relief is given so that the full tax on the Investment Income scale is not payable until the marginal relief runs out.



TABLE XIII.—INCOME TAX—*continued*

## (4) Married Couples with two Children

The Table shows the Tax payable by Married Couples with two Children after deduction of the Married Allowance and Allowance for two Children and, in the case of Earned Income, the Earned Income Relief. The Taxpayer, however, may be entitled to further relief which would reduce the tax payable below the amounts shown in the Table.

Income	Income all Earned Income				Income all Investment Income*			
	Charge for 1947-48		Proposed Charge 1948-49		Charge for 1947-48		Proposed Charge 1948-49	
	Income Tax (and Sur-tax if any)	Effective Rate	Income Tax (and Sur-tax if any)	Effective Rate	Income Tax (and Sur-tax if any)	Effective Rate	Income Tax (and Sur-tax if any)	Effective Rate
£	£ s. d.	s. d.	£ s. d.	s. d.	£ s. d.	s. d.	£ s. d.	s. d.
300	—	—	—	—	—	—	—	—
325	—	—	—	—	3 15 0	— 3	3 15 0	— 3
350	—	—	—	—	7 10 0	— 5	7 10 0	— 5
400	5 0 0	— 3	3 0 0	— 2	22 10 0	1 1½	22 10 0	1 1
500	27 10 0	1 1	22 10 0	— 11	63 15 0	2 6½	52 10 0	2 1
600	63 15 0	2 1½	46 10 0	1 6½	108 15 0	3 7½	90 0 0	3 0
700	101 5 0	2 10½	72 0 0	2 0½	153 15 0	4 4½	135 0 0	3 10
800	138 15 0	3 5½	108 0 0	2 8½	198 15 0	4 11½	180 0 0	4 6
900	176 5 0	3 11	144 0 0	3 2½	243 15 0	5 5	225 0 0	5 0
1,000	213 15 0	4 3½	180 0 0	3 7	288 15 0	5 9½	270 0 0	5 5
1,250	307 10 0	4 11	270 0 0	4 4	401 5 0	6 5	382 10 0	6 1
1,500	401 5 0	5 4	360 0 0	4 9½	513 15 0	6 10	495 0 0	6 7
2,000	626 5 0	6 3	540 0 0	5 5	738 15 0	7 4½	720 0 0	7 2
2,500	901 5 0	7 2½	815 0 0	6 6	1,013 15 0	8 1½	995 0 0	7 11
3,000	1,188 15 0	7 11	1,102 10 0	7 4	1,301 5 0	8 8	1,282 10 0	8 6
4,000	1,813 15 0	9 1	1,727 10 0	8 7½	1,926 5 0	9 7½	1,907 10 0	9 6
5,000	2,488 15 0	9 11½	2,402 10 0	9 7½	2,601 5 0	10 5	2,582 10 0	10 4
6,000	3,213 15 0	10 8½	3,127 10 0	10 5	3,326 5 0	11 1	3,307 10 0	11 0
7,000	3,988 15 0	11 5	3,902 10 0	11 2	4,101 5 0	11 8½	4,082 10 0	11 8
8,000	4,763 15 0	11 11	4,677 10 0	11 8½	4,876 5 0	12 2½	4,857 10 0	12 1
9,000	5,588 15 0	12 5	5,502 10 0	12 2½	5,701 5 0	12 8	5,682 10 0	12 7
10,000	6,413 15 0	12 10	6,327 10 0	12 8	6,526 5 0	13 0½	6,507 10 0	13 0
12,000	8,163 15 0	13 7½	8,077 10 0	13 5½	8,276 5 0	13 9½	8,257 10 0	13 9
15,000	10,938 15 0	14 7	10,852 10 0	14 5½	11,051 5 0	14 9	11,032 10 0	14 8
20,000	15,688 15 0	15 8½	15,602 10 0	15 7	15,801 5 0	15 9½	15,782 10 0	15 9
25,000	20,563 15 0	16 5½	20,477 10 0	16 4½	20,676 5 0	16 6½	20,657 10 0	16 6
30,000	25,438 15 0	16 11½	25,352 10 0	16 11	25,551 5 0	17 0½	25,532 10 0	17 0
40,000	35,188 15 0	17 7	35,102 10 0	17 6½	35,301 5 0	17 8	35,282 10 0	17 7
50,000	44,938 15 0	17 11½	44,852 10 0	17 11½	45,051 5 0	18 0	45,032 10 0	18 0
100,000	93,688 15 0	18 9	93,602 10 0	18 8½	93,801 5 0	18 9	93,782 10 0	18 9

\* AGE RELIEF.—Where the taxpayer (or his wife) is over 65 and his total income does not exceed £500 Age Relief is given: this reduces the tax payable to that chargeable on the Earned Income scale. Where the total income slightly exceeds £500, marginal relief is given so that the full tax on the Investment Income scale is not payable until the marginal relief runs out.

TABLE XIII.—INCOME TAX—continued

(5) Married Couples with three Children

The Table shows the Tax payable by Married Couples with three Children after deduction of the Married Allowance and Allowance for three Children and, in the case of Earned Income, the Earned Income Relief. The Taxpayer, however, may be entitled to further reliefs which would reduce the tax payable below the amounts shown in the Table.

Income	Income all Earned Income				Income all Investment Income*			
	Charge for 1947-48		Proposed Charge 1948-49		Charge for 1947-48		Proposed Charge 1948-49	
	Income Tax (and Sur-tax if any)	Effective Rate	Income Tax (and Sur-tax if any)	Effective Rate	Income Tax (and Sur-tax if any)	Effective Rate	Income Tax (and Sur-tax if any)	Effective Rate
£	£ s. d.	s. d.	£ s. d.	s. d.	£ s. d.	s. d.	£ s. d.	s. d.
360	—	—	—	—	—	—	—	—
375	—	—	—	—	2 5 0	— 11½	2 5 0	— 11½
400	—	—	—	—	6 0 0	— 3½	6 0 0	— 3½
500	9 10 0	— 4½	6 0 0	— 3	36 15 0	1 5½	34 10 0	1 4½
600	36 15 0	1 2½	28 10 0	— 11½	81 15 0	2 8½	64 10 0	2 2
700	74 5 0	2 1½	52 10 0	1 6	126 15 0	3 7½	108 0 0	3 1
800	111 15 0	2 9½	81 0 0	2 0½	171 15 0	4 3½	153 0 0	3 10
900	149 5 0	3 4	117 0 0	2 7	216 15 0	4 10	198 0 0	4 5
1,000	186 15 0	3 9	153 0 0	3 0½	261 15 0	5 3	243 0 0	4 10½
1,250	280 10 0	4 6	243 0 0	3 10½	374 5 0	6 0	355 10 0	5 8½
1,500	374 5 0	5 0	333 0 0	4 5½	486 15 0	6 6	468 0 0	6 3
2,000	599 5 0	6 0	513 0 0	5 1½	711 15 0	7 1½	693 0 0	6 11
2,500	874 5 0	7 0	788 0 0	6 3½	986 15 0	7 10½	968 0 0	7 9
3,000	1,161 15 0	7 9	1,075 10 0	7 2	1,274 5 0	8 6	1,255 10 0	8 4½
4,000	1,786 15 0	8 11	1,700 10 0	8 6	1,899 5 0	9 6	1,880 10 0	9 5
5,000	2,461 15 0	9 10	2,375 10 0	9 6	2,574 5 0	10 3½	2,555 10 0	10 2½
6,000	3,186 15 0	10 7½	3,100 10 0	10 4	3,299 5 0	11 0	3,280 10 0	10 11
7,000	3,961 15 0	11 4	3,875 10 0	11 1	4,074 5 0	11 7½	4,055 10 0	11 7
8,000	4,736 15 0	11 10	4,650 10 0	11 7½	4,849 5 0	12 1½	4,830 10 0	12 1
9,000	5,561 15 0	12 4½	5,475 10 0	12 2	5,674 5 0	12 7½	5,655 10 0	12 7
10,000	6,386 15 0	12 9½	6,300 10 0	12 7	6,499 5 0	13 0	6,480 10 0	12 11½
12,000	8,136 15 0	13 6½	8,050 10 0	13 5	8,249 5 0	13 9	8,230 10 0	13 8½
15,000	10,911 15 0	14 6½	10,825 10 0	14 5	11,024 5 0	14 8½	11,005 10 0	14 8
20,000	15,661 15 0	15 8	15,575 10 0	15 7	15,774 5 0	15 9½	15,755 10 0	15 9
25,000	20,536 15 0	16 5	20,450 10 0	16 4½	20,649 5 0	16 6	20,630 10 0	16 6
30,000	25,411 15 0	16 11½	25,325 10 0	16 10½	25,524 5 0	17 0	25,505 10 0	17 0
40,000	35,161 15 0	17 7	35,075 10 0	17 6½	35,274 5 0	17 7½	35,255 10 0	17 7½
50,000	44,911 15 0	17 11½	44,825 10 0	17 11	45,024 5 0	18 0	45,005 10 0	18 0
100,000	93,661 15 0	18 9	93,575 10 0	18 8½	93,774 5 0	18 9	93,755 10 0	18 9

\* AGE RELIEF.—Where the taxpayer (or his wife) is over 65 and his total income does not exceed £500, Age Relief is given: this reduces the tax payable to that chargeable on the Earned Income scale. Where the total income slightly exceeds £500, marginal relief is given so that the full tax on the Investment Income scale is not payable until the marginal relief runs out.

TABLE XIV.—CUSTOMS AND EXCISE REVENUE under the several heads of Duty

Head of Duty-						1947-48		1948-49 Estimated Receipts
						Budget Estimate	Receipts (provisional)	
Spirits	...	...	...	...	C	27,800,000	42,750,000	55,450,000
					E	47,700,000	40,649,000	43,300,000
Total Spirits						75,500,000	83,399,000	98,750,000
Beer	...	...	...	...	C	10,500,000	9,921,000	13,400,000
					E	259,500,000	264,110,000	302,100,000
Total Beer...						270,000,000	274,031,000	315,500,000
Wine	...	...	...	...	C	19,500,000	15,602,000	20,900,000
British Wines	...	...	...	...	E	3,100,000	3,366,000	5,700,000
Table Waters	...	...	...	...	C	—	2,000	—
					E	150,000	145,000	50,000
Total Table Waters						150,000	147,000	50,000
Tea	...	...	...	...	C	11,500,000	10,019,000	10,500,000
Cocoa	...	...	...	...	C	1,300,000	733,000	1,000,000
Coffee and Chicory	...	...	...	...	C	500,000	419,000	500,000
Sugar, Molasses, Glucose and Saccharin	...	...	...	...	C	26,500,000	25,395,000	27,000,000
					E	10,500,000	11,035,000	10,000,000
Total Sugar, &c.						37,000,000	36,430,000	37,000,000
Dried Fruits	...	...	...	...	C	1,000,000	867,000	500,000
Tobacco	...	...	...	...	C	525,000,000	567,728,000	577,500,000
					E	—	1,000	2,000,000
Total Tobacco						525,000,000	567,729,000	579,500,000
Matches and Mechanical Lighters	...	...	...	...	C	2,700,000	1,823,000	2,000,000
					E	5,800,000	5,428,000	6,000,000
Total Matches, &c.						8,500,000	7,251,000	[8,000,000

TABLE XIV.—CUSTOMS AND EXCISE REVENUE under the several heads of Duty—*continued*

Head of Duty	1947-48		1948-49 Estimated Receipts	
	Budget Estimate	Receipts (provisional)		
Silk and Artificial Silk ... ..	C	£ 1,760,000	£ 3,152,000	£ 2,250,000
	E	240,000	— 726,000	—
Total Silk, &c. ... ..		2,000,000	2,426,000	2,250,000
Oil ... ..	C	62,000,000	57,134,000	57,000,000
Power Alcohol ... ..	E	—	2,000	—
Total Oil, &c. ... ..		62,000,000	57,136,000	57,000,000
Entertainments ... ..	E	52,000,000	49,986,000	46,250,000
Liquor Licences— Duties ... ..	E	4,730,000	4,873,000	4,790,000
Monopoly Values ... ..	E	190,000	293,000	200,000
Other Licences ... ..	E	380,000	406,000	410,000
Playing Cards ... ..	E	60,000	49,000	50,000
Hops ... ..	C	180,000	31,000	50,000
Key Industry Duty ... ..	C	1,000,000	1,661,000	1,500,000
Duties under Import Duties Act, 1932... ..	C	40,000,000	45,410,000	40,000,000
Ottawa Duties ... ..	C	6,500,000	7,950,000	7,000,000
Beef and Veal ... ..	C	4,500,000	5,301,000	4,000,000
Purchase Tax ... ..	E	281,000,000	246,243,000	282,000,000
Betting ... ..	E	3,000,000	* 3,693,000	23,500,000
Other Articles and Deposits ... ..	{ C	220,000	713,000	50,000
	{ E	190,000	44,000	200,000
Total Other Articles, &c. ... ..		410,000	757,000	250,000
Difference between Payments into Ex- chequer and Actual Receipts... ..	{ C	—	— 5,510,000	—
	{ E	—	103,000	—
Total Difference ... ..		—	— 5,407,000	—
Total Revenue ... ..	Customs	742,460,000	791,101,000	820,600,000
	Excise	668,540,000	629,700,000	726,550,000
TOTAL ... ..		1,411,000,000*	1,420,801,000	1,547,150,000

\* Revised estimate allowing for the November 1947 Budget changes.



B.—SELF-BALANCING REVENUE AND EXPENDITURE

												£
Post Office expenditure corresponding to Revenue	...	...	...	...	...	...	...	...	...	...	...	150,200,000
Excess Profits Tax, Post-war refunds (part deducted for tax)	...	...	...	...	...	...	...	...	...	...	...	16,000,000
												<hr/>
												166,200,000
												<hr/>

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