are calculated as follows:

d The present values at each balance date

Therefore the Annual Yield to Maturity Rate is

Calculate:

Estimate half yearly interest rate, press (i), then press (R/S).

Program:

Estimate

\[
\begin{align*}
\text{Income} & \quad \text{Year} \\
\text{Ending} & \quad \text{Present} \\
\text{Value} & \quad \text{at} \\
\text{by-year} & \quad \text{end} \\
\text{year} & \quad \text{holder} \\
(\text{a} \text{or} \text{d}) & \quad (\text{b}) \\
1991 & 94.50 & 90.00 & - & 4.50 (i) \\
1992 & 106.44 & - & - & 11.94 (ii) \\
1993 & 119.89 & - & - & 13.45 (iii) \\
1994 & 119.89 & - & 14.00 & 14.00 (iv) \\
1995 & 119.89 & - & 14.00 & 14.00 (iv) \\
\end{align*}
\]

Notes:

\[
\begin{align*}
(\text{i}) & \quad 94.50 - 90.00 = 4.50 \\
(\text{ii}) & \quad 106.44 - 94.50 = 11.94 \\
(\text{iii}) & \quad 119.89 - 106.44 = 13.45 \\
(\text{iv}) & \quad 119.89 - 14.00 = 119.89 - 14.00 = 14.00
\end{align*}
\]

The constant expenditure from the 30 June 1994 income year onwards is to be expected, and would only change if the issuer's balance date changed, or there was a change in the terms of the security.

Unless the note is repaid under the terms of its issue (such as default) or sold, then there will never be a base price adjustment.

This Determination is signed by me on the 24th day of October in the year 1990.

R. D. ADAIR, Deputy Commissioner of Inland Revenue.

Determination G13A: Prices or Yields

This determination may be cited as "Determination G13A: Prices or Yields".

1. **Explanation** (which does not form part of the determination).

(1) This determination rescinds and replaces Determination G13: Prices or Yields made on the 8th day of February 1989.

(2) This determination applies where for the purpose of calculating the income or expenditure of a person it is necessary to determine a price or yield for valuation purposes.

This may arise where a person wishes to calculate income or expenditure in relation to a financial arrangement pursuant to section 64c (4) of the Act. (For example, in the application of a market valuation method for calculating the amount of...