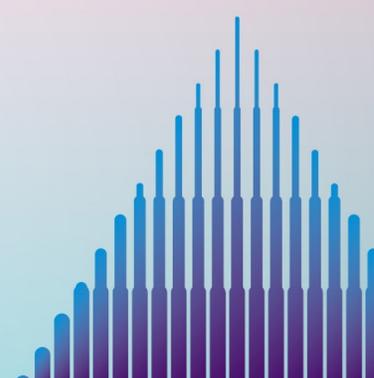




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Canada



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## Prescribed Interest Rate for PLOIs — Up Slightly in Q3 2021

*KPMG estimates a marginal increase for the Q3 prescribed interest rate for “pertinent loan or indebtedness”*

KPMG estimates that the prescribed interest quarterly rate, which is used to determine the deemed interest income inclusion from a pertinent loan or indebtedness (PLOI), will increase to 4.10% (from 4.07%) for July 1, 2021 to September 30, 2021. This rate is generally the average yield of Government of Canada 90-day Treasury Bills sold during the first month of the preceding quarter (rounded to two decimal places) plus 4%.

As a result, the prescribed interest rates for PLOIs are as follows:

Quarterly Prescribed Interest Rates	
<b>2021</b>	
July 1 – September 30	4.10%*
April 1 – June 30	4.07%
January 1 – March 31	4.10%
<b>2020</b>	
October 1 – December 31	4.18%
July 1 – September 30	4.27%
April 1 – June 30	5.65%
January 1 – March 31	5.64%

\* KPMG estimate

For more information, contact your KPMG advisor.

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