



# Oil Taxation Act 1983

## CHAPTER 56

### OIL TAXATION ACT 1983

#### *Reliefs for expenditure*

- 1 Expenditure incurred on non-dedicated mobile assets.
- 2 Dedicated mobile assets.
- 3 Expenditure incurred on long-term assets other than non-dedicated mobile assets.
- 3A Exclusion from section 3(4) of expenditure on assets giving rise to tax-exempt tariffing receipts
- 4 Expenditure related to exempt gas and deballasting.
- 5 Miscellaneous amendments relating to reliefs.

#### *Charge of receipts*

- 6 Chargeable tariff receipts.
- 6A Tax-exempt tariffing receipts
- 6B The condition for being a qualifying existing field
- 7 Chargeable receipts from disposals.
- 7A Reduction of disposal receipts: use giving rise to tax-exempt tariffing receipts
- 8 Qualifying assets.
- 9 Tariff receipts allowance.
- 10 Returns relating to tariff and disposal receipts.
- 11 Charge of receipts
- 12 Charge of receipts attributable to U.K. use of foreign field asset.

#### *Supplementary*

- 13 Transitional provisions.
- 14 Re-opening of decisions for periods before the passing of this Act.

*Changes to legislation: There are currently no known outstanding effects for the Oil Taxation Act 1983. (See end of Document for details)*

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- 15 Short title, interpretation, construction and repeals.

## SCHEDULES

### SCHEDULE 1 — Allowable Expenditure

#### Part I — EXTENSIONS OF ALLOWABLE EXPENDITURE FOR ASSETS GENERATING RECEIPTS

##### *Associated assets*

- 1 (1) This paragraph applies where, after 30th June 1982, a...

##### *Restriction of relief for remote associated assets*

- 2 (1) The provisions of this paragraph apply where some part...

##### *Assets no longer in use for the principal field*

- 3 (1) This paragraph applies where— (a) a participator in an...

#### Part II — SPECIAL RULES AS TO EXPENDITURE ALLOWABLE IN RESPECT OF FIXED ASSETS AND DEDICATED MOBILE ASSETS

##### *Interpretation*

- 4 In this Part of this Schedule— “allowable expenditure” means expenditure...

##### *Assets acquired etc. for two or more fields*

- 5 (1) Subject to sub-paragraphs (2) and (3) below, where the...  
6 (1) In any case where— (a) the new asset is...

##### *Brought-in assets*

- 7 (1) The provisions of this paragraph apply where—

##### *Subsequent use of new asset otherwise than in connection with a taxable field*

- 8 (1) Subject to sub-paragraph (3) below,— (a) if at any...

##### *Mobile assets becoming dedicated assets*

- 9 (1) Subject to sub-paragraph (2) below, where any expenditure in...

### SCHEDULE 2 — Supplemental Provisions as to Receipts from Qualifying Assets

##### *Interpretation*

- 1 (1) Any reference in this Schedule to the use of...

##### *Consideration received by connected persons under avoidance schemes*

- 2 (1) This paragraph applies if consideration in respect of the...

##### *Apportionment of consideration in respect of use or disposal*

- 3 In any case where— (a) consideration received or receivable by...

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*Cases where all the oil is disregarded under section 10 of the principal Act*

4 (1) This paragraph applies in any case where, in computing...

*Acquisition otherwise than at arm's length: limit on tariff and disposal receipts*

5 (1) In any case where— (a) in a transaction to...

*Transfer of interests in fields*

6 In paragraph 19 of Schedule 17 to the Finance Act...

*Insurance and compensation payments*

7 Any payment by way of insurance or compensation in respect...

*Dedicated mobile assets ceasing to be used in connection with participator's oil field*

8 (1) This paragraph applies in any case where—

*Disposal receipts in respect of brought-in assets*

9 If paragraph 7(4) of Schedule 1 to this Act applies...

*Disposal receipts: assets used for deballasting*

10 In any case where— (a) section 4(2) of this Act...

*Use by connected or associated person: avoidance devices*

11 (1) This paragraph applies in any case where—

*Purchase at place of extraction*

12 (1) Subject to sub-paragraphs (4) to (6) below, in any...

### SCHEDULE 3 — Tariff Receipts Allowance

*The participator's share*

1 (1) In this Schedule— “the principal section” means section 9...

2 (1) Subject to paragraphs 3 and 6 below, where an...

3 (1) This paragraph applies where, for a chargeable period ending...

*Qualifying tariff receipts referable to different periods*

4 (1) This paragraph applies if any qualifying tariff receipts which...

5 (1) For the purpose of calculating the reduction referred to...

6 (1) In any case where— (a) there are normal qualifying...

### SCHEDULE 4 — Receipts Attributable to United Kingdom Use of Foreign Field Assets

*Interpretation*

1 In this Schedule— (a) “the principal section” means section 12...

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*Chargeable receipts*

- 2 A participator in a foreign field is chargeable to tax...
- 3 (1) Subject to sub-paragraph (2) below, a field asset is...
- 4 (1) Consideration falling within subsection (1) of the principal section...
- 5 (1) Schedule 2 to this Act, except paragraphs 4 and...
- 6 (1) Subject to sub-paragraph (2) below, the chargeable receipts of...

*The charge to tax*

- 7 (1) In relation to a foreign field, every half year...
- 8 (1) For each chargeable period of a foreign field beginning...
- 9 (1) Subject to sub-paragraph (2) below,— (a) the principal Act,...

*Expenditure relief*

- 10 (1) For the purpose of the determination referred to in...
- 11 (1) In the following provisions of this Schedule expenditure which...

*Claims for expenditure relief*

- 12 In relation to a claim for the allowance of any...

*The responsible person*

- 13 In relation to a foreign field, paragraph 4 of Schedule...

*Management and collection*

- 14 (1) In its application to tax chargeable only by virtue...

*Payment on account*

- 15 In its application to tax chargeable only as mentioned in...

*Income and corporation taxes*

- 16 (1) Section 11 of this Act shall have effect as...

SCHEDULE 5 — Transitional Provisions

*Interpretation*

- 1 Transitional Provisions

*Review for transitional claim period*

- 2 Transitional Provisions

*No further reviews after the transitional claim period*

- 3 Transitional Provisions

*Assets giving rise to tariff receipts*

- 4 Transitional Provisions

**Changes to legislation:** There are currently no known outstanding effects for the Oil Taxation Act 1983. (See end of Document for details)

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*Re-opening past claim periods and chargeable periods*

5 Transitional Provisions

*Expenditure on associated assets*

6 Transitional Provisions

*Other claims for past expenditure*

7 Transitional Provisions

SCHEDULE 6 — Repeals

**Changes to legislation:**

There are currently no known outstanding effects for the Oil Taxation Act 1983.