

SCHEDULES

SCHEDULE 4

ACCOUNTING PRACTICE AND RELATED MATTERS

PART 1

BAD DEBTS AND RELATED MATTERS

Schedule 29 to FA 2002

- 20 (1) In Schedule 29 to FA 2002 (gains and losses of a company from intangible fixed assets), paragraph 115 (bad debts etc) is amended as follows.
- (2) For sub-paragraph (1) substitute—
- “(1) No debit may be brought into account for the purposes of this Schedule in respect of a debt owed to the company, except—
- (a) by way of impairment loss, or
- (b) to the extent that the debt is released as part of a statutory insolvency arrangement.”.
- (3) Omit sub-paragraph (2).
- (4) In sub-paragraph (3) for “sub-paragraph (1)(c)” substitute “sub-paragraph (1)(b)”.
- (5) After sub-paragraph (5) insert—
- “(6) In this paragraph “debt” includes an obligation or liability that falls to be discharged otherwise than by the payment of money.”.