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*Changes to legislation: There are currently no known outstanding effects for the Finance Act 1996, Paragraph 32. (See end of Document for details)*

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## SCHEDULES

### SCHEDULE 14

#### LOAN RELATIONSHIPS: MINOR AND CONSEQUENTIAL AMENDMENTS

##### *The Taxes Act 1988*

- 32 <sup>F1</sup>(1) .....
- <sup>F1</sup>(2) .....
- <sup>F1</sup>(3) .....
- <sup>F2</sup>(4) For subsection (4) of that section (charges on income), there shall be substituted the following subsections—
- “(4) Subsection (7) of section 403 shall have effect as if the reference in that subsection to the profits of the surrendering company for an accounting period did not include the relevant part of the company’s ring fence profits for that period.
- (5) For the purposes of subsection (4) above the relevant part of a company’s ring fence profits for an accounting period are—
- (a) if for that period—
- (i) there are no charges on income paid by the company that are allowable under section 338, or
- (ii) the only charges on income so allowable are charges to which subsection (3) above applies,
- all the company’s ring fence profits; and
- (b) in any other case, so much of its ring fence profits as exceeds the amount of the charges on income paid by the company as are so allowable for that period and are not charges to which subsection (3) above applies.”]

#### Textual Amendments

- F1** Sch. 14 para. 32(1)-(3) repealed (with effect in accordance with s. 1184(1) of the amending Act) by [Corporation Tax Act 2010 \(c. 4\)](#), s. 1184(1), [Sch. 3 Pt. 1](#) (with [Sch. 2](#))
- F2** Sch. 14 para. 32(4) repealed (31.7.1998 with effect as mentioned in [s. 38\(2\)\(3\)](#) of the amending Act) by [1998 c. 36](#), s. 165, [Sch. 27 Pt. III\(4\)](#), Note

**Changes to legislation:**

There are currently no known outstanding effects for the Finance Act 1996, Paragraph 32.