
Changes to legislation: There are currently no known outstanding effects for the Finance Act 1997,
Cross Heading: Adjustments in the case of chargeable assets. (See end of Document for details)

SCHEDULES

SCHEDULE 13

LOAN RELATIONSHIPS: AMENDMENT OF TRANSITIONAL PROVISIONS

Adjustments in the case of chargeable assets

6 In paragraph 11 (adjustments in the case of chargeable assets), for sub-paragraphs (2) to (4) there shall be substituted the following sub-paragraphs—

“(2) Those amounts are—

- (a) the notional closing value of the relationship as at 31st March 1996;
and
- (b) the amount which would be taken on a computation made—
 - (i) in accordance with an authorised accruals basis of accounting, and
 - (ii) on the assumption that such a basis of accounting had always been used as respects that relationship,to represent the accrued value of the loan relationship in question on 1st April 1996.

(3) Where there is a difference between the amounts mentioned in sub-paragraph (2) above, that difference shall be brought into account—

- (a) where the amount mentioned in paragraph (a) of that sub-paragraph is the smaller, as a credit given for the purposes of this Chapter for the accounting period in which the company ceases to be a party to the relationship; and
- (b) in any other case, as a debit so given.”

Changes to legislation:

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Adjustments in the case of chargeable assets.