
*Changes to legislation: There are currently no known outstanding effects
for the Finance Act 2000, Paragraph 123. (See end of Document for details)*

SCHEDULES

SCHEDULE 22

TONNAGE TAX

PART XII

GROUPS, MERGERS AND RELATED MATTERS

Merger: tonnage tax group or company and qualifying non-tonnage tax group or company

- 123 (1) This paragraph applies where there is a merger between a tonnage tax group or company (“T”) and a qualifying non-tonnage tax group or company (“QNT”).
- (2) If T is the dominant party, the group resulting from the merger is a tonnage tax group as if a group election had been made.
- That deemed election continues in force, subject to the provisions of this Schedule, until T’s election would have expired.
- (3) If QNT is the dominant party, T’s tonnage tax election ceases to be in force as from the date of the merger.
- (4) If there is no dominant party—
- (a) the group resulting from the merger may elect that T shall be treated as the dominant party (with the result that sub-paragraph (2) applies), and
 - (b) if it does not do so, T’s tonnage tax election ceases to be in force as from the date of the merger.
- (5) Any election under sub-paragraph (4)(a) must be made—
- (a) jointly by all the qualifying companies in the group resulting from the merger,
 - (b) by notice to the Inland Revenue,
 - (c) within twelve months of the merger.

Changes to legislation:

There are currently no known outstanding effects for the Finance Act 2000, Paragraph 123.