



Income Tax (Earnings and Pensions) Act 2003

2003 CHAPTER 1

PART 7

EMPLOYMENT INCOME: SHARE-RELATED INCOME AND EXEMPTIONS

CHAPTER 6

APPROVED SHARE INCENTIVE PLANS

PAYE

513 Capital receipts: payments by trustees to employer company

- (1) This section applies if the trustees receive a sum of money which constitutes (or forms part of) a capital receipt which, by virtue of the SIP code, counts as employment income of a participant when it is received by the participant.
- (2) Out of that sum of money the trustees must pay to the employer company an amount equal to the amount of employment income.
- (3) The employer company must then pay over that amount to the participant, but when doing so must make a PAYE deduction.
- (4) This section is subject to section 514 (capital receipts: deductions to be made by trustees).
- (5) In this section “the employer company” means—
 - (a) the company which employs the participant in relevant employment at the time when the trustees receive the sum mentioned in subsection (1), or
 - (b) if the participant is not then employed in relevant employment, the company which last employed the participant in relevant employment before that time,

Status: *This is the original version (as it was originally enacted).*

so long as that company is one to which PAYE regulations apply at that time.