

SCHEDULES

SCHEDULE 34

POLICIES OF LIFE INSURANCE ETC: MISCELLANEOUS AMENDMENTS

PART 1

GROUP LIFE POLICIES

Exception of certain group life policies from Chapter 2 of Part 13

- 1 (1) Section 539 of the Taxes Act 1988 (introductory) is amended as follows.
- (2) In subsection (2) (policies and contracts to which the Chapter does not apply) at the end of paragraph (d) add “; or
 - (e) to any group life policy having as its sole object the provision, on the death or disability of any of the individuals insured under the policy, of a sum substantially the same as any amount then outstanding under a loan made by a credit union to that individual; or
 - (f) to any group life policy with respect to which the conditions in section 539A are satisfied (“an excepted group life policy”).”.
- (3) In subsection (3) (defined expressions) insert each of the following definitions at the appropriate place—
 - ““credit union” means a society registered as a credit union under the Industrial and Provident Societies Act 1965 or the Credit Unions (Northern Ireland) Order 1985;”;
 - ““excepted group life policy” shall be construed in accordance with subsection (2)(f) above;”;
 - ““group life policy” means a policy of life insurance whose terms provide—
 - (a) for the payment of benefits on the death of more than one individual; and
 - (b) for those benefits to be paid on the death of each of those individuals;”.