
Changes to legislation: There are currently no known outstanding effects for the Finance (No. 2) Act 2005, Paragraph 8. (See end of Document for details)

SCHEDULES

SCHEDULE 6

ACCOUNTING PRACTICE AND RELATED MATTERS

Loan relationships with embedded derivatives

- 8 (1) In section 116(8A) of TCGA 1992 (reorganisations, conversions and reconstructions: application of loan relationships regime in certain cases)—
- (a) after “shall have effect” insert “, subject to subsection (8B) below, ”, and
 - (b) for “that subsection” substitute “ subsection (6) above ”.
- (2) After that subsection insert—
- “(8B) Subsection (8A) above does not apply where the relevant transaction is a conversion of securities occurring in consequence of the operation of the terms of any security or of any debenture which is not a security.
- Expressions used in this subsection have the same meaning as they have for the purposes of section 132.”.
- (3) These amendments have effect in relation to transactions occurring after 26th May 2005.

Changes to legislation:

There are currently no known outstanding effects for the Finance (No. 2) Act 2005, Paragraph 8.