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*Changes to legislation: There are currently no known outstanding effects  
for the Finance Act 2006, Paragraph 25. (See end of Document for details)*

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## SCHEDULES

### SCHEDULE 20

#### INHERITANCE TAX: RULES FOR TRUSTS ETC

##### PART 3

##### RELATED AMENDMENTS IN IHTA 1984

*Alterations of capital etc of close company where participator holds shares etc in company as trustee of settled property in which an interest in possession subsists*

25 In section 100 of IHTA 1984 (alteration of close company's capital etc where participator is trustee of settlement under which an individual is beneficially entitled to an interest in possession), after subsection (1) insert—

“(1A) Where the interest in possession is one to which the individual became beneficially entitled on or after 22nd March 2006, this section applies only if the interest in possession is—

- (a) an immediate post-death interest,
- (b) a disabled person's interest, or
- (c) a transitional serial interest.”

**Changes to legislation:**

There are currently no known outstanding effects for the Finance Act 2006, Paragraph 25.