Corporation Tax Act 2009

2009 CHAPTER 4

PART 5

LOAN RELATIONSHIPS

CHAPTER 12

SPECIAL RULES FOR PARTICULAR KINDS OF SECURITIES

Funding bonds

413   Issue of funding bonds

(1) This section applies to the issue of funding bonds to a creditor in respect of a liability to pay interest on a debt incurred by a body corporate, a government, a public institution or other public authority.

(2) The issue is treated for the purposes of the Corporation Tax Acts as if it were the payment of so much of that interest as equals the market value of the bonds at their issue.

(3) In this section "funding bonds" includes any bonds, stocks, shares, securities or certificates of indebtedness **[**F1**(**but does not include any instrument providing for payment in the form of goods or services or a voucher)**]** .

Textual Amendments

F1   Words in s. 413(3) inserted (with effect in accordance with Sch. 11 para. 12(2) of the amending Act) by Finance Act 2013 (c. 29), **Sch. 11 para. 11**

Changes to legislation:
There are outstanding changes not yet made by the legislation.gov.uk editorial team to Corporation Tax Act 2009. Any changes that have already been made by the team appear in the content and are referenced with annotations.
View outstanding changes

Changes and effects yet to be applied to the whole Act associated Parts and Chapters:

–   Blanket amendment words substituted by S.I. 2011/1043 art. 34

Whole provisions yet to be inserted into this Act (including any effects on those provisions):

–   s. 322(2A)(zb) inserted by 2016 c. 24 s. 73(5)
–   s. 934(1A)(1B) inserted by 2023 c. 30 Sch. 2 para. 12(2)
–   s. 962(3A) inserted by 2023 c. 30 Sch. 2 para. 12(5)(b)
–   s. 962A(3A) inserted by 2023 c. 30 Sch. 2 para. 12(6)(b)
–   s. 963(1A) inserted by 2023 c. 30 Sch. 2 para. 12(7)(a)
–   s. 1058B(5)(ea) inserted by 2023 c. 20 Sch. para. 57
–   s. 1094(2A)-(2C) inserted by 2012 c. 14 Sch. 3 para. 13(3)
–   s. 1106(4A)-(4C) inserted by 2012 c. 14 Sch. 3 para. 14(3)
–   s. 1138A applied by S.I. 2024/348 reg. 3