

## SCHEDULES

### SCHEDULE 7

#### HYBRID AND OTHER MISMATCHES

*Meaning of “tax” etc and treatment of cases where tax charged at a nil rate*

4 In section 259FA (circumstances in which Chapter 6 applies), after subsection (7) insert—

“(7A) For the purposes of subsections (6) and (7) any increase in taxable profits or reduction of losses is to be ignored in any case where tax is charged at a nil rate under the law of the parent jurisdiction.”