



Finance Act 2020

2020 CHAPTER 14

PART 2

DIGITAL SERVICES TAX

Accounting periods, accounts etc

63 Meaning of revenues arising, or expenses recognised, in a period

- (1) In this Part any reference to revenues arising to members of a group in a period, or to expenses of members of a group recognised in a period, is to be interpreted as follows.
- (2) For any period of account of the group for which the group's accounts are produced in accordance with the applicable accounting standards, the reference is to—
 - (a) revenues (however described) or expenses recognised in the income statement (or in profit and loss) for that period, or
 - (b) if any consolidation exemption applies, to revenues (however described) or expenses that would be recognised in the income statement (or in profit and loss) for that period if no consolidation exemption were applicable.
- (3) For any period of account of the group not falling within subsection (2), the reference is to revenues or expenses that would be recognised in the income statement (or in profit and loss) in the group's accounts produced in accordance with IAS for the period if such accounts were produced (and no consolidation exemption was applicable).
- (4) If the group does not produce accounts for any period ("the relevant period") in an accounting period, the reference is to revenues or expenses that would be recognised in the income statement (or in profit and loss) in the group's accounts produced in accordance with IAS for the relevant period if such accounts were produced (and no consolidation exemption was applicable).
- (5) In this section "consolidation exemption" means any exemption in the applicable accounting standards from a requirement to consolidate revenues.