



Income and Corporation Taxes Act 1988

1988 CHAPTER 1

PART XI

CLOSE COMPANIES

[^{F1}CHAPTER I

INTERPRETATIVE PROVISIONS]

Textual Amendments

- F1** [Pt. 11 Ch. 1](#) (ss. 414-418) repealed (1.4.2010 with effect in accordance with s. 1184(1) of the repealing Act) by [Corporation Tax Act 2010 \(c. 4\)](#), [Sch. 1 para. 40](#), [Sch. 3 Pt. 1](#) (with [Sch. 2](#))

414 Close companies.

F2

Textual Amendments

- F2** [Pt. 11 Ch. 1](#) (ss. 414-418) repealed (1.4.2010 with effect in accordance with s. 1184(1) of the repealing Act) by [Corporation Tax Act 2010 \(c. 4\)](#), [Sch. 1 para. 40](#), [Sch. 3 Pt. 1](#) (with [Sch. 2](#))

415 Certain quoted companies not to be close companies.

F3

Changes to legislation: Income and Corporation Taxes Act 1988, PART XI is up to date with all changes known to be in force on or before 29 February 2024. There are changes that may be brought into force at a future date. Changes that have been made appear in the content and are referenced with annotations. (See end of Document for details) View outstanding changes

Textual Amendments

- F3** [Pt. 11 Ch. 1](#) (ss. 414-418) repealed (1.4.2010 with effect in accordance with s. 1184(1) of the repealing Act) by [Corporation Tax Act 2010 \(c. 4\)](#), [Sch. 1 para. 40](#), [Sch. 3 Pt. 1](#) (with [Sch. 2](#))

416 Meaning of “associated company” and “control”.

F4

Textual Amendments

- F4** [Pt. 11 Ch. 1](#) (ss. 414-418) repealed (1.4.2010 with effect in accordance with s. 1184(1) of the repealing Act) by [Corporation Tax Act 2010 \(c. 4\)](#), [Sch. 1 para. 40](#), [Sch. 3 Pt. 1](#) (with [Sch. 2](#))

417 Meaning of “participator”, “associate”, “director” and “loan creditor”.

F5

Textual Amendments

- F5** [Pt. 11 Ch. 1](#) (ss. 414-418) repealed (1.4.2010 with effect in accordance with s. 1184(1) of the repealing Act) by [Corporation Tax Act 2010 \(c. 4\)](#), [Sch. 1 para. 40](#), [Sch. 3 Pt. 1](#) (with [Sch. 2](#))

Additional matters to be treated as distributions

418 “Distribution” to include certain expenses of close companies.

F6

Textual Amendments

- F6** [Pt. 11 Ch. 1](#) (ss. 414-418) repealed (1.4.2010 with effect in accordance with s. 1184(1) of the repealing Act) by [Corporation Tax Act 2010 \(c. 4\)](#), [Sch. 1 para. 40](#), [Sch. 3 Pt. 1](#) (with [Sch. 2](#))

[^{F7}CHAPTER II

CHARGES TO TAX IN CONNECTION WITH LOANS]

Textual Amendments

- F7** [Pt. 11 Ch. 2](#) (ss. 419-422) repealed (1.4.2010 with effect in accordance with s. 1184(1) of the repealing Act) by [Corporation Tax Act 2010 \(c. 4\)](#), [Sch. 1 para. 41](#), [Sch. 3 Pt. 1](#) (with [Sch. 2](#))

419 Loans to participators etc.

F8

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Textual Amendments

F8 [Pt. 11 Ch. 2](#) (ss. 419–422) repealed (1.4.2010 with effect in accordance with s. 1184(1) of the repealing Act) by [Corporation Tax Act 2010 \(c. 4\)](#), [Sch. 1 para. 41](#), [Sch. 3 Pt. 1](#) (with [Sch. 2](#))

420 Exceptions from section 419.

F9

Textual Amendments

F9 [Pt. 11 Ch. 2](#) (ss. 419–422) repealed (1.4.2010 with effect in accordance with s. 1184(1) of the repealing Act) by [Corporation Tax Act 2010 \(c. 4\)](#), [Sch. 1 para. 41](#), [Sch. 3 Pt. 1](#) (with [Sch. 2](#))

421 Taxation of borrower when loan under section 419 released etc

F10

Textual Amendments

F10 [Pt. 11 Ch. 2](#) (ss. 419–422) repealed (1.4.2010 with effect in accordance with s. 1184(1) of the repealing Act) by [Corporation Tax Act 2010 \(c. 4\)](#), [Sch. 1 para. 41](#), [Sch. 3 Pt. 1](#) (with [Sch. 2](#))

422 Extension of section 419 to loans by companies controlled by close companies.

F11

Textual Amendments

F11 [Pt. 11 Ch. 2](#) (ss. 419–422) repealed (1.4.2010 with effect in accordance with s. 1184(1) of the repealing Act) by [Corporation Tax Act 2010 \(c. 4\)](#), [Sch. 1 para. 41](#), [Sch. 3 Pt. 1](#) (with [Sch. 2](#))

[^{F12}CHAPTER III

APPORTIONMENT OF UNDISTRIBUTED INCOME ETC.]

Textual Amendments

F12 [Pt. 11 Ch. 3](#) (ss. 423–430) repealed (with effect in accordance with s. 103(1) of the repealing Act) by [Finance Act 1989 \(c. 4\)](#), [Sch. 17 Pt. 5](#), Note 4 (with s. 103(2))

^{F13}423 Apportionment of certain income, deductions and interest.

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Textual Amendments

F13 [Pt. 11 Ch. 3](#) (ss. 423–430) repealed (with effect in accordance with s. 103(1) of the repealing Act) by [Finance Act 1989 \(c. 4\)](#), [Sch. 17 Pt. 5](#), Note 4 (with s. 103(2))

^{F14}**424 Exclusions from section 423.**

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Textual Amendments

F14 [Pt. 11 Ch. 3](#) (ss. 423–430) repealed (with effect in accordance with s. 103(1) of the repealing Act) by [Finance Act 1989 \(c. 4\)](#), [Sch. 17 Pt. 5](#), Note 4 (with s. 103(2))

^{F15}**425 Manner of apportionment.**

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Textual Amendments

F15 [Pt. 11 Ch. 3](#) (ss. 423–430) repealed (with effect in accordance with s. 103(1) of the repealing Act) by [Finance Act 1989 \(c. 4\)](#), [Sch. 17 Pt. 5](#), Note 4 (with s. 103(2))

^{F16}**426 Charge to income tax where apportionment is to an individual.**

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Textual Amendments

F16 [Pt. 11 Ch. 3](#) (ss. 423–430) repealed (with effect in accordance with s. 103(1) of the repealing Act) by [Finance Act 1989 \(c. 4\)](#), [Sch. 17 Pt. 5](#), Note 4 (with s. 103(2))

^{F17}**427 Reduction of charge under section 426 in certain cases.**

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Textual Amendments

F17 [Pt. 11 Ch. 3](#) (ss. 423–430) repealed (with effect in accordance with s. 103(1) of the repealing Act) by [Finance Act 1989 \(c. 4\)](#), [Sch. 17 Pt. 5](#), Note 4 (with s. 103(2))

^{F18}**428 Increase of apportioned sum etc. by reference to ACT.**

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Textual Amendments

F18 [Pt. 11 Ch. 3](#) (ss. 423–430) repealed (with effect in accordance with s. 103(1) of the repealing Act) by [Finance Act 1989 \(c. 4\)](#), [Sch. 17 Pt. 5](#), Note 4 (with s. 103(2))

F19 429 Payment and collection of income tax.

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Textual Amendments

F19 [Pt. 11 Ch. 3](#) (ss. 423–430) repealed (with effect in accordance with s. 103(1) of the repealing Act) by [Finance Act 1989 \(c. 4\)](#), [Sch. 17 Pt. 5](#), Note 4 (with s. 103(2))

F20 430 Consequences of apportionment: ACT.

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Textual Amendments

F20 [Pt. 11 Ch. 3](#) (ss. 423–430) repealed (with effect in accordance with s. 103(1) of the repealing Act) by [Finance Act 1989 \(c. 4\)](#), [Sch. 17 Pt. 5](#), Note 4 (with s. 103(2))

Changes to legislation:

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

- Act Tax Acts: power to modify conferred by [2004 c. 25 s. 18](#)
- Act Taxes Acts modified by 1970 c. 9, Sch. A1 para. 10(7) (as inserted) by [2017 c. 32 s. 60\(3\)](#)
- Act Taxes Acts modified by 1970 c. 9, s. 8(7) (as inserted) by [2017 c. 32 Sch. 14 para. 3\(15\)](#)
- Act Taxes Acts modified by 1970 c. 9, s. 8A(7) (as inserted) by [2017 c. 32 Sch. 14 para. 4\(12\)](#)
- Act applied (with modifications) by [S.I. 2010/875 reg. 16Sch. 2](#) (This amendment not applied to legislation.gov.uk. S.I. 2010/875 was revoked (27.8.2010) by SI 2010/1906, reg. 2 without having come into force)

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

- s. 109A(4B) inserted by [2005 c. 7 Sch. 4 para. 6\(3\)](#) (This amendment not applied to legislation.gov.uk. The amending provision (2005 c. 7, Sch. 4 para. 6) repealed retrospectively by 2005 c. 22, Sch. 6 para. 4(1)(6))
- Sch. 19AB para. 5(5)(a)(b) words substituted by [S.I. 2001/3629 art. 52\(2\)\(n\)](#) (This amendment not applied to legislation.gov.uk. The words to be substituted do not occur in Sch. 19AB para. 5)