SCHEDULES

SCHEDULE 7

SPECIAL TREATMENT FOR CERTAIN DISTRIBUTIONS

Modifications etc. (not altering text)

C1 Sch. 7 excluded (28.4.1997) by S.I. 1997/1154, **reg. 25(10)**

Dividends on fixed rate preference shares

[[F1]5 (1) A qualifying distribution consisting in a dividend on a fixed-rate preference share does not fall within paragraph 1(3) above by reason only that any of the specified matters is made referable to the terms on which the share was issued.

(2) In this paragraph "fixed-rate preference share" means—

(a) any fixed rate preference share within the meaning of **[**[F2]paragraph 13 of Schedule 28B to**]** the Taxes Act 1988; or

(b) any share which would be such a share if the dividends mentioned in **[**[F3]paragraph 13(6)(c)(i) of that Schedule**]** included dividends fixed by reference to a standard published rate of interest.

[[F4](3) For the purposes of sub-paragraph (2) above, any reference in paragraph 13(6) of Schedule 28B to shares shall be taken as a reference to shares within the meaning of this Schedule.**]]**

Textual Amendments

F1 Sch. 7 para. 5 repealed (31.7.1997 with effect in relation to distributions made on or after 6.4.1999) by 1997 c. 58, ss. 36(4), 52, Sch. 6 para. 21(3)(4), **Sch. 8 Pt. II(11)** note (with s. 3(3))

F2 Words in Sch. 7 para. 5(2)(a) substituted (31.7.1997 with effect on and after 2.7.1997) by 1997 c. 58, **s. 25(6)(a)(8)** (with s. 3(3))

F3 Words in Sch. 7 para. 5(2)(b) substituted (31.7.1997 with effect on and after 2.7.1997) by 1997 c. 58, **s. 25(6)(b)(8)** (with s. 3(3))

F4 Sch. 7 para. 5(3) inserted (31.7.1997 with effect on and after 2.7.1997) by 1997 c. 58, **s. 25(7)(8)** (with s. 3(3))

Changes to legislation:
There are currently no known outstanding effects for the Finance Act 1997, Cross Heading: Dividends on fixed rate preference shares.