

## STATUTORY INSTRUMENTS

# 1998 No. 1870

## The Individual Savings Account Regulations 1998

### [<sup>F1</sup>Closure of [<sup>F2</sup>cash] account [<sup>F3</sup>that is not a junior ISA account] prior to the opening of the same type of account to be disregarded once

**4B.**—(1) Where—

- (a) an account investor, within the same year—
  - (i) subscribes to a [<sup>F4</sup>cash] account,
  - (ii) then closes it (“the closed account”), and
  - (iii) subsequently first subscribes to another [<sup>F5</sup>cash account], and
- (b) the closed account was (apart from under this regulation) exempt from tax under regulation 22(1),

the earliest account in that year to fall within the terms of sub-paragraph (a)(iii) (the “first later account”) shall be eligible for the relief in paragraph (2).

(2) The first later account shall be treated, as from the date of the first subscription to it mentioned in paragraph (1)(a)(iii) [<sup>F6</sup>as complying with the conditions of [<sup>F7</sup>regulation 4(1B)(a)]] in the same manner as the closed account.

(3) In this regulation, an account is closed where—

- (a) the account investor withdraws from the account all account investments, other proceeds in respect of such investments and cash, representing subscriptions to the account (and closure shall be treated as occurring at the date of such withdrawal), and
- (b) no further subscriptions to the account are made during the remainder of the year, after such withdrawal.

[<sup>F8</sup>(4) This regulation does not apply to a subscription to an account made in accordance with regulation 5D.]

### Textual Amendments

- F1** Reg. 4B inserted (with effect in accordance with reg. 1(2)(b) of the amending S.I.) by [The Individual Savings Account \(Amendment No. 3\) Regulations 2002 \(S.I. 2002/3158\)](#), regs. 1(2), 4
- F2** Word in reg. 4B substituted (6.4.2008) by [The Individual Savings Account \(Amendment\) Regulations 2007 \(S.I. 2007/2119\)](#), regs. 1, **8(a)**
- F3** Words in reg. 4B heading inserted (1.11.2011) by [The Individual Savings Account \(Amendment No. 2\) Regulations 2011 \(S.I. 2011/1780\)](#), regs. 1, **10(a)**
- F4** Word in reg. 4B(1)(a)(i) substituted (6.4.2008) by [The Individual Savings Account \(Amendment\) Regulations 2007 \(S.I. 2007/2119\)](#), regs. 1, **8(b)**
- F5** Words in reg. 4B(1)(a)(iii) substituted (6.4.2008) by [The Individual Savings Account \(Amendment\) Regulations 2007 \(S.I. 2007/2119\)](#), regs. 1, **8(c)**
- F6** Words in reg. 4B(2) substituted (6.4.2008) by [The Individual Savings Account \(Amendment\) Regulations 2007 \(S.I. 2007/2119\)](#), regs. 1, **8(d)**

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**Changes to legislation:** *There are outstanding changes not yet made by the legislation.gov.uk editorial team to The Individual Savings Account Regulations 1998. Any changes that have already been made by the team appear in the content and are referenced with annotations. (See end of Document for details) View outstanding changes*

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- F7** Words in reg. 4B(2) substituted (1.11.2011) by [The Individual Savings Account \(Amendment No. 2\) Regulations 2011 \(S.I. 2011/1780\)](#), regs. 1, **10(b)**
- F8** Reg. 4B(4) inserted (1.2.2016) by [The Individual Savings Account \(Amendment\) Regulations 2016 \(S.I. 2016/16\)](#), regs. 1, **6**

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**Changes and effects yet to be applied to :**

- reg. 4B omitted by [S.I. 2024/350 reg. 11](#)

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

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

- reg. 4A(1)(1A) substituted for reg. 4A(1) by [S.I. 2024/350 reg. 9\(a\)](#)
- reg. 8A(2)(cb) inserted by [S.I. 2024/350 reg. 16\(a\)](#)
- reg. 8A(5)(6) inserted by [S.I. 2024/350 reg. 16\(b\)](#)
- reg. 12(3)(fa) omitted by [S.I. 2024/350 reg. 19\(b\)\(iv\)](#)
- reg. 17(2)(c) and word inserted by [S.I. 2024/350 reg. 21\(b\)](#)
- reg. 17A(2)(c) and word inserted by [S.I. 2024/350 reg. 22\(c\)](#)
- reg. 31(3)(d)(ia) inserted by [S.I. 2024/350 reg. 24\(a\)\(v\)](#)
- reg. 31(4)(d)(iv) and word inserted by [S.I. 2024/350 reg. 24\(b\)\(ii\)](#)