



Finance Act 1993

1993 CHAPTER 34

PART II

INCOME TAX, CORPORATION TAX AND CAPITAL GAINS TAX

CHAPTER II

EXCHANGE GAINS AND LOSSES

Miscellaneous

168 Insurance companies

- (1) Subject to the following provisions of this section, this Chapter shall apply in relation to insurance companies as it applies in relation to other qualifying companies.
- (2) Regulations may make provision about the treatment for corporation tax purposes of exchange differences arising as regards assets and liabilities held or owed by insurance companies.
- (3) Any such provision may be made—
 - (a) about exchange differences arising as regards assets or liabilities (or both) generally or about a proportion of such differences;
 - (b) about exchange differences arising as regards prescribed descriptions of assets or liabilities (or both) or about a proportion of such differences;
 - (c) about exchange differences arising as regards individual assets or liabilities.
- (4) Any such provision may be made about assets or liabilities that are qualifying assets or liabilities, or about those that are not, or about both.
- (5) Regulations under this section may—
 - (a) contain exceptions (whether by reference to categories of insurance business or otherwise);

Status: This is the original version (as it was originally enacted).

- (b) contain provision about the circumstances in which a charge or relief is to arise, its amount, and other matters relating to it;
 - (c) provide for consequential adjustments in a company's corporation tax liability;
 - (d) exclude or modify the effect of any of the provisions of this Chapter.
- (6) References in this section to exchange differences are to gains and losses attributable to fluctuations in currency exchange rates.
- (7) For the purposes of this section an insurance company is a company to which Part II of the Insurance Companies Act 1982 applies.