

SCHEDULES

SCHEDULE 4

TAX CREDITS, TAXATION OF DISTRIBUTIONS ETC

PART I

GENERAL

THE TAXES ACT 1988

Section 249

- 10 (1) Section 249 of the Taxes Act 1988 (stock dividends treated as income) shall be amended as follows.
- (2) In subsection (4) (taxation of individuals)—
- (a) in the words preceding paragraph (a), for “lower rate” there shall be substituted “Schedule F ordinary rate”;
 - (b) in paragraph (a), for “lower rate” there shall be substituted “Schedule F ordinary rate”; and
 - (c) in paragraph (c), after “as if it were income to which section 1A applies” there shall be inserted “as it applies to income chargeable under Schedule F”.
- (3) In subsection (6) (taxation of trustees) in paragraph (b) for “lower rate” there shall be substituted “Schedule F ordinary rate”.
- (4) This paragraph has effect in relation to share capital, within the meaning of section 249 of the Taxes Act 1988, issued on or after 6th April 1999.