

SCHEDULES

SCHEDULE 6

FOREIGN INCOME DIVIDENDS

Chapter III of Part XII of the Taxes Act 1988

- 8 (1) In section 468H of the Taxes Act 1988 (interpretation of sections 468I to 468R)—
- (a) subsection (5) (construction of references to foreign income dividends) shall cease to have effect; and
 - (b) in subsection (6), for “to 468R” there shall be substituted “to 468Q”.
- (2) In section 468I of the Taxes Act 1988 (distribution accounts)—
- (a) in subsection (2), the words “which are not foreign income dividends” shall cease to have effect; and
 - (b) subsections (3), (5), (5A) and (7) shall cease to have effect.
- (3) In section 468J of the Taxes Act 1988 (dividend distributions)—
- (a) in subsection (1), the words “or a part of the total amount” and “which are not foreign income dividends” shall cease to have effect;
 - (b) in subsection (2), the words “or, as the case may be, the part” shall cease to have effect; and
 - (c) subsection (3) shall cease to have effect.
- (4) Section 468K of the Taxes Act 1988 (foreign income distributions) shall cease to have effect.
- (5) In section 468M of the Taxes Act 1988 (deduction of tax: simple case) in subsection (5) (definition of “eligible income”) paragraph (c) shall cease to have effect.
- (6) In section 468Q of the Taxes Act 1988 (dividend distribution to corporate unit holder) —
- (a) in subsection (2)(a), the words “a foreign income distribution” shall cease to have effect;
 - (b) in subsection (3)—
 - (i) for the formula there shall be substituted the following formula—
$$U = \frac{A \times C}{D}$$
 - (ii) the definition of “B” shall cease to have effect; and
 - (c) subsection (4) shall cease to have effect.
- (7) Section 468R of the Taxes Act 1988 (foreign income distribution to corporate holder) shall cease to have effect.

Status: This is the original version (as it was originally enacted).

- (8) Sub-paragraphs (1)(a), (5) and (6) above have effect for distribution periods beginning on or after 6th April 1999.
- (9) Sub-paragraphs (1)(b), (2) to (4) and (7) above have effect for distribution periods the distribution date for which falls on or after 6th April 1999.