

SCHEDULES

SCHEDULE 15

THE CORPORATE VENTURING SCHEME

PART VIII

DEFERRAL RELIEF

Meaning of “qualifying investment”

- 74 (1) For the purposes of this Part the investing company makes a qualifying investment if—
- (a) it subscribes for any shares to which investment relief is attributable,
 - (b) the shares are not issued by a prohibited company,
 - (c) the shares are issued to the investing company at a qualifying time, and
 - (d) where the shares were issued before the accrual time—
 - (i) they have been held continuously by the investment company from the time they were issued until that time, and
 - (ii) investment relief is attributable to the shares at that time.
- (2) For the purposes of sub-paragraph (1)—
- “a prohibited company” means—
 - (a) the company whose shares comprised the original holding, or
 - (b) a company that was, at the accrual time or the time of the issue of the qualifying shares (or both), a member of the same group as that company; and
 - “a qualifying time” means any time in the period of four years beginning one year before the accrual time.
- (3) For the purposes of the definition of “a prohibited company” in sub-paragraph (2), “the original holding” means—
- (a) where the original gain accrued as mentioned in sub-paragraph (i) of paragraph 73(1)(b), the shares disposed of, and
 - (b) where the original gain accrued as mentioned in sub-paragraph (ii) of paragraph 73(1)(b), the shares in relation to which the chargeable event occurred.