



# Income Tax (Trading and Other Income) Act 2005

## 2005 CHAPTER 5

### PART 4

#### SAVINGS AND INVESTMENT INCOME

### CHAPTER 3

#### DIVIDENDS ETC. FROM UK RESIDENT COMPANIES ETC.

#### *Introduction*

#### **382 Contents of Chapter**

- (1) This Chapter—
  - (a) imposes a charge to income tax on dividends and other distributions of UK resident companies (see section 383),
  - (b) treats dividends as paid in some circumstances (see sections 386 to 391), and
  - (c) makes special provision where the charge is in respect of shares awarded under an approved share incentive plan (see sections 392 to 396).
- (2) This Chapter also makes provision about tax credits, tax being treated as paid and reliefs available in respect of certain distributions which applies whether or not the distributions are otherwise dealt with under this Chapter (see sections 397 to 401).
- (3) For exemptions from the charge under this Chapter, see in particular—
  - Chapter 3 of Part 6 (income from individual investment plans),
  - Chapter 5 of that Part (venture capital trust dividends),
  - section 770 (amounts applied by SIP trustees acquiring dividend shares or retained for reinvestment), and

**Status:** *This is the original version (as it was originally enacted).*

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section 498 of ITEPA 2003 (no charge on shares ceasing to be subject to SIP in certain circumstances).

- (4) In this Chapter “dividends” does not include income treated as arising under section 410 (stock dividends).