



Income Tax (Trading and Other Income) Act 2005

2005 CHAPTER 5

PART 2

TRADING INCOME

CHAPTER 2

INCOME TAXED AS TRADE PROFITS

Trades and trade profits

16 Oil extraction and related activities

- (1) If a person carries on any oil-related activities as part of a trade, those activities are treated for income tax purposes as a separate trade, distinct from all other activities carried on by the person as part of the trade.
- (2) For this purpose the following are oil-related activities—
 - (a) oil extraction activities, and
 - (b) any activities consisting of the acquisition, enjoyment or exploitation of oil rights.
- (3) “Oil extraction activities” and “oil rights” have the meaning given by [^{F1}sections 225A and 225B].

Textual Amendments

- F1** Words in s. 16(3) substituted (1.4.2010) (with effect in accordance with s. 381(1) of the amending Act) by [Taxation \(International and Other Provisions\) Act 2010 \(c. 8\)](#), s. 381(1), [Sch. 8 para. 190](#) (with [Sch. 9 paras. 1-9, 22](#))

Status: Point in time view as at 18/07/2014.

Changes to legislation: There are currently no known outstanding effects for the Income Tax (Trading and Other Income) Act 2005, Section 16. (See end of Document for details)

Modifications etc. (not altering text)

- C1** S. 16 excluded (6.4.2007 with effect as stated in s. 1034(1) of the amending Act) by [Income Tax Act 2007 \(c. 3\)](#), **ss. 87, 1034**, (with transitional provisions and savings in Sch. 2)

Status:

Point in time view as at 18/07/2014.

Changes to legislation:

There are currently no known outstanding effects for the Income Tax (Trading and Other Income) Act 2005, Section 16.