



Income Tax (Trading and Other Income) Act 2005

2005 CHAPTER 5

PART 2

TRADING INCOME

CHAPTER 2

INCOME TAXED AS TRADE PROFITS

Starting and ceasing to trade

17 Effect of becoming or ceasing to be a UK resident

- (1) This section applies if—
 - (a) an individual carries on a trade wholly or partly outside the United Kingdom otherwise than in partnership, and
 - (b) the individual becomes or ceases to be UK resident.
- (2) The individual is treated for income tax purposes—
 - (a) as permanently ceasing to carry on the trade at the time of the change of residence, and
 - (b) so far as the individual continues to carry on the trade, as starting to carry on a new trade immediately afterwards.
- (3) But subsection (2) does not prevent a loss made before the change of residence from being set off under section 385 of ICTA against profits arising after the change.
- (4) This section applies to professions and vocations as it applies to trades.
- (5) In the case of a trade carried on by a firm, see sections 852(6) and (7) and 854(5).

Status:

Point in time view as at 19/07/2006. This version of this provision has been superseded.

Changes to legislation:

There are currently no known outstanding effects for the Income Tax (Trading and Other Income) Act 2005, Section 17.