



Income Tax (Trading and Other Income) Act 2005

2005 CHAPTER 5

PART 2

TRADING INCOME

CHAPTER 12

TRADE PROFITS: VALUATION OF STOCK AND WORK IN PROGRESS [F1 ON CESSATION OF TRADE]

Valuation of trading stock

180 Cost to buyer of stock valued on sale basis of valuation

- (1) This section applies for the purpose of calculating the profits of the trade[F1, profession or vocation] carried on by the buyer of trading stock.
- (2) If the value of the stock is determined in accordance with—
 - (a) section 175(3) or sections 176 to 178 (sale basis of valuation), or
 - (b) [F2section 164(3) or sections 165 to 167 of CTA 2009] (corresponding corporation tax rules),the cost of the stock to the buyer is taken to be the value as so determined.

Textual Amendments

- F1** Words in s. 180(1) inserted (with effect in accordance with s. 1329(1) of the amending Act) by [Corporation Tax Act 2009 \(c. 4\), s. 1329\(1\), Sch. 1 para. 609\(2\)](#) (with [Sch. 2 Pts. 1, 2](#))
- F2** Words in s. 180(2)(b) substituted (with effect in accordance with s. 1329(1) of the amending Act) by [Corporation Tax Act 2009 \(c. 4\), s. 1329\(1\), Sch. 1 para. 609\(3\)](#) (with [Sch. 2 Pts. 1, 2](#))

Changes to legislation:

There are currently no known outstanding effects for the Income Tax (Trading and Other Income) Act 2005, Section 180.