



Income Tax (Trading and Other Income) Act 2005

2005 CHAPTER 5

PART 9

PARTNERSHIPS

Introduction

847 General provisions

- (1) In this Act persons carrying on a trade in partnership are referred to collectively as a “firm”.
- (2) The provisions of this Part [^{F1}which are expressed to apply to trades also apply, unless otherwise indicated (whether expressly or by implication)] —
 - (a) to professions, and
 - (b) in the case of this section and sections 849, 850, 857 and 858 to businesses that are not trades or professions.
- (3) In those sections as applied by subsection (2)(b)—
 - (a) references to a trade are references to a business, and
 - (b) references to the profits of a trade are references to the income arising from a business.
- [^{F2}(4) For the purposes of this Part, a person is an indirect partner in a partnership (“the underlying partnership”) if the person is a partner in—
 - (a) a partnership which is a partner in the underlying partnership, or
 - (b) any partnership which is an indirect partner in the underlying partnership by virtue of the preceding application of this subsection.]

Changes to legislation: There are currently no known outstanding effects for the Income Tax (Trading and Other Income) Act 2005, Section 847. (See end of Document for details)

Textual Amendments

- F1** Words in s. 847(2) 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. 638** (with Sch. 2 Pts. 1, 2)
- F2** S. 847(4) inserted (with effect in accordance with Sch. 6 para. 5(5) of the amending Act) by Finance Act 2018 (c. 3), **Sch. 6 para. 5(2)**

Changes to legislation:

There are currently no known outstanding effects for the Income Tax (Trading and Other Income) Act 2005, Section 847.