



# Income Tax Act 2007

## 2007 CHAPTER 3

### PART 4

#### LOSS RELIEF

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#### LOSSES FROM PROPERTY BUSINESSES

##### *Carry-forward property loss relief*

#### **119 How relief works**

This section explains how the deductions are to be made. The amount of the loss to be deducted at any step is limited in accordance with section 25(4) and (5).

##### *Step 1*

Deduct the loss from the profits of the business for the next tax year.

##### *Step 2*

Deduct from the profits of the business for the following tax year the amount of the loss not previously deducted.

##### *Step 3*

Continue to apply Step 2 in relation to the profits of the business for subsequent tax years until all the loss is deducted.

**Status:**

Point in time view as at 03/02/2009.

**Changes to legislation:**

There are currently no known outstanding effects for the Income Tax Act 2007, Section 119.