



Income Tax Act 2007

2007 CHAPTER 3

PART 4

LOSS RELIEF

CHAPTER 2

TRADE LOSSES

Introduction

60 Overview of Chapter

- (1) This Chapter—
 - (a) provides for trade loss relief against general income (see sections 64 to 70),
 - (b) provides for early trade losses relief (see sections 72 to 74),
 - (c) contains provision restricting both those reliefs (see sections 75 to 82),
 - (d) provides for carry-forward trade loss relief (see sections 83 to 88),
 - (e) provides for terminal trade loss relief (see sections 89 to 94),
 - (f) contains restrictions on the above reliefs for trades, professions and vocations carried on wholly outside the United Kingdom (see section 95), and
 - (g) provides for post-cessation trade relief (see sections 96 to 100).
- (2) This Chapter is subject to paragraph 2 of Schedule 1B to TMA 1970 (claims for loss relief involving two or more years).
- (3) For a rule treating an individual as starting or permanently ceasing to carry on a trade, profession or vocation for income tax purposes (including those of this Part), see—
 - (a) section 17 of ITTOIA 2005 (effect of becoming or ceasing to be a UK resident), and
 - (b) section 852(6) and (7) of ITTOIA 2005 (corresponding rule in the case of a trade or profession carried on by a firm).

Status: This is the original version (as it was originally enacted).

- (4) For the purposes of this Chapter sideways relief is—
 - (a) trade loss relief against general income, or
 - (b) early trade losses relief.
- (5) References in this Chapter to a firm are to be read in the same way as references to a firm in Part 9 of ITTOIA 2005 (which contains special provision about partnerships).