



Income Tax Act 2007

2007 CHAPTER 3

PART 12

ACCRUED INCOME PROFITS

CHAPTER 2

ACCRUED INCOME PROFITS AND LOSSES

Transfers to which Chapter applies

624 Transfers without accrued interest

- (1) The general rule is that securities are transferred without accrued interest for the purposes of this Chapter if they are transferred without the right to receive interest payable as mentioned in section 623(1)(a) or (b).
- (2) But, in the case of the transfers specified in subsection (3), subsection (4) applies instead of subsection (1).
- (3) The transfers are those treated as made under—
 - (a) section 620(1)(b) (conversion),
 - (b) section 650 (trading stock appropriations etc),
 - (c) section 651 (owner becoming entitled to securities as trustee), and
 - (d) section 652 (securities ceasing to be held on charitable trusts).
- (4) If the person treated as the transferor did not have the right to receive interest payable as mentioned in section 623(1)(a) or (b), the securities are treated as transferred without accrued interest.
- (5) This section is subject to section 626 (transfers of variable rate securities).
- (6) See also section 648(5) (certain exchanges of strips treated as transfers without accrued interest).

Status:

Point in time view as at 06/04/2007.

Changes to legislation:

There are currently no known outstanding effects for the Income Tax Act 2007, Section 624.