



Corporation Tax Act 2009

2009 CHAPTER 4

PART 7

DERIVATIVE CONTRACTS

CHAPTER 6

SPECIAL KINDS OF COMPANY

Investment and venture capital trusts

638 Venture capital trusts: profits or losses of a capital nature

- (1) Profits or losses of a capital nature arising to a venture capital trust from a derivative contract may not be brought into account as credits or debits in accordance with this Part.
- (2) For the purposes of this section, “profits or losses of a capital nature” means profits or losses which—
 - (a) are accounted for through the capital column of the income statement in accordance with the Statement of Recommended Practice, or
 - (b) would have been so accounted for if the venture capital trust had been an investment trust and that Statement had been applied correctly.
- (3) In this section “the Statement of Recommended Practice” has the meaning given by section 637(3) (investment trusts: profits or losses of a capital nature).
- (4) The Treasury may by order amend the definition of “profits or losses of a capital nature” in subsection (2), so far as it applies in relation to a venture capital trust which prepares accounts in accordance with international accounting standards.

Status:

Point in time view as at 01/04/2022.

Changes to legislation:

Corporation Tax Act 2009, Section 638 is up to date with all changes known to be in force on or before 10 September 2024. There are changes that may be brought into force at a future date. Changes that have been made appear in the content and are referenced with annotations.