



Corporation Tax Act 2010

2010 CHAPTER 4

PART 15

TRANSACTIONS IN SECURITIES

Circumstances in which corporation tax advantages obtained or obtainable

740 Abnormal dividends: general

- (1) An amount received by way of dividend is treated as abnormal for the purposes of this Part if the appropriate authority is satisfied—
 - (a) in any case that the excessive return condition is met (see section 741), or
 - (b) in the case of a dividend at a fixed rate, that the excessive accrual condition is met (see section 742).
- (2) In subsection (1) “the appropriate authority” means whichever of the following is determining the question whether the amount is abnormal for the purposes of this Part—
 - (a) an officer of Revenue and Customs,
 - (b) the Commissioners for Her Majesty's Revenue and Customs, or
 - (c) the tribunal.

Changes to legislation:

Corporation Tax Act 2010, Section 740 is up to date with all changes known to be in force on or before 26 July 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.

[View outstanding changes](#)

Changes and effects yet to be applied to the whole Act associated Parts and Chapters:

Whole provisions yet to be inserted into this Act (including any effects on those provisions):

- s. 357CHA omitted by [2024 c. 3 Sch. 2 para. 14\(7\)](#)
- s. 658(1)(d)(e) inserted by [2010 c. 13 Sch. 6 para. 31](#) (This amendment not applied to [legislation.gov.uk](#). Sch. 6 para. 31 omitted (retrospective to 6.4.2010) by virtue of Finance Act 2012 (c. 14), s. 52(2) (3))