

SCHEDULES

SCHEDULE 7

INVESTMENT COMPANIES

Amendments of Chapter 4 of Part 2 of CTA 2010

- 2 (1) Section 7 of that Act (UK resident company operating in currency other than sterling and preparing accounts in another currency) is amended as follows.
- (2) In subsection (1), in paragraph (a), after “company” insert “(other than a UK resident investment company)”.
- (3) After that subsection insert—
 - “(1A) This section also applies if, for a period of account, a UK resident investment company—
 - (a) in accordance with generally accepted accounting practice, prepares its accounts in one currency,
 - (b) either—
 - (i) has another currency as its designated currency for that period (see sections 9A and 9B), or
 - (ii) if it does not have a designated currency for that period, in those accounts identifies another currency as its functional currency in accordance with generally accepted accounting practice, and
 - (c) that other currency is not sterling.”
- (4) In subsection (2), in step 1, for “functional” substitute “relevant”.
- (5) In subsection (3) for “functional” substitute “relevant”.
- (6) After that subsection insert—
 - “(4) In subsections (2) and (3) “the relevant currency” means the currency other than sterling referred to in subsection (1)(c) or (1A)(c).”