

## SCHEDULES

### SCHEDULE 10

#### TRANSFER OF ASSETS ABROAD

#### PART 3

##### AMENDMENTS RELATING TO THE CHARGES UNDER SECTIONS 720 AND 727

###### *Main provision*

- 18 (1) Section 745 (rates of tax applicable to income charged under sections 720 and 727 etc) is amended as follows.
- (2) In subsection (1) for “so far as it” substitute “if (and to the corresponding extent that the income mentioned in section 721(2) or 728(1)(a))”.
- (3) For subsections (3) and (4) substitute—
- “(3) Subsection (4) applies to income treated as arising to an individual under section 721 or 728 so far as subsection (1) does not apply to it.
- (4) The charge to income tax under section 720 or 727 operates by treating the income as if it were income within section 19(2) (meaning of “dividend income”) if the income mentioned in section 721(2) or 728(1)(a) would be dividend income were it the income of the individual.”