

## SCHEDULES

### SCHEDULE 19

#### REAL ESTATE INVESTMENT TRUSTS: UK REITs WHICH INVEST IN OTHER UK REITs

- 4 (1) Section 531 (conditions as to balance of business) is amended as follows.
- (2) After subsection (4) insert—
- “(4A) In the case of a group, for the purposes of subsections (1) and (2) a distribution falling within section 549A(6) or (8) received by a member of the group is to be treated as profits of a property rental business in accordance with section 549A(1) notwithstanding section 549A(5).
- (4B) In the case of a company, for the purposes of subsections (1) and (3) a distribution falling within section 549A(6) or (8) received by the company is to be treated as profits of a property rental business in accordance with section 549A(1) notwithstanding section 549A(5).”
- (3) In subsection (5)(b) after “cash” insert “or relevant UK REIT shares”.
- (4) In subsection (6)(b) after “cash” insert “and relevant UK REIT shares”.
- (5) After subsection (8) insert—
- “(9) In this section “relevant UK REIT shares” means—
- (a) in the case of a group UK REIT, shares held by a member of the group in the principal company of another group UK REIT or in a company UK REIT, and
- (b) in the case of a company UK REIT, shares held by the company in the principal company of a group UK REIT or in another company UK REIT.”