
*Changes to legislation: There are currently no known outstanding effects
for the Finance Act 2022, Paragraph 45. (See end of Document for details)*

SCHEDULES

SCHEDULE 1

ABOLITION OF BASIS PERIODS

PART 3

AMENDMENTS OF OTHER ACTS

Income Tax Act 2007

- 45 (1) Section 74C (meaning of “non-active capacity” for purposes of section 74A etc) is amended as follows.
- (2) For subsection (3) substitute—
- “(3) For this purpose “the relevant period” means—
- (a) where the individual first started to carry on the trade less than six months before the end of the tax year, the period of six months beginning with the date on which the individual first started to carry on the trade;
 - (b) where the individual permanently ceased to carry on the trade less than six months after the start of the tax year, the period of six months ending with the date on which the individual permanently ceased to carry on the trade;
 - (c) in any other case, the tax year.”
- (3) Omit subsection (4).

Changes to legislation:

There are currently no known outstanding effects for the Finance Act 2022, Paragraph 45.