



# Dormant Assets Act 2022

## 2022 CHAPTER 5

### PART 1

#### THE DORMANT ASSETS SCHEME

##### *Securities assets*

#### 15 “Eligible proceeds or distribution”

- (1) In this Act “eligible proceeds or distribution”, in relation to a share in a traded public company registered in the name of an individual, means (subject to subsection (2)) any of the following amounts owing to a person—
- (a) an amount owing by virtue of a share in the company being converted into a right to payment of the price of the share at the time it was converted,
  - (b) an amount owing as a cash distribution attributable to the share, or
  - (c) an amount owing by virtue of a corporate action in relation to the share for which the company is notified of the consideration,
- after the appropriate adjustments have been made for such things as interest due and fees and charges payable.
- (2) An amount held in a Lifetime ISA is excluded from subsection (1) if its transfer to an authorised reclaim fund would result in liability to pay a withdrawal charge to HMRC.
- (3) In subsection (1)(a) the reference to conversion of a share into a right to payment is a reference to conversion in accordance with—
- (a) the company’s articles of association,
  - (b) any contractual term applicable in relation to the share, or
  - (c) any other applicable provision authorising or requiring conversion of the share.
- (4) In relation to a time after a transfer has been made as mentioned in section 14(1)(a), the adjustments referred to in subsection (1) include those that would fall to be made but for the transfer.

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*Status: This is the original version (as it was originally enacted).*

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- (5) In this section “distribution”, so far as relating to a share in a traded public company, has the meaning given by section 829 of the Companies Act 2006.