

## SCHEDULE 1

### Consequential Amendments - Primary Legislation

#### **Income and Corporation Taxes Act 1988**

**10.** After subsection (1G) add—

“(1H) Where a person is liable to make a payment by way of penalty under Schedule 24 to the Finance Act 2007 (penalties for errors) the payment shall not be allowed as a deduction in computing any income, profits or losses for any corporation tax purposes (but see also subsection (3)(a) below).”.