

SCHEDULE 19 LEASES

PART 2

AMOUNT OF TAX CHARGEABLE: RENT

Amount of tax chargeable in respect of rent: linked transactions

5 Where a chargeable transaction to which this schedule applies is one of a number of linked transactions for which the chargeable consideration consists of or includes rent, the amount of tax chargeable in respect of the rent is to be determined as follows.

Step 1 Calculate the total of the net present values (TNPV) of the rent payable over the terms of all the leases (see paragraph 6).

Step 2 For each tax band, multiply so much of the TNPV as falls within the band by the tax rate for that band.

Step 3 Calculate the sum of the amounts reached under Step 2. The result is the total tax chargeable in respect of rent.

Step 4 Divide the net present value of the rent payable over the term of the lease in question by the TNPV.

Step 5 Multiply the total tax chargeable in respect of rent by the fraction reached under Step 4. The result is the amount of tax chargeable in respect of rent for the lease in question.

Commencement Information

II Sch. 19 para. 5 in force at 1.4.2015 by [S.S.I. 2015/108](#) , [art. 2](#)

Changes to legislation:

There are currently no known outstanding effects for the Land and Buildings Transaction Tax (Scotland) Act 2013, Paragraph 5 .