

## SCHEDULES

### SCHEDULE 22

#### TRADING FUNDS

##### *Reserves*

- 2 (1) The following section shall be inserted after section 2—

**“2AA Initial reserves.**

- (1) An order providing for any assets and liabilities to be appropriated as assets and liabilities of a trading fund may make—
    - (a) provision for any part of the amount by which the values of the assets exceed the amounts of the liabilities to be treated as reserves in the accounts of the trading fund, and
    - (b) provision about the maintenance of such reserves.
  - (2) For the purposes of subsection (1) above “reserves” means reserves whether general, capital or otherwise; and an order may provide for different kinds of reserves.
  - (3) Nothing in subsection (1) above shall prejudice the operation of section 4(2) of this Act in relation to a trading fund; and nothing in section 4(2) of this Act shall prejudice the operation of subsection (1) above in relation to a trading fund.
  - (4) This section applies in relation to an order made after the day on which the Finance Act 1993 was passed.”
- (2) In section 2(3) (originating debt where fund established) in paragraph (b) after “capital” there shall be inserted “ or any amount treated by virtue of the order as reserves or (where the order provides for both public dividend capital and reserves) the aggregate of those amounts ”.
- (3) In section 2(4) (addition to originating debt where additional assets and liabilities appropriated to fund) in paragraph (b) after “capital” there shall be inserted “ for any amount treated by virtue of the order as reserves or (where the order provides for both public dividend capital and reserves) the aggregate of those amounts ”.

**Changes to legislation:**

There are currently no known outstanding effects for the Finance Act 1993, Cross Heading: Reserves.