



# Finance Act 2001

## CHAPTER 9

### FINANCE ACT 2001

#### PART 1

#### EXCISE DUTIES

##### *Hydrocarbon oil duties*

- 1 Rates of duty on hydrocarbon oil
- 2 Rebate on unleaded petrol
- 3 Fuel-testing pilot projects

##### *Tobacco products duty*

- 4 Rates of tobacco products duty

##### *Alcoholic liquor duties*

- 5 Dilution etc. of cider

##### *Betting and gaming duties*

- 6 General betting duty
- 7 Rates of gaming duty

##### *Vehicle excise duty*

- 8 Threshold for reduced general rate
- 9 Rates of duty for goods vehicles
- 10 Rates of duty for vehicles used for exceptional loads
- 11 Rates of duty for recovery vehicles
- 12 Mobile pumping vehicles
- 13 Exemption of agricultural etc. vehicles

*Changes to legislation: There are currently no known outstanding effects for the Finance Act 2001. (See end of Document for details)*

---

- 14 Surrender of vehicle licences

*General*

- 15 Payments by Commissioners in case of error or delay

**PART 2**

**AGGREGATES LEVY**

*Charging provisions*

- 16 Charge to aggregates levy  
17 Meanings of “aggregate” and “taxable aggregate”  
18 Exempt processes  
19 Commercial exploitation  
20 Originating sites  
21 Operators of sites  
22 Responsibility for exploitation of aggregate  
23 Weight of aggregate

*Administration and enforcement*

- 24 The register  
25 Returns and payment of levy  
26 Security for levy  
27 Recovery and interest  
28 Evasion, misdeclaration and neglect  
29 Information and evidence

*Credits and repayments*

- 30 Credit for aggregates levy  
30A Transitional tax credit in Northern Ireland  
30B Special tax credit in Northern Ireland  
30C Special tax credit: applicable rate of interest  
30D Special tax credit: certification by Department  
31 Repayments of overpaid levy  
32 Supplemental provisions about repayments etc

*Non-resident taxpayers*

- 33 Appointment of tax representatives  
34 Effect of appointment of tax representatives

*Other special cases*

- 35 Groups of companies etc  
36 Partnerships and other unincorporated bodies  
37 Insolvency etc  
38 Death and incapacity  
39 Transfer of a business as a going concern

*Review and appeal*

- 40 Appeals  
40A Offer of review

- 40B Right to require review
- 40C Review by HMRC
- 40D Extensions of time
- 40E Review out of time
- 40F Nature of review etc
- 40G Bringing of appeals
  - 41 Appeals: further provisions
  - 42 Determinations on appeal
  - 43 Adjustments of contracts

*General provisions*

- 44 Destination of receipts
- 45 Regulations and orders
- 46 Civil penalties
- 47 Service of notices etc
- 48 Interpretation of Part

*Supplemental*

- 49 Minor and consequential amendments

**PART 3**

**INCOME TAX, CORPORATION TAX AND CAPITAL GAINS TAX**

**CHAPTER 1**

**CHARGE AND RATES**

*Income tax*

- 50 Charge and rates for 2001-02
- 51 Starting rate limit for 2001-02
- 52 Children's tax credit: amount for 2001-02 and subsequent years
- 53 Children's tax credit: baby rate

*Corporation tax*

- 54 Charge and main rate for financial year 2002
- 55 Small companies' rate and fraction for financial year 2001
- 56 Corporation tax starting rate and fraction for financial year 2001

**CHAPTER 2**

**OTHER PROVISIONS**

*Employment*

- 57 Mileage allowances: exemptions and relief
- 58 Mileage allowances: nil liability notices
- 59 Employees' vehicles: withdrawal of capital allowances
- 60 Exemption for works bus services: extension to minibuses
- 61 Employee share ownership plans

*Changes to legislation: There are currently no known outstanding effects for the Finance Act 2001. (See end of Document for details)*

---

### *Enterprise incentives*

- 62 Enterprise management incentives
- 63 Enterprise investment scheme
- 64 Venture capital

### *Capital allowances*

- 65 Energy-saving plant and machinery
- 66 Fixtures provided in connection with energy management services
- 67 Conversion of parts of business premises into flats
- 68 Decommissioning of offshore oil infrastructure
- 69 Minor amendments

### *Other relieving provisions*

- 70 Relief for expenditure on remediation of contaminated land
- 71 Creative artists: relief for fluctuating profits
- 72 Expenditure on film production etc
- 73 Deductions for business gifts: yearly limit

### *Pension funds*

- 74 Payments to employers out of pension funds

### *Limited liability partnerships*

- 75 Limited liability partnerships: general
- 76 Limited liability partnerships: investment LLPs and property investment LLPs

### *Chargeable gains*

- 77 Notional transfers within a group
- 78 Taper relief: assets qualifying as business assets
- 79 De-grouping charge: transitional relief
- 80 Attribution of gains of non-resident companies

### *International matters*

- 81 Double taxation relief
- 82 Controlled foreign companies: acceptable distribution policy

### *Miscellaneous*

- 83 Life policies, life annuity contracts and capital redemption policies
- 84 Exclusion of deductions for deemed manufactured payments
- 85 Deduction of tax: payments between companies etc
- 86 Profits for purposes of small companies' relief
- 87 Tax deductions and credits: end of provisional repayment regime

### *General*

- 88 Amendments to the machinery of self-assessment
- 89 Recovery proceedings: minor amendments
- 90 Repayment supplements: claim for relief involving two or more years
- 91 Power to revise excessive penalties

*Changes to legislation: There are currently no known outstanding effects for the Finance Act 2001. (See end of Document for details)*

---

## PART 4

### OTHER TAXES

#### *Stamp duty and stamp duty reserve tax*

- 92 Stamp duty: exemption for land in disadvantaged areas
- 92A Restriction of exemption in the case of residential property etc
- 92B Meaning of “residential property”
- 93 SDRT: unit trust schemes and individual pension accounts
- 94 SDRT: open-ended investment companies and individual pension accounts
- 95 Exemptions in relation to ... share incentive plans

#### *Value added tax*

- 96 VAT: children’s car seats
- 97 VAT: residential conversions and renovations
- 98 VAT: museums and galleries
- 99 VAT: re-enactment of reduced-rate provisions
- 100 VAT representatives

#### *Petroleum revenue tax*

- 101 PRT: unrelievable field losses
- 102 PRT: allowable decommissioning expenditure
- 103 PRT: expenditure in certain gas-producing fields

#### *Landfill tax*

- 104 Landfill tax: rate

#### *Climate change levy*

- 105 Climate change levy

#### *Inheritance tax*

- 106 Transfers within group etc

## PART 5

### MISCELLANEOUS AND SUPPLEMENTARY PROVISIONS

#### *Miscellaneous*

- 107 Interest on unpaid tax, etc.: foot-and-mouth disease
- 108 Trading funds

#### *Supplementary*

- 109 Interpretation
- 110 Repeals and revocations
- 111 Short title

*Changes to legislation: There are currently no known outstanding effects for the Finance Act 2001. (See end of Document for details)*

## SCHEDULES

### SCHEDULE 1 — GENERAL BETTING DUTY

- 1 . . . . .
- 2 For section 9(3)(a) of that Act (protection of revenue) substitute—...
- 3 Paragraph 2(4)(b) and (c) of Schedule 1 to that Act...

### SCHEDULE 2 — RATES OF VEHICLE EXCISE DUTY ON GOODS VEHICLES

- 1 Part 8 of Schedule 1 to the Vehicle Excise and...
- 2 For the Table in paragraph 9(1) (rigid goods vehicles not...
- 3 In paragraph 9(3) (rigid goods vehicles not satisfying reduced pollution...
- 4 In paragraph 9A(3) (rigid goods vehicles satisfying reduced pollution requirements...
- 5 For the Table in paragraph 9B (rigid goods vehicles satisfying...
- 6 In paragraph 10(3) (trailer supplement for trailers exceeding 12,000 kilograms...
- 7 For the Table in paragraph 11(1) (tractive units not satisfying...
- 8 In paragraph 11(3) (tractive units not satisfying reduced pollution requirements...
- 9 In paragraph 11A(3) (tractive units satisfying reduced pollution requirements and...
- 10 For the Table in paragraph 11B (tractive units satisfying reduced...
- 11 In paragraph 11C(2)(a) (certain tractive units not satisfying reduced pollution...

### SCHEDULE 3 — EXCISE DUTY: PAYMENTS BY COMMISSIONERS IN CASE OF ERROR OR DELAY

#### Part 1 — PAYMENTS

- 1 Duty paid in error
- 2 *Error relating to rebate*
- 3 *Claims*

#### Part 2 — INTEREST

- 4 *Commissioners' delay*
- 5 (1) This paragraph applies if— (a) a person is entitled...
- 6 (1) In deciding the applicable period for the purposes of...
- 7 Commissioners' error
- 8 (1) This paragraph applies if— (a) a person pays to...
- 9 (1) This paragraph applies if— (a) a person pays to...
- 10 (1) This paragraph applies if— (a) a person makes a...
- 11 (1) In deciding the applicable period for the purposes of...
- 12 *Claims*
- 13 *Rate of interest*

#### Part 3 — APPEALS

- 14 (1) This paragraph applies if— (a) a person (the appellant)...

#### Part 4 — GENERAL

- 15 *Amendments*
- 16 In section 16(9) of the Finance Act 1994 (c. 9)...
- 17 (1) Schedule 5 to the Finance Act 1994 (decisions subject...
- 18 (1) Section 197(2) of the Finance Act 1996 (c. 8)...
- 19 (1) Schedule 5 to the Finance Act 1997 (c. 16)...
- 20 In Schedule 6 to the Finance Act 1994 (c. 9),...

*Changes to legislation:* There are currently no known outstanding effects for the Finance Act 2001. (See end of Document for details)

---

- 21 *General*
- 22 (1) A power to make an order or regulations under...
- 23 References in this Schedule to the Commissioners are to the...

#### SCHEDULE 4 — AGGREGATES LEVY: REGISTRATION

- 1 Notification of registrability etc.
- 2 *Form of registration*
- 3 *Notification of loss or prospective loss of registrability*
- 4 *Cancellation of registration*
- 5 *Correction of the register etc.*
- 6 *Supplemental regulations about notifications*
- 7 *Publication of information on the register*
- 8 Interpretation of Schedule

#### SCHEDULE 5 — AGGREGATES LEVY: RECOVERY AND INTEREST

- 1 *Recovery of levy as debt due*
- 2 *Assessments of amounts of levy due*
- 3 *Supplementary assessments*
- 4 Time limits for assessments
- 5 *Penalty interest on unpaid levy*
- 6 *Interest on overdue levy paid before assessment*
- 7 *Penalty interest on levy where no return made*
- 8 *Ordinary and penalty interest on under-declared levy*
- 9 *Penalty interest on unpaid ordinary interest*
- 10 *Penalty interest*
- 11 *Supplemental provisions about interest*
- 12 *Assessments to interest*
- 13 *Further assessments to penalty interest*
- 14 *Recovery by distress*
- 15 Walking possession agreements
- 16 *Recovery by diligence*
- 17 *Preferential debts in England and Wales and Northern Ireland*
- 18 *Preferred debts in Scotland*
- 19 Interpretation of Schedule etc.

#### SCHEDULE 6 — AGGREGATES LEVY: EVASION, MISDECLARATION AND NEGLECT

##### Part 1 — CRIMINAL OFFENCES

- 1 Evasion
- 2 Misstatements
- 3 Conduct involving evasions or misstatements
- 4 Preparations for evasion
- 5 *Criminal proceedings etc.*
- 6 *Arrest*

##### Part 2 — CIVIL PENALTIES

- 7 *Evasion*
- 8 *Liability of directors etc. for civil penalties*
- 9 *Misdeclaration or neglect*
- 9A Incorrect records etc evidencing claim for tax credit

##### Part 3 — INTERPRETATION OF SCHEDULE

- 10 (1) References in this Schedule to obtaining a tax credit...

*Changes to legislation: There are currently no known outstanding effects for the Finance Act 2001. (See end of Document for details)*

---

#### SCHEDULE 7 — AGGREGATES LEVY: INFORMATION AND EVIDENCE ETC

- 1 Provision of information
- 2 Records
- 3 Evidence of records that are required to be preserved
- 4 Production of documents
- 5 Powers in relation to documents produced
- 6 Entry and inspection
- 7 *Entry and search*
- 8 *Order for access to recorded information etc.*
- 9 *Removal of documents etc.*
- 10 *Enforcement of paragraph 9*
- 11 Power to take samples
- 12 *Evidence by certificate*
- 13 *Inducements to provide information*
- 14 *Disclosure of information*
- 15 Interpretation of Schedule

#### SCHEDULE 8 — AGGREGATES LEVY: REPAYMENTS AND CREDITS

- 1 *Reimbursement arrangements*
- 2 Interest payable by the Commissioners
- 3 *Assessment for excessive repayment*
- 4 *Assessment for overpayments of interest*
- 5 *Assessments under paragraphs 3 and 4*
- 6 *Interest on amounts assessed*
- 7 *Assessments to interest under paragraph 6*
- 8 *Supplementary assessments*
- 9 *Set-off of or against amounts due under this Part of this Act*
- 10 *Set-off of or against other taxes and duties*
- 11 Restriction on powers to provide for set-off
- 12 Supplemental provisions of Schedule

#### SCHEDULE 9 — AGGREGATES LEVY: GROUP TREATMENT

- 1 *Eligibility for group treatment*
- 2 *Application for group treatment*
- 3 *Modification of group treatment*
- 4 *Termination of group treatment*
- 5 *Applications relating to group treatment*
- 6 *Notifications relating to group treatment*
- 7 *Supplemental regulations about applications and notifications*
- 8 Interpretation of Schedule

#### SCHEDULE 10 — AGGREGATES LEVY: ASSESSMENT OF CIVIL PENALTIES AND INTEREST ON THEM

- 1 Preliminary
- 2 *Assessments to penalties etc.*
- 3 *Further assessments to daily penalties*
- 4 Time limits on penalty assessments
- 5 *Penalty interest on unpaid penalties*
- 6 *Supplemental provisions about interest*
- 7 *Assessments to penalty interest on unpaid penalties*
- 8 *Further assessments to interest on penalties*



*Changes to legislation:* There are currently no known outstanding effects for the Finance Act 2001. (See end of Document for details)

---

SCHEDULE 11 — CHILDREN'S TAX CREDIT: BABY RATE:  
SUPPLEMENTARY

- 1 *Introduction*
- 2 *Child living with married or unmarried couple*
- 3 *Election that credit should go to lower-earning partner*
- 4 *Child living with more than one adult: other cases*
- 5 *Combined cases*
- 6 *Change of circumstances*

SCHEDULE 12 — MILEAGE ALLOWANCES

Part 1 — NEW SCHEDULE 12AA TO THE TAXES ACT 1988

.....

Part 2 — CONSEQUENTIAL AMENDMENTS

- 1 *The Taxes Act 1988*
- 2 *In section 163(4)(b) of that Act (expenses connected with living...*
- 3 *In section 167(2)(b) of that Act (employment to which Chapter...*
- 4 *(1) Section 168 of that Act (Chapter 2 of Part...*
- 5 *In section 192(5) of that Act (relief for foreign emoluments),...*
- 6 *In section 198 of that Act (general relief for necessary...*
- 7 *In section 200A(1)(b) (incidental overnight expenses), for “195, 198*  
*or...*
- 8 *For section 200C(2) (cap on travelling and subsistence expenditure*  
*exempt...*
- 9 *For section 200F(2) (cap on travelling and subsistence expenditure*  
*exempt...*
- 10 *In section 332 of that Act (expenditure of ministers of...*
- 11 *In section 578A(1) of that Act (deductions for expenditure on...*
- 12 *For section 589(6) (cap on travelling expenses exempt under section...*
- 13 *For section 589B(4) (cap on travelling expenses exempt under section...*
- 14 *In section 646(2)(b) (meaning of “net relevant earnings”), after*  
*“section”...*
- 15 *In paragraph 1A of Schedule 12 (foreign earnings), after “195(7),”...*
- 16 *Finance Act 2000 (c. 17)*

SCHEDULE 13 — EMPLOYEE SHARE OWNERSHIP PLANS: AMENDMENTS

- 1 *Introductory*
- 2 *The employment requirement*
- 3 *Meaning of “salary”*
- 4 *No charge to tax on award of shares, etc.*
- 5 *Charge on disposal of beneficial interest during holding period*
- 6 *Charge on distributions in respect of unappropriated shares*
- 7 *Dividend shares ceasing to be subject to plan: tax credit*
- 8 *Gains accruing to trustees*

SCHEDULE 14 — ENTERPRISE MANAGEMENT INCENTIVES:  
AMENDMENTS

- 1 *Introductory*
- 2 *Period of notice*
- 3 *In paragraph 4 (notice of enquiry), in sub-paragraph (4) for...*
- 4 *General requirements to be met by option*
- 5 *Purpose of granting option*
- 6 *Value of options in respect of a company's shares*
- 7 *Income tax: option to acquire shares at less than market value*

*Changes to legislation:* There are currently no known outstanding effects for the Finance Act 2001. (See end of Document for details)

- 8 *Income tax: option to acquire shares at nil cost*
- 9 *Disqualifying events: alteration of share capital*
- 10 (1) Paragraph 49 (disqualifying events: alterations of share capital) is...
- 11 *Income tax charge arising on disqualifying event*
- 12 *Qualifying requirements for replacement option*
- 13 *Commencement*

## SCHEDULE 15 — ENTERPRISE INVESTMENT SCHEME: AMENDMENTS

### Part 1 — INCOME TAX RELIEF

- 1 *Introductory*
- 2 *Oil activities*
- 3 .....
- 4 .....
- 5 .....
- 6 *Requirement as to the money raised*
- 7 .....
- 8 .....
- 9 *Repayment supplements*
- 10 *Designated period*
- 11 .....
- 12 *Unquoted company requirement*
- 13 .....
- 14 *Royalties and licence fees*
- 15 *Value received by individual etc.*
- 16 .....
- 17 .....
- 18 .....
- 19 *Repayment of share capital*
- 20 .....
- 21 .....
- 22 *Claims*
- 23 *Information*
- 24 *Interpretation*

### Part 2 — POSTPONEMENT OF CHARGEABLE GAIN ON REINVESTMENT

- 25 *Introductory*
- 26 *Requirement as to the money raised*
- 27 (1) In paragraph 1A (failure of conditions of application), in...
- 28 In paragraph 16 (information), after sub-paragraph (4) insert—
- 29 *Designated period*
- 30 *Value received by investor*
- 31 After paragraph 13 insert— Provision supplemental to paragraph 13 (1)  
For the purposes of paragraph 13 above, the value...
- 32 *Value received by persons other than the investor*
- 33 *Certain receipts to be disregarded*
- 34 In paragraph 14A (certain receipts to be disregarded for purposes...
- 35 *Information*
- 36 *Trustees: anti-avoidance*
- 37 *Interpretation*

### Part 3 — MISCELLANEOUS AND GENERAL

- 38 *Loss relief*
- 39 *Penalties in connection with returns etc.*
- 40 *Commencement*

SCHEDULE 16 — VENTURE CAPITAL

Part 1 — VENTURE CAPITAL TRUSTS

- 1 *Meaning of “qualifying holdings”*
  - 2 . . . . .
  - 3 *Income tax relief: repayment supplements*
- Part 2 — CORPORATE VENTURING SCHEME
- 4 *Introductory*
  - 5 *Money raised by issue of shares*
  - 6 *Receipt of replacement value*
  - 7 (1) In paragraph 55 (provision supplementary to paragraph 54), after...
  - 8 *Value received by other persons*
  - 9 *Insignificant repayments disregarded*

SCHEDULE 17 — CAPITAL ALLOWANCES: ENERGY-SAVING PLANT AND MACHINERY

- 1 In section 39 of the Capital Allowances Act 2001 (c....
- 2 After section 45 of that Act insert— Expenditure on energy-saving...
- 3 In section 46(1) of that Act (cases in which expenditure...
- 4 In section 52(3) of that Act (amount of first-year allowances),...
- 5 In the second column of the Table in section 98...
- 6 (1) For the purposes of section 45A(2) of the Capital...

SCHEDULE 18 — CAPITAL ALLOWANCES: FIXTURES PROVIDED IN CONNECTION WITH ENERGY MANAGEMENT SERVICES

- 1 In section 172(3) of the Capital Allowances Act 2001 (c....
- 2 After section 175 of that Act insert— Meaning of “energy...
- 3 In section 176(4) of that Act (treatment of fixture where...
- 4 After section 180 of that Act insert— Energy services providers...
- 5 In section 181(4) of that Act (purchaser of land giving...
- 6 After section 182 of that Act insert— Purchaser of land...
- 7 (1) Section 188 of that Act (cessation of ownership when...
- 8 After section 192 of that Act insert— Cessation of ownership...
- 9 After section 195 of that Act insert— Acquisition of ownership...
- 10 (1) Section 196 of that Act (disposal values in relation...
- 11 In section 203(2)(b) of that Act (reasons for amendment of...

SCHEDULE 19 — CAPITAL ALLOWANCES: CONVERSION OF PARTS OF BUSINESS PREMISES INTO FLATS

Part 1 — NEW PART 4A OF THE CAPITAL ALLOWANCES ACT 2001

Part 2 — CONSEQUENTIAL AMENDMENTS

- 1 In section 1(2) of the Capital Allowances Act 2001 (c....
- 2 In section 2(3) of that Act (provisions about giving effect...
- 3 In section 537(1) of that Act (general conditions for making...
- 4 In section 542(1) of that Act (effect of transfers of...
- 5 In section 567(1) of that Act (Parts of Act for...
- 6 In section 570(1) of that Act (elections under section 569:...
- 7 In section 573(1) of that Act (transfers treated as sales),...
- 8 (1) Part 2 of Schedule 1 to that Act (list...

SCHEDULE 20 — CAPITAL ALLOWANCES: OFFSHORE OIL INFRASTRUCTURE

*Changes to legislation:* There are currently no known outstanding effects for the Finance Act 2001. (See end of Document for details)

Part 1 — CHARGEABLE PERIODS ENDING BEFORE 1ST OR 6TH  
APRIL 2001

- 1 *Writing-down allowances: infrastructure from UK or non-UK oil fields*
- 2 *Ring fence trades: special allowance for pre-cessation abandonment expenditure*
- 3 *Ring fence trades: allowances for post-cessation expenditure*
- 4 *Commencement of Part 1*

Part 2 — CHARGEABLE PERIODS ENDING ON OR AFTER 1ST OR  
6TH APRIL 2001

- 5 *Writing-down allowances: infrastructure from UK or non-UK oil fields*
- 6 *Ring fence trades: meaning of “abandonment expenditure”*
- 7 *Ring fence trades: special allowance for pre-cessation expenditure*
- 8 *Ring fence trades: allowances for post-cessation expenditure*
- 9 *Commencement of Part 2*

SCHEDULE 21 — CAPITAL ALLOWANCES: MINOR AMENDMENTS

- 1 *Thermal insulation of industrial buildings*
- 2 *Fixtures: purchasers of land and incoming lessees*
- 3 *Meaning of “sale and finance leaseback”*
- 4 *Effect of partnership changes*
- 5 *Enterprise zones*
- 6 *Highway concessions*

SCHEDULE 22 — REMEDIATION OF CONTAMINATED LAND

Part 1 — DEDUCTION FOR CAPITAL EXPENDITURE

- 1 *Deduction for capital expenditure*
- 2 *Qualifying land remediation expenditure*
- 3 *Land in a contaminated state*
- 4 *Relevant land remediation*
- 5 *Employee costs*
- 6 *Expenditure on materials*
- 7 *Expenditure incurred because of contamination*
- 8 *Subsidised expenditure*
- 9 *Qualifying expenditure on sub-contracted land remediation*
- 10 *Treatment of expenditure where company and sub-contractor are connected persons*
- 11 *Treatment of sub-contractor payment in other cases*

Part 2 — ENTITLEMENT TO LAND REMEDIATION RELIEF

- 12 *Entitlement to relief*

Part 3 — MANNER OF GIVING EFFECT TO RELIEF

- 13 *Deduction in computing profits of Schedule A business or trade*
- 14 *Entitlement to land remediation tax credit*
- 15 *Amount of land remediation tax credit*
- 16 *Payment in respect of land remediation tax credit*
- 17 *Restriction on losses carried forward*
- 18 *Tax credit not income*
- 19 *Certain qualifying land remediation expenditure excluded for purposes of capital gains*

Part 4 — SPECIAL PROVISION FOR LIFE ASSURANCE BUSINESS

- 20 *Limitation on relief*
- 21 *Provision in respect of “I minus E” basis*
- 22 *Entitlement to relief: “I minus E” basis*
- 23 *Giving effect to relief: enhanced expenses payable*

*Changes to legislation:* There are currently no known outstanding effects for the Finance Act 2001. (See end of Document for details)

---

- 24 *Entitlement to life assurance company tax credit*
  - 25 *Amount of life assurance company tax credit*
  - 26 *Payment in respect of life assurance company tax credit, etc*
  - 27 *Restriction on carrying forward expenses payable*
  - 28 *Certain qualifying expenditure excluded for purposes of capital gains*
- Part 5 — SUPPLEMENTARY PROVISIONS
- 29 *Artificially inflated claims for deduction, relief or tax credit*
  - 30 *Funding of tax credits*
  - 31 *Interpretation*
  - 32 *Transitional provisions*

SCHEDULE 23 — LAND REMEDIATION: CONSEQUENTIAL AMENDMENTS

- 1 *Computation under Schedule A*
- 2 *Computation of profits of insurance companies*
- 3 *Interest*
- 4 *Claim must be made in tax return*
- 5 *Recovery of excessive tax credit*
- 6 *Claims relating to remediation of contaminated land*

SCHEDULE 24 — CREATIVE ARTISTS: RELIEF FOR FLUCTUATING PROFITS

Part 1 — NEW SCHEDULE 4A TO THE TAXES ACT 1988

.....

Part 2 — CONSEQUENTIAL AMENDMENTS

- 2 (1) In section 46C(3) of the Taxes Management Act 1970...
- 3 (1) In Schedule 1B to that Act (claims for relief...
- 4 .....

SCHEDULE 25 — LIMITED LIABILITY PARTNERSHIPS: INVESTMENT LLPS AND PROPERTY INVESTMENT LLPS

- 1 *Meaning of “investment LLP” and “property investment LLP”*
- 2 *Pension funds, &c.: exclusion of exemptions from tax in case of income from property investment LLPs*
- 3 *Pension funds, &c.: exclusion of exemption from trusts rate in case of income from property investment LLPs*
- 4 *Pension funds, &c.: exclusion of exemptions in case of gains from property investment LLPs*
- 5 *Insurance companies: treatment of income or gains arising from property investment LLP*
- 6 *Insurance companies: double taxation relief*
- 7 *Insurance companies: capital allowances*
- 8 *Friendly societies: exclusion of exemptions from tax*
- 9 *Exclusion of relief on loans to buy into investment LLP*

SCHEDULE 26 — CAPITAL GAINS TAX: TAPER RELIEF: BUSINESS ASSETS

- 1 *Introductory*
- 2 *Conditions for assets other than shares to qualify as business assets*
- 3 *Companies which are qualifying companies*
- 4 *Meaning of “material interest”*
- 5 *Interpretation of Schedule A1*
- 6 *Qualifying shareholdings in joint venture companies*
- 7 *Joint enterprise companies: relevant connection*

*Changes to legislation: There are currently no known outstanding effects for the Finance Act 2001. (See end of Document for details)*

## SCHEDULE 27 — DOUBLE TAXATION RELIEF

- 1 Computation of income subject to foreign tax
- 2 Restriction of relief for underlying tax
- 3 *Credit for underlying tax: UK company related through overseas company*
- 4 Dividends that give rise to eligible unrelieved foreign tax
- 5 The amounts that are eligible unrelieved foreign tax
- 6 Underlying tax excluded from claim not to be allowed under section 811
- 7 Relief for non-resident persons with branches or agencies in the UK

## SCHEDULE 28 — LIFE POLICIES, LIFE ANNUITIES AND CAPITAL REDEMPTION POLICIES

### Part 1 — ASSIGNMENT OR SURRENDER OF PART OF THE RIGHTS

- 1 *Introductory*
- 2 *Interpretation*
- 3 *Life policies: chargeable events*
- 4 *Life policies: computation of gain*
- 5 *Life annuity contracts: chargeable events*
- 6 *Life annuity contracts: computation of gain*
- 7 *Capital redemption policies: chargeable events*
- 8 *The value of a part or share assigned*
- 9 *Assignments etc involving co-ownership*
- 10 *Charging tax in respect of certain section 546 excesses*
- 11 *Method of charging gain to tax*
- 12 *Method of charging gain to tax: multiple interests*
- 13 *Corresponding deficiency relief*
- 14 *Relief where gain charged at higher rate*
- 15 *Right of individual to recover tax from trustees*
- 16 *Right of company to recover tax from trustees*
- 17 *Non-resident policies and off-shore capital redemption policies*

### Part 2 — PROVISION OF INFORMATION BY INSURERS

- 18 *Information: duty of insurers*
- 19 *Duties of overseas insurers' tax representatives*
- 20 *Penalties*

## SCHEDULE 29 — AMENDMENTS TO MACHINERY OF SELF-ASSESSMENT

### Part 1 — AMENDMENT OR CORRECTION OF RETURN

- 1 *Assessment by Revenue treated as included in return*
- 2 *Power to amend or correct personal or trustee return*
- 3 *Power to amend or correct partnership return*

### Part 2 — ENQUIRIES INTO RETURNS

- 4 *Enquiry into personal or trustee return*
- 5 *Enquiry into partnership return*

### Part 3 — REFERRAL OF QUESTIONS DURING ENQUIRY

- 6 *Enquiry into personal, trustee or partnership return*
- 7 *Enquiry into company tax return*

### Part 4 — PROCEDURE ON COMPLETION OF ENQUIRY

- 8 *Procedure on completion of enquiry into personal or trustee return*
- 9 *Procedure on completion of enquiry into partnership return*
- 10 *Procedure on completion of enquiry into claims, &c. not included in returns*

### Part 5 — MINOR AND CONSEQUENTIAL AMENDMENTS

- 11 *Appeals*

*Changes to legislation:* There are currently no known outstanding effects for the Finance Act 2001. (See end of Document for details)

- 12 (1) Schedule 1A to the Taxes Management Act 1970 (c....
- 13 (1) Part 11 of Schedule 18 to the Finance Act...
- 14 *Due date for payment after amendment or correction of return*
- 15 After Schedule 3 to the Taxes Management Act 1970 insert—...
- 16 (1) Paragraphs 14 and 15 above apply where the relevant...
- 17 *Effect of return on recovery proceedings*
- 18 *Other amendments of the Taxes Management Act 1970*
- 19 In section 12AB(1) of the Taxes Management Act 1970 (partnership...
- 20 (1) Section 12B of the Taxes Management Act 1970 (preservation...
- 21 (1) Section 19A of the Taxes Management Act 1970 (c....
- 22 In section 29(7)(a)(ii) of the Taxes Management Act 1970 (assessment...
- 23 (1) Section 30 of the Taxes Management Act 1970 (recovery...
- 24 (1) Section 30B of the Taxes Management Act 1970 (amendment...
- 25 (1) Section 33A of the Taxes Management Act 1970 (c....
- 26 In section 42(6)(a) of the Taxes Management Act 1970 (procedure...
- 27 (1) Section 46B(2) of the Taxes Management Act 1970 (questions...
- 28 (1) Section 46C of the Taxes Management Act 1970 (jurisdiction...
- 29 (1) Section 46D(2) of the Taxes Management Act 1970 (c....
- 30 (1) Section 50 of the Taxes Management Act 1970 (procedure...
- 31 (1) Section 55 of the Taxes Management Act 1970 (recovery...
- 32 In section 95A(1)(a) of the Taxes Management Act 1970 (c....
- 33 (1) Section 118(1) of the Taxes Management Act 1970 (interpretation)...
- 34 (1) Schedule 1A to the Taxes Management Act 1970 (claims...
- 35 Consequential amendments of other enactments
- 36 (1) Schedule 19 to the Finance Act 1993 (c. 34)...
- 37 (1) In Schedule 22 to the Finance Act 1995 (c....
- 38 (1) . . . . .
- 39 In section 12(5) of the Social Security Contributions (Transfer of...
- 40 In Article 11(5) of the Social Security Contributions (Transfer of...

SCHEDULE 30 —

1

SCHEDULE 31 — VALUE ADDED TAX: RE-ENACTMENT OF REDUCED RATE PROVISIONS

Part 1 — NEW SCHEDULE 7A TO THE VALUE ADDED TAX ACT 1994

- 1 The Schedule inserted after Schedule 7 to the Value Added...
- Part 2 — CONSEQUENTIAL AMENDMENTS
- 2 Value Added Tax Act 1994 (c.23)
- 3 In section 62(1)(a)(i) of the Value Added Tax Act 1994...
- 4 (1) Section 88 of the Value Added Tax Act 1994...
- 5 In section 96(9) of the Value Added Tax Act 1994...
- 6 (1) Section 97(4) of the Value Added Tax Act 1994...
- 7 Finance Act 2000 (c.17)

SCHEDULE 32 — PETROLEUM REVENUE TAX: UNRELIEVABLE FIELD LOSSES

- 1 *Schedule applies where there has been a transfer to which Parts 2 and 3 of Schedule 17 to the Finance Act 1980 do not apply*
- 2 *Meaning of “excluded transfer”*
- 3 *Meaning of “subsequent new owner”*
- 4 *Transfers of interests in oil fields: interpretation*

*Changes to legislation: There are currently no known outstanding effects for the Finance Act 2001. (See end of Document for details)*

---

- 5 *Schedule applies in place of section 6(1C) of the Oil Taxation Act 1975*
- 6 *General rule for determinations under this Schedule of “unrelievable portion” of loss*
- 7 *Loss to be relieved against other participators’ profits*
- 8 *Extent to which losses to be relieved*
- 9 *Profits not to be utilised more than once*
- 10 *Relieving different losses against the same profits*
- 11 *Construction as one with Part 1 of the Oil Taxation Act 1975*

#### SCHEDULE 33 — REPEALS

##### Part 1 — EXCISE DUTIES

- 1 The repeals of— (a) section 19(3) of the Vehicle Excise...
- 2 The other repeals have effect in relation to licences issued...

##### Part 2 — INCOME TAX, CORPORATION TAX AND CAPITAL GAINS TAX

- 1 The repeal of section 289A(9) of the Taxes Act 1988...
- 2 The repeals in the following provisions have effect in accordance...
- 3 The repeals in section 576 of the Taxes Act 1988...
- 4 The repeal in Schedule 15B to the Taxes Act 1988...
- 5 The repeal in paragraph 21 of Schedule 15 to the...
- 6 The remaining repeals have effect in accordance with paragraph 40(2)...
- 1 The repeal in section 164 of the Capital Allowances Act...
- 2 The repeal in section 165 of that Act shall be...
- 1 The repeals in the Taxes Management Act 1970 have effect...
- 2 The other repeals have effect in relation to—

##### Part 3 — OTHER TAXES

- 1 The repeals of— (a) sections 2(1C) and 97(4)(aa) of the...
- 2 The other repeals and revocations have effect in accordance with...
- 1 The repeals in the Finance Act 1991 have effect in...
- 2 The repeals in the Finance Act 1995 have effect in...



**Changes to legislation:**

There are currently no known outstanding effects for the Finance Act 2001.