Draft Regulations laid before the House of Commons under paragraph 62(6) of Schedule 15 to the Finance Act 2009, for approval by resolution of the House of Commons.

DRAFT STATUTORY INSTRUMENTS

2009 No.

CORPORATION TAX

The Corporation Tax (Exclusion from Short-Term Loan Relationships) Regulations 2009

Made - - - -	*****
Coming into force - -	*1st January 2010*

The Treasury makes the following Regulations in exercise of the powers conferred by paragraph 62(4) of Schedule 15 to the Finance Act 2009(**1**).

In accordance with paragraph 62(6) of Schedule 15 to that Act, a draft of this instrument was laid before the House of Commons and approved by a resolution of that House.

Citation, commencement and interpretation

1.—(1) These Regulations may be cited as the Corporation Tax (Exclusion from Short-Term Loan Relationships) Regulations 2009.

(2) These Regulations shall come into force on 1st January 2010.

(3) In these Regulations "FA 2009" means the Finance Act 2009.

Exclusion from short-term loan relationship

2. For the purposes of paragraph 60 of Schedule 15 to FA 2009 (intra-group short-term finance: financing expense), a finance arrangement is not to be taken as a short-term loan relationship for the relevant period or any parts of the relevant period where—

(a) any part or all of the finance arrangement is made for a long-term funding purpose; or

(b) the finance arrangement is a long-term aggregated loan relationship.

Meaning of long-term funding purpose

3.—(1) A finance arrangement is made for a long-term funding purpose where at the date the finance arrangement is made—

(**1**) 2009 c.10.