

1 Stamp duty: transfers of listed securities and connected persons

- (1) This section applies if—
 - (a) an instrument transfers listed securities to a company or a company's nominee (whether or not for consideration), and
 - (b) the person transferring the securities is connected with the company or is the nominee of a person connected with the company.
- (2) "Listed securities" are stock or marketable securities which are regularly traded on—
 - (a) a regulated market,
 - (b) a multilateral trading facility, or
 - (c) a recognised foreign exchange,and expressions used in paragraphs (a) to (c) have the same meaning as in section 80B of FA 1986 (intermediaries: supplementary).
- (3) For the purposes of the enactments relating to stamp duty—
 - (a) in a case where listed securities are transferred for consideration which consists of money or any stock or security, or to which section 57 of the Stamp Act 1891 applies, the amount or value of the consideration is to be treated as being equal to—
 - (i) the amount or value of the consideration for the transfer, or
 - (ii) if higher, the value of the listed securities;
 - (b) in any other case, the transfer of listed securities effected by the instrument is to be treated as being for an amount of consideration in money equal to the value of the listed securities.
- (4) For the purposes of subsection (3)—
 - (a) "the enactments relating to stamp duty" means the Stamp Act 1891 and any enactment amending that Act or that is to be construed as one with that Act, and
 - (b) the value of listed securities is to be taken to be the price which they might reasonably be expected to fetch on a sale in the open market at the date the instrument is executed.
- (5) Section 1122 of CTA 2010 (connected persons) has effect for the purposes of this section.
- (6) The Treasury may by regulations made by statutory instrument provide for this section not to apply in relation to particular cases.
- (7) Regulations under subsection (6) may have effect in relation to instruments executed before the regulations come into force.
- (8) A statutory instrument containing regulations under subsection (6) is subject to annulment in pursuance of a resolution of the House of Commons.
- (9) This section is to be construed as one with the Stamp Act 1891.
- (10) This section has effect in relation to instruments executed on or after 29 October 2018.

2 SDRT: listed securities and connected persons

- (1) This section applies if a person is connected with a company and—
 - (a) the person or the person’s nominee agrees to transfer listed securities to the company or the company’s nominee (whether or not for consideration), or
 - (b) the person or the person’s nominee transfers such securities to the company or the company’s nominee for consideration in money or money’s worth.
- (2) “Listed securities” are chargeable securities which are regularly traded on—
 - (a) a regulated market,
 - (b) a multilateral trading facility, or
 - (c) a recognised foreign exchange,and expressions used in paragraphs (a) to (c) have the same meaning as in section 88B of FA 1986 (intermediaries: supplementary).
- (3) For the purposes of stamp duty reserve tax chargeable under section 87 of FA 1986 (the principal charge)—
 - (a) in a case where the agreement is one to transfer listed securities for consideration in money or money’s worth, the amount or value of the consideration is to be treated as being equal to—
 - (i) the amount or value of the consideration for the transfer, or
 - (ii) if higher, the value of the listed securities at the time the agreement is made;
 - (b) in any other case, the agreement to transfer listed securities is to be treated as being one for an amount of consideration in money equal to the value of the listed securities at the time the agreement is made.
- (4) Subsection (5) has effect for the purposes of stamp duty reserve tax chargeable under section 93 (depository receipts) or 96 (clearance services) of FA 1986.
- (5) If the amount or value of the consideration for any transfer of listed securities is less than the value of those securities at the time they are transferred, the transfer is to be treated as being for an amount of consideration in money equal to that value.
- (6) For the purposes of this section, the value of listed securities at any time is the price which they might reasonably be expected to fetch on a sale in the open market at that time.
- (7) Section 1122 of CTA 2010 (connected persons) has effect for the purposes of this section.
- (8) The Treasury may by regulations made by statutory instrument provide for this section not to apply in relation to particular cases.
- (9) Regulations under subsection (8) may have effect in relation to transactions entered into before the regulations come into force.
- (10) A statutory instrument containing regulations under subsection (8) is subject to annulment in pursuance of a resolution of the House of Commons.
- (11) This section is to be construed as one with Part 4 of FA 1986.
- (12) This section has effect—
 - (a) in relation to the charge to tax under section 87 of FA 1986 where—

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- (i) the agreement to transfer securities is conditional and the condition is satisfied on or after 29 October 2018, or
 - (ii) in any other case, the agreement is made on or after that date;
- (b) in relation to the charge to tax under section 93 or 96 of that Act, where the transfer is on or after 29 October 2018 (whenever the arrangement was made).