

## **Notes on new Finance Bill 2016 resolutions : Public Bill Committee**

### **Deduction of income tax at source: intellectual property**

Provides for the Finance Bill to contain provision to revise the definition of a payment in respect of intellectual property in respect of which the duty to deduct income tax under Part 15 of the Income Tax Act 2007 applies. Also provides for section 917A of Income Tax Act 2007 to apply to payments that meet this revised definition.

### **Receipts from intellectual property: diverted profits tax**

Authorises the Finance Bill to provide for changes to Part 3 of the Finance Act 2015 ("Diverted Profits Tax") in relation to receipts from intellectual property.

### **Receipts from intellectual property: territorial scope**

Provides for the Finance Bill to contain provision to expand the territorial scope of the charge to income tax on royalties and other income under Part 5 of the Income Tax (Trading and Other Income) Act to include income arising from payments that are connected with a trade that a non-UK resident carries on in the UK through a permanent establishment.

### **Transactions in land**

Authorises the Finance Bill to provide for changes to the taxation of profits from dealing in or developing land in the UK, including profits from the disposal of assets representing land in the UK.