

1 Elections in relation to assets appropriated to trading stock

- (1) Section 161 of TCGA 1992 (appropriations to and from trading stock) is amended as follows.
- (2) In subsection (3) –
 - (a) for “a person’s appropriation of an asset for the purposes of a trade” substitute “a case where a chargeable gain would have accrued to a person on the appropriation of an asset for the purposes of a trade as mentioned in that subsection”, and
 - (b) for “the chargeable gain or increased by the amount of the allowable loss referred to in subsection (1), and where that subsection” substitute “that chargeable gain, and where subsection (1)”.
- (3) In subsection (3ZB) –
 - (a) in paragraph (a) –
 - (i) omit “or loss”, and
 - (ii) omit “or an allowable loss”,
 - (b) in paragraph (b) –
 - (i) omit “, or increased by the amount of any loss,” and
 - (ii) omit “or allowable loss”, and
 - (c) in paragraph (c), at the end insert “and a loss which accrues on that disposal which is not ATED-related is also unaffected by the election”.
- (4) The amendments made by this section have effect in relation to appropriations of assets made on or after 8 March 2017.