

**Bill 5: Other relief for employee share acquisitions**

*Summary*

1. This paper presents draft clauses that provide relief for companies that provide their employees and others with shares.
2. The draft clauses are based on Schedule 23 to FA 2003. They do not include the relief given by Schedule 4AA to ICTA for shares provided under a Share Incentive Plan (SIP) and by sections 84A and 85A ICTA for the costs of establishing share option schemes and share ownership trusts. These provisions will be published in draft form later this year.
3. The paper consists of:
  - draft clauses and associated Schedules, all containing their origins, and
  - draft explanatory notes.

*Question for the Committee*

4. To enable us to consider relevant issues before publication of the draft Bill, we would be grateful for your comments on these draft clauses and associated Schedules.

*Closing date for comments.*

5. We would welcome any comments by 11 May 2007. If possible, they should be sent by e-mail to:

[basil.rajamanie@hmrc.gsi.gov.uk](mailto:basil.rajamanie@hmrc.gsi.gov.uk)

Written comments should be sent to:

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6. The names of respondents may be published unless they ask for their comments to be treated in confidence.