

Update email to all respondents to the Tax Transparent Funds Consultation

The Government invited comments on the statutory instruments through which a tax transparent fund (TTF) will be legislated for in the UK.

The consultation paper published in January 2012 also set out the proposed regulatory implications and the treatment by HMRC of the TTFs vehicle.

HM Treasury received a large number of responses to this consultation and would like to thank all respondents who took the time to contribute.

Following discussions with stakeholders, legal and advisory bodies and the Financial Services Authority, the Government has made significant changes to the draft regulations to take account of issues raised in the consultation.

The Government will publish a revised draft of the regulations by the end of July on the HM Treasury website. The Government will also publish the relevant tax regulations on the website of HMRC.

The revised regulations will continue to meet the Government's key objective of providing a competitive regime for UK domiciled pooled funds and to consolidate the UK's position as the largest asset management centre in Europe.

Following publication, there will be a short period of technical consultation with businesses, investors, industry representative bodies and other interested parties. During the consultation period, we will be holding an 'open day' event at the Treasury, as well as meeting individually with interested parties and representative bodies.

Following this consultation period, the Government will lay the legislation before Parliament after the summer parliamentary recess. This will enable the TTF legislation to be in force by the end of the year.

We will be contacting you again shortly to provide further details on the revised draft regulations and the consultation process.