# *IT 88A - Addendum - Income Tax: Trading Stock - Commonwealth securities held by authorised dealers in the short term money market.*

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Australian
Taxation
Office

# TAXATION RULING IT 88

## Income Tax: Trading Stock – Commonwealth securities held by authorised dealers in the short term money market.

# ADDENDUM

F.O.I. EMBARGO: may be released

This Addendum amends Taxation Ruling IT 88, in relation to the 1997-98 or a later income year, as follows:

**1. Paragraph 3**

Omit 'section 6'; substitute ' section 6 of the *Income Tax Assessment Act 1936* (section 995-1 of the *Income Tax Assessment Act 1997* with effect from and including the 1997-98 income year)'.

**2. Paragraph 6**

Omit the whole paragraph; insert 'Bonds and other securities held by banks and insurance companies are generally revenue assets and not trading stock. Taxation Ruling TR 96/4 at paragraph 68 provides further discussion on this topic.'.

**Commissioner of Taxation**
5 May 1999

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