


TD 2004/59A - Addendum - Income tax: consolidation tax cost setting rules: how do you work out the amount subtracted at step 5 of the allocable cost amount where the loss taken into account under subsection 705-100(1) of the Income Tax Assessment Act 1997 has also reduced the step 3 amount?

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Addendum

Taxation Determination

Income tax: consolidation tax cost setting rules: how do you work out the amount subtracted at step 5 of the allocable cost amount where the loss taken into account under subsection 705-100(1) of the *Income Tax Assessment Act 1997* has also reduced the step 3 amount?

This Addendum amends Taxation Determination TD 2004/59 to reflect the repeal of paragraph 705-90(6)(b) of the *Income Tax Assessment Act 1997* by the *Tax Laws Amendment (2004 Measures No. 7) Act 2005* (41 of 2005) by deleting references to the repealed paragraph and correcting references to renumbered paragraph 705-90(6)(a) (now subsection 705-90)(6)).

TD 2004/59 is amended as follows:

1. Paragraph 6

- (a) In Table 2, at 'Step 3' omit:
paragraph 705-90(6)(a)

substitute:

subsection 705-90(6)

- (b) In Table 2, at 'Step 3' omit:
Less

- paragraph 705-90(6)(b) extent to which subsection 705-90(6)(a) (0)
amount includes profits accrued to joined group that recouped
losses accrued to group: (0)

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2. Paragraph 13

- (a) In Table 4, at 'Step 3' omit:
paragraph 705-90(6)(a)

substitute:

subsection 705-90(6)

- (b) In Table 4, at 'Step 3' omit:
Less

- paragraph 705-90(6)(b) extent of the undistributed profits that accrued to joined group that recouped losses that accrued to the group: (0)

3. Paragraph 22

- (a) In Table 6, at 'Step 3' omit:
paragraph 705-90(6)(a)

substitute:

subsection 705-90(6)

- (b) In Table 6, at 'Step 3' omit:
Less

- paragraph 705-90(6)(b) extent of the undistributed profits that accrued to joined group that recouped losses: (0)

4. Paragraph 25

- (a) In Table 7, at 'Step 3' omit:
paragraph 705-90(6)(a)

substitute:

subsection 705-90(6)

- (b) In Table 7, at 'Step 3' omit:
Less

- paragraph 705-90(6)(b) extent of the undistributed profits accrued to the joined group that recouped losses accrued to the group: (0)

5. Legislative References

- (a) Omit 'ITAA 1997 705-90(6)(a)'; substitute 'ITAA 1997 705-90(6)'.
(b) Omit 'ITAA 1997 705-90(6)(b)'.

This Addendum applies on and from 1 July 2002.

Commissioner of Taxation

16 August 2006

ATO references

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