

## Treatment of assets related to shares (S.626C)

### Part 20-01-15

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A more recent version of this manual is available.

**15.1 Section 626C** provides an exemption for gains accruing to a company on the disposal of assets related to shares in another company. This corresponds to that provided in **section 626B** for the disposal of certain shares.

**15.2** For the purpose of this section:

- (a) an option to acquire or dispose of shares in a company is an asset related to shares in that company,
- (b) certain securities are related to shares in a company where the holding of the securities gives a right to acquire or dispose of shares in the company, an option to acquire or dispose of shares in the company or another security with similar rights,
- (c) an option to acquire or dispose of such a security or an interest in such a security is also an asset related to the underlying shares.