

**COLLECTIVE INVESTMENT SCHEMES SOURCEBOOK (AMENDMENT NO 7)
INSTRUMENT 2013**

Powers exercised

- A. The Financial Services Authority makes this instrument in the exercise of the powers and related provisions in or under:
- (1) the following sections of the Financial Services and Markets Act 2000 (“the Act”):
 - (a) section 138 (General rule-making power);
 - (b) section 139(4) (Miscellaneous ancillary matters);
 - (c) section 156 (General supplementary powers);
 - (d) section 157(1) (Guidance);
 - (e) section 247 (Trust scheme rules); and
 - (f) section 248 (Scheme particulars rules);
 - (2) regulation 6(1) (FSA rules) of the Open-Ended Investment Companies Regulations 2001 (SI 2001/1228); and
 - (3) the other powers and related provisions listed in Schedule 4 (Powers exercised) to the General Provisions of the Handbook.
- B. The rule-making powers listed above are specified for the purpose of section 153(2) (Rule-making instruments) of the Act.

Commencement

- C. This instrument comes into force on 18 January 2013.

Amendments to the Handbook

- D. The Glossary of definitions is amended in accordance with Annex A to this instrument.
- E. The Collective Investment Schemes sourcebook (COLL) is amended in accordance with Annex B to this instrument.

Citation

- F. This instrument may be cited as the Collective Investment Schemes Sourcebook (Amendment No 7) Instrument 2013.

By order of the Board
17 January 2013

Annex A**Amendment to the Glossary of definitions**

In this Annex, underlining indicates new text and striking through indicates deleted text.

income equalisation (in relation to a *scheme*) a capital sum which, in accordance with a power contained in the *instrument constituting the scheme*, is included in an allocation of income for a *unit* issued, ~~or~~ or converted during the accounting period in respect of which that income allocation is made.

Annex B

Amendment to the Collective Investment Schemes sourcebook (COLL)

In this Annex, underlining indicates new text and striking through indicates deleted text.

6.8 Income: accounting, allocation and distribution

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Income allocation and distribution

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6.8.3 R ...

(3A) The amount available for income allocations must be calculated by:

...

(c) making any other transfers between the *income account* and the *capital account* that are required in relation to:

...

(v) the aggregate amount of income property included in *units issued*, ~~and *units cancelled*~~ and converted during the period; and

...

...