

**GLOSSARY AMENDMENT (DEFINITION OF INCOME PROPERTY)
INSTRUMENT 2007**

Powers exercised

- A. The Financial Services Authority makes this instrument in the exercise of
- (1) the following powers and related provisions in 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); and
 - (2) 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 23 March 2007.

Amendments to the Handbook

- D. The Glossary of definitions is amended in accordance with the Annex to this instrument.

Citation

- E. This instrument may be cited as the Glossary Amendment (Definition of Income Property) Instrument 2007.

By order of the Board
22 March 2007

Annex

Amendments to the Glossary of definitions

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

income property

all sums considered by an *ICVC* or by a *manager*, ~~in each case~~ after consultation with the auditor, to be in the nature of income received or receivable for the account of ~~and in respect of the property of an *authorised fund*, but excluding~~ an *authorised fund*. Income property includes income from *debt securities* calculated on a *coupon* basis or an effective yield basis if, in either case, the *coupon* figure is at least equal to the effective yield figure, but it does not include any amount for the time being standing to the credit of the *distribution account*.