In witness whereof the above-mentioned Plenipotentiaries have signed the present Convention and have affixed thereto their seals.

Done at London, in duplicate, in the English and Swedish languages, both texts being equally authentic, on the thirtieth day of March, one thousand nine hundred and forty-nine.

(L.S.) WILLIAM STRANG.

(L.S.) GUNNAR HÄGGLÖF.

EXPLANATORY NOTE

(This Note is not part of the Order, but is intended to indicate its general purport.)

Under the Convention with Sweden which is scheduled to this Order, certain classes of income derived from one country by a resident of the other country are (subject to certain conditions) exempt from tax in the former country; these classes are shipping and air transport profits, certain trading profits not arising through a "permanent establishment", patent and copyright royalties, interest, pensions, purchased annuities and earnings of temporary business visitors. Government salaries and pensions are normally taxed by the paying Government only. Remuneration of visiting professors and university teachers is exempt in the country visited.

As regards dividends, the Convention provides that dividends received by a United Kingdom company from a Swedish subsidiary in which it controls at least 50 per cent. of the voting power shall be exempt from Swedish tax, while the rate of Swedish tax on other dividends received from Sweden by United Kingdom residents is not generally to exceed 5 per cent. Dividends received from the United Kingdom by Swedish residents are exempted from United Kingdom sur-tax.

Where income continues to be taxable in both countries, relief from double taxation is given by the country of the taxpayer's residence by reference to the tax payable in the country of origin of the income.

Provision is included for the exchange of information between the taxation authorities of the two countries.

The Convention takes effect for the fiscal year 1949-50.

2. U.S.A. SECURITIES

The U.S.A. Securities (Income Tax Relief) (Amendment) Regulations, 1949

1949 No. 2303

Made - - - -	12*th December*, 1949
Laid before the House of Commons.	15*th December*, 1949
Coming into Operation	15*th June*, 1950

Whereas by the U.S.A. Securities (Income Tax Relief) Regulations, 1941(a), made by the Treasury under sub-section (7) of section two of the Financial Powers (U.S.A. Securities) Act, 1941(b), provision is made for securing that,

(a) S.R. & O. 1941 (No. 1563) I, p. 403. (b) 4 & 5 Geo. 6. c. 36.

where a payment under the said section two is made in respect of any income arising from securities or other possessions out of the United Kingdom, a person who is chargeable to income tax in respect of such income so far only as it has been received in or remitted to the United Kingdom, shall not be chargeable to income tax in respect of the payment so long as it is dealt with only in such manner as is provided in the said Regulations;

And Whereas provision is also made by Regulation 3 of the said Regulations restricting (subject to the provisions and conditions therein contained) the recovery of income tax assessed in respect of any payment under the said section two which has been retained in the United Kingdom but is available for remittance abroad;

And Whereas it is expedient that the said restrictions should be terminated:

Now, therefore, the Treasury, in pursuance of their powers under subsection 7 of section two of the Financial Powers (U.S.A. Securities) Act, 1941, and of all other powers enabling them in that behalf, hereby make the following Order:—

1. Regulation 3 of the U.S.A. Securities (Income Tax Relief) Regulations, 1941, is hereby revoked.

2. The Interpretation Act, 1889(**a**), shall apply to the interpretation of these Regulations as it applies to the interpretation of an Act of Parliament.

3.—(1) These Regulations may be cited as the U.S.A. Securities (Income Tax Relief) (Amendment) Regulations, 1949.

(2) These Regulations shall come into force on the fifteenth day of June, 1950.

Dated this twelfth day of December, 1949.

Wm. Hannan,
Richard Adams,
Two of the Lords Commissioners of
His Majesty's Treasury.

EXPLANATORY NOTE

(This Note is not part of the Order, but is intended to indicate its general purport.)

This Order revokes with effect from the 15th June, 1950, the concession contained in Regulation 3 of the U.S.A. Securities (Income Tax Relief) Regulations, 1941. That concession provides that the collection of income tax on income payments made under the Financial Powers (U.S.A. Securities) Act, 1941, would be deferred so long as the money remained in a specified bank account or in identified investments, subject to the understanding that income tax would not be collected on such part of these sums as was remitted abroad not later than six months after the expiry of the Defence (Finance) Regulations, 1939.

(**a**) 52 & 53 Vict. c. 63.