



Capital Allowances Act 2001

2001 CHAPTER 2

PART 2

PLANT AND MACHINERY ALLOWANCES

CHAPTER 19

GIVING EFFECT TO ALLOWANCES AND CHARGES

Property businesses

248 Ordinary [^{F1}UK][^{F2}property] businesses

If the qualifying activity of a person who is entitled or liable to an allowance or charge for a chargeable period is an ordinary [^{F3}UK][^{F4}property] business, the allowance or charge is to be given effect in calculating the profits of that business, by treating—

- (a) the allowance as an expense of that business, and
- (b) the charge as a receipt of that business.

Textual Amendments

- F1** Word in s. 248 heading inserted (with effect in accordance with Sch. 14 para. 13 of the amending Act) by [Finance Act 2011 \(c. 11\)](#), [Sch. 14 para. 12\(11\)\(a\)](#)
- F2** Word in s. 248 substituted (6.4.2005) by [Income Tax \(Trading and Other Income\) Act 2005 \(c. 5\)](#), s. 883(1), [Sch. 1 para. 546\(b\)](#) (with Sch. 2)
- F3** Word in s. 248 inserted (with effect in accordance with Sch. 14 para. 13 of the amending Act) by [Finance Act 2011 \(c. 11\)](#), [Sch. 14 para. 12\(11\)\(b\)](#)
- F4** Word in s. 248 substituted (6.4.2005) by [Income Tax \(Trading and Other Income\) Act 2005 \(c. 5\)](#), s. 883(1), [Sch. 1 para. 546\(a\)](#) (with Sch. 2)

Changes to legislation: There are currently no known outstanding effects for the Capital Allowances Act 2001, Cross Heading: Property businesses. (See end of Document for details)

249 [F5UK furnished] holiday lettings businesses

- (1) If the qualifying activity of a person who is entitled or liable to an allowance or charge for a chargeable period is a [F6UK furnished] holiday lettings business, the allowance or charge is to be given effect in calculating the profits of that business, by treating—
- (a) the allowance as an expense of that business, and
 - (b) the charge as a receipt of that business.
- (2) [F7Section 65 of CTA 2010] (letting of furnished holiday accommodation treated as trade for purposes of loss relief rules, etc.) applies to profits calculated in accordance with subsection (1).

Textual Amendments

- F5** Words in s. 249 heading substituted (with effect in accordance with Sch. 14 para. 13 of the amending Act) by [Finance Act 2011 \(c. 11\)](#), [Sch. 14 para. 12\(12\)\(a\)](#)
- F6** Words in s. 249(1) substituted (with effect in accordance with Sch. 14 para. 13 of the amending Act) by [Finance Act 2011 \(c. 11\)](#), [Sch. 14 para. 12\(12\)\(b\)](#)
- F7** Words in s. 249(2) substituted (1.4.2010) (with effect in accordance with s. 1184(1) of the amending Act) by [Corporation Tax Act 2010 \(c. 4\)](#), s. 1184(1), [Sch. 1 para. 347](#) (with [Sch. 2](#))

250 [F8Ordinary overseas] property businesses

- If the qualifying activity of a person who is entitled or liable to an allowance or charge for a chargeable period is an [F9ordinary overseas] property business, the allowance or charge is to be given effect in calculating the profits of that business, by treating—
- (a) the allowance as an expense of that business, and
 - (b) the charge as a receipt of that business.

Textual Amendments

- F8** Words in s. 250 heading substituted (with effect in accordance with Sch. 14 para. 13 of the amending Act) by [Finance Act 2011 \(c. 11\)](#), [Sch. 14 para. 12\(13\)\(a\)](#)
- F9** Words in s. 250 substituted (with effect in accordance with Sch. 14 para. 13 of the amending Act) by [Finance Act 2011 \(c. 11\)](#), [Sch. 14 para. 12\(13\)\(b\)](#)

[F10250AEEA furnished holiday lettings businesses

- (1) If the qualifying activity of a person who is entitled or liable to an allowance or charge for a chargeable period is an EEA furnished holiday lettings business, the allowance or charge is to be given effect in calculating the profits of that business by treating—
- (a) the allowance as an expense of that business, and
 - (b) the charge as a receipt of that business.
- (2) Section 67A of CTA 2010 (letting of EEA furnished holiday accommodation treated as trade for purposes of loss relief rules, etc) applies to profits calculated in accordance with subsection (1).]

Changes to legislation: *There are currently no known outstanding effects for the Capital Allowances Act 2001, Cross Heading: Property businesses. (See end of Document for details)*

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Textual Amendments

F10 S. 250A inserted (with effect in accordance with Sch. 14 para. 13 of the amending Act) by [Finance Act 2011 \(c. 11\)](#), [Sch. 14 para. 12\(14\)](#)

Changes to legislation:

There are currently no known outstanding effects for the Capital Allowances Act 2001, Cross
Heading: Property businesses.