



# Capital Allowances Act 2001

## 2001 CHAPTER 2

### [<sup>F1</sup>PART 2A

#### STRUCTURES AND BUILDINGS ALLOWANCES

### CHAPTER 3

#### QUALIFYING USE AND QUALIFYING ACTIVITIES

#### *[<sup>F1</sup>Qualifying activities*

#### **Textual Amendments**

- F1** Pt. 2A inserted (5.7.2019) by [The Capital Allowances \(Structures and Buildings Allowances\) Regulations 2019 \(S.I. 2019/1087\)](#), regs. 1, 2

#### **270CA Qualifying activities**

Each of the following is a qualifying activity for the purposes of this Part—

- (a) a trade,
  - (b) an ordinary UK property business,
  - (c) an ordinary overseas property business,
  - (d) a profession or vocation,
  - (e) the carrying on of a concern listed in section 12(4) of ITTOIA 2005 or section 39(4) of CTA 2009 (mines, quarries and other concerns), and
  - (f) managing the investments of a company with investment business,
- but only to the extent that the profits or gains from the activity are, or (if there were any) would be, chargeable to tax.

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

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### **270CB Property businesses**

In section 270CA, “ordinary UK property business” and “ordinary overseas property business” have the same meaning as in Part 2 (see sections 16 and 17A).

### **270CC Foreign permanent establishments**

A business carried on through one or more permanent establishments outside the United Kingdom by a company in relation to which an election under section 18A of CTA 2009 (exemption for profits or losses of foreign permanent establishments) has effect—

- (a) is an activity separate from any other activity of the company, and
- (b) is to be regarded for the purposes of this Part as an activity all the profits and gains from which are not, or (if there were any) would not be, chargeable to tax.

### **270CD Companies with investment business**

- (1) For the purposes of this Part, managing the investments of a company with investment business consists of pursuing those purposes expenditure on which would be treated as expenses of management within section 1219 of CTA 2009.
- (2) In this Part “company with investment business” has the same meaning as in Part 16 of CTA 2009 (see section 1218B of that Act).]

**Changes to legislation:**

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