



# Capital Allowances Act 2001

## 2001 CHAPTER 2

### PART 2

#### PLANT AND MACHINERY ALLOWANCES

#### CHAPTER 12

#### SHIPS

#### *Expenditure on new shipping*

#### **149 Exclusions: later events**

- (1) Expenditure on the provision of a ship is not, and is treated as never having been, expenditure on new shipping if—
- (a) at a time during the period mentioned in subsection (2), the ship is not a qualifying ship,
  - (b) the expenditure is allocated to a pool as a result of an election under section 129 (election to use appropriate non-ship pool), or
  - (c) section 107 applies in relation to the expenditure (overseas leasing).
- (2) The period referred to in subsection (1)(a) is—
- (a) the period of 3 years beginning with the time when the ship is first brought into use for the purposes of a qualifying activity carried on—
    - (i) by the person (“A”) who incurred the expenditure, or
    - (ii) if earlier, by a person connected with A, or
  - (b) if shorter, the period beginning with that time and ending when neither A nor a person connected with A owns the ship.

**Changes to legislation:**

There are currently no known outstanding effects for the Capital Allowances Act 2001, Section 149.