



Capital Allowances Act 2001

2001 CHAPTER 2

PART 1

INTRODUCTION

CHAPTER 1

CAPITAL ALLOWANCES: GENERAL

2 General means of giving effect to capital allowances

- (1) Allowances and charges are to be given effect—
 - (a) for income tax purposes, in calculating income for a chargeable period, and
 - (b) for corporation tax purposes, in calculating profits for a chargeable period.
- (2) For the meaning of “chargeable period”, see section 6.
- (3) Subsection (1) needs to be read with the following provisions about giving effect to allowances and charges—
 - sections 247 to [F1262] (plant and machinery allowances);
 - [F2sections 270HA to 270HI (structures and buildings allowances);]
 - F3
.....
 - [F4sections 360Z and 360Z1 (business premises renovation allowances)]
 - F5
.....
 - F6
.....
 - section 432 (mineral extraction allowances);
 - section 450 (research and development allowances);
 - section 463 (know-how allowances);
 - sections 478 to 480 (patent allowances);
 - section 489 (dredging allowances);
 - section 529 (assured tenancy allowances).

Changes to legislation: There are currently no known outstanding effects for the Capital Allowances Act 2001, Section 2. (See end of Document for details)

- (4) In subsection (1)(b) “profits” has the same meaning as in [^{F7}Part 2 of CTA 2009 (see section 2(2) of that Act)].

Textual Amendments

- F1** Word in s. 2(3) substituted (with effect in accordance with s. 33(5) of the amending Act) by [Finance Act 2019 \(c. 1\), s. 33\(2\)\(b\)\(i\)](#)
- F2** Words in s. 2(3) inserted (5.7.2019) by [The Capital Allowances \(Structures and Buildings Allowances\) Regulations 2019 \(S.I. 2019/1087\), regs. 1, 3\(3\)](#)
- F3** Words in s. 2(3) omitted (with effect in accordance with Sch. 27 para. 30(1) of the amending Act) by virtue of [Finance Act 2008 \(c. 9\), Sch. 27 para. 3\(a\)](#)
- F4** Words in s. 2(3) inserted (with effect in accordance with s. 92 of the amending Act) by [Finance Act 2005 \(c. 7\), Sch. 6 para. 3; S.I. 2007/949, art. 2](#)
- F5** Words in s. 2(3) omitted (with effect in accordance with Sch. 27 para. 30(1) of the amending Act) by virtue of [Finance Act 2008 \(c. 9\), Sch. 27 para. 3\(b\)](#)
- F6** S. 2(3) entry omitted (with effect in accordance with Sch. 39 para. 40 of the amending Act) by virtue of [Finance Act 2012 \(c. 14\), Sch. 39 para. 38\(3\)](#) (with [Sch. 39 paras. 41, 42](#))
- F7** Words in s. 2(4) substituted (with effect in accordance with s. 1329(1) of the amending Act) by [Corporation Tax Act 2009 \(c. 4\), s. 1329\(1\), Sch. 1 para. 475](#) (with [Sch. 2 Pts. 1, 2](#))

Changes to legislation:

There are currently no known outstanding effects for the Capital Allowances Act 2001, Section 2.