



Capital Allowances Act 2001

2001 CHAPTER 2

PART 2 U.K.

PLANT AND MACHINERY ALLOWANCES

CHAPTER 12 U.K.

SHIPS

Pooling and postponement of allowances

131 Effect of postponement U.K.

- (1) If a person gives notice in respect of a chargeable period under section 130—
 - (a) the allowance is withheld or withdrawn to the extent that it is postponed, but
 - (b) sections 57 to 59 (calculation of available qualifying expenditure) apply as if the allowance had been made to the person without any postponement.
- (2) On making a claim, the person is entitled to have all or part of a postponed first-year allowance made to him as a first-year allowance for one or more subsequent chargeable periods in which he is carrying on the qualifying activity.
- (3) On making a claim, the person is entitled to have all or part of a postponed writing-down allowance made to him as a writing-down allowance for one or more subsequent chargeable periods in which he is carrying on the qualifying activity.
- (4) The total amount of any first-year allowances made under subsection (2) or writing-down allowances made under subsection (3) must not exceed the amount of the postponed allowance in question.
- (5) A writing-down allowance made under subsection (3) is ignored for the purposes of section 59 (unrelieved qualifying expenditure).

Changes to legislation: There are currently no known outstanding effects for the Capital Allowances Act 2001, Section 131. (See end of Document for details)

- (6) The fact that a postponed writing-down allowance is claimed for a chargeable period does not affect entitlement to, or the amount of, any other writing-down allowance to which the person is otherwise entitled for that chargeable period.
- (7) A postponed allowance is not, merely because of the postponement, included in the reference in [^{F1}section 101(3) of CTA 2010 (group relief: meaning of “capital allowance excess”)] to an allowance or amount [^{F2}brought] forward from an earlier period.

Textual Amendments

- F1** Words in s. 131(7) 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. 337\(a\)](#) (with [Sch. 2](#))
- F2** Word in s. 131(7) 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. 337\(b\)](#) (with [Sch. 2](#))
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Modifications etc. (not altering text)

- C1** Pt. 2 modified (10.6.2021) by [Finance Act 2021 \(c. 26\)](#), [s. 9\(1\)\(a\)](#)

Changes to legislation:

There are currently no known outstanding effects for the Capital Allowances Act 2001, Section 131.