



Capital Allowances Act 2001

2001 CHAPTER 2

PART 2

PLANT AND MACHINERY ALLOWANCES

CHAPTER 12

SHIPS

Deferment of balancing charges: supplementary provisions

156 Connected persons

- (1) For the purposes of the deferment rules a person (“B”) is connected with another person (“A”) at any time if, at that time—
- (a) B is connected (in the sense given in [^{F1} section 575]) with A,
 - (b) B is carrying on a qualifying activity previously carried on by A and the condition in subsection (2) is met, or
 - (c) B is connected (in the sense given in [^{F2} section 575]) with a person who is carrying on a qualifying activity previously carried on by A and the condition in subsection (2) is met.

- [^{F3}(2) The condition is that the only changes in the persons carrying on the qualifying activity since A carried it on are changes—
- (a) which do not involve all of the persons carrying it on before the changes permanently ceasing to carry it on, or
 - (b) in respect of which the qualifying activity is treated as continuing under [^{F4}section 948 of CTA 2010].]

- (3) If expenditure is incurred by a person who is not the shipowner, the persons connected with him at any time include any person connected with the shipowner at that time as a result of subsection (1).

Changes to legislation: There are currently no known outstanding effects for the Capital Allowances Act 2001, Section 156. (See end of Document for details)

Textual Amendments

- F1** Words in s. 156(1)(a) substituted (6.4.2007) by [Income Tax Act 2007 \(c. 3\)](#), s. 1034(1), **Sch. 1 para. 401** (with [Sch. 2](#))
- F2** Words in s. 156(1)(c) substituted (6.4.2007) by [Income Tax Act 2007 \(c. 3\)](#), s. 1034(1), **Sch. 1 para. 401** (with [Sch. 2](#))
- F3** S. 156(2) substituted (6.4.2005) by [Income Tax \(Trading and Other Income\) Act 2005 \(c. 5\)](#), s. 883(1), **Sch. 1 para. 544** (with [Sch. 2](#))
- F4** Words in s. 156(2)(b) 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. 341** (with [Sch. 2](#))

Changes to legislation:

There are currently no known outstanding effects for the Capital Allowances Act 2001, Section 156.