



Capital Allowances Act 2001

2001 CHAPTER 2

PART 2

PLANT AND MACHINERY ALLOWANCES

CHAPTER 18

ADDITIONAL VAT LIABILITIES AND REBATES

Additional VAT liability

235 Additional VAT liability treated as qualifying expenditure

- (1) This section applies if a person—
 - (a) has incurred qualifying expenditure (“the original expenditure”), and
 - (b) incurs an additional VAT liability in respect of the original expenditure at a time when the plant or machinery is provided for the purposes of the qualifying activity.
- (2) The additional VAT liability is to be treated as qualifying expenditure—
 - (a) which is incurred on the same plant or machinery as the original expenditure, and
 - (b) which may be taken into account in determining the person’s available qualifying expenditure for the chargeable period in which the additional VAT liability accrues.

Changes to legislation:

There are currently no known outstanding effects for the Capital Allowances Act 2001, Section 235.