



# Capital Allowances Act 2001

## 2001 CHAPTER 2

### PART 5

#### MINERAL EXTRACTION ALLOWANCES

### CHAPTER 5

#### OTHER KINDS OF QUALIFYING EXPENDITURE

#### **415 Contribution to buildings or works for benefit of employees abroad**

- (1) Subject to subsection (3), expenditure is qualifying expenditure if—
- (a) it is incurred by a person carrying on a mineral extraction trade outside the United Kingdom and for the purposes of that trade,
  - (b) it is a contribution consisting of a capital sum to the cost of buildings or works to which this section applies, and
  - (c) the buildings or works are likely to be of little or no value, when the source is no longer worked, to the last person working the source.
- (2) The buildings or works to which this section applies are—
- (a) buildings to be occupied by persons employed at or in connection with the working of a source outside the United Kingdom;
  - (b) works for the supply of water, gas or electricity wholly or mainly to buildings occupied or to be occupied by persons so employed;
  - (c) works to be used to provide other services or facilities wholly or mainly for the welfare of persons so employed or their dependants.
- (3) Expenditure is not qualifying expenditure if the person making the contribution—
- (a) acquires an asset as a result of the expenditure, or
  - (b) is entitled to an allowance for the expenditure under any other provision of the Tax Acts.

**Changes to legislation:**

There are currently no known outstanding effects for the Capital Allowances Act 2001, Section 415.