

SCHEDULES

SCHEDULE 22

TONNAGE TAX

PART IX

THE RING FENCE: CAPITAL ALLOWANCES: GENERAL

Meaning of “not entitled to capital allowances”

- 87 (1) Where any provision of this Part of this Schedule states that a person is not entitled to capital allowances in respect of expenditure on plant or machinery—
- (a) a first-year allowance shall not be given in respect of that expenditure, and
 - (b) the expenditure shall be disregarded for the purposes of sections 24, 25 and 26 of the Capital Allowances Act 1990.
- (2) If there is no entitlement to capital allowances in respect of expenditure, there is no entitlement to capital allowances in respect of any additional VAT liability incurred in respect of it.