



Capital Allowances Act 2001

2001 CHAPTER 2

PART 5

MINERAL EXTRACTION ALLOWANCES

CHAPTER 5

OTHER KINDS OF QUALIFYING EXPENDITURE

[^{F1}416Z] Site restoration services supplied by connected person

- (1) Where—
 - (a) a person (“R”) who is carrying on, or has ceased to carry on, a ring fence trade enters into an arrangement,
 - (b) under the arrangement, a person (“S”) who is connected with R provides a service to R in connection with work on the restoration of a relevant site, and
 - (c) (in the absence of this section) all or part of the consideration for the service would be qualifying expenditure of R under section 416ZA,the amount of the expenditure which is qualifying expenditure is restricted under section 416ZD(1).
- (2) Subsection (1)(b) may be satisfied whether the service is provided to R directly or indirectly; and in particular it does not matter—
 - (a) whether R and S are parties to the same contract, or
 - (b) whether payments are made by R directly to S.
- (3) Subsections (4) and (5) apply for the purposes of this section and sections 416ZD and 416ZE.
- (4) “Relevant site” has the meaning given by section 416ZA(8).
- (5) References to providing a service include—
 - (a) letting a ship on charter or any other asset on hire, and

Changes to legislation: There are currently no known outstanding effects for the Capital Allowances Act 2001, Section 416ZC. (See end of Document for details)

(b) providing goods which are to be used up in the course of providing a service.]

Textual Amendments

F1 Ss. 416ZC-416ZE inserted (with effect in accordance with Sch. 32 para. 11 of the amending Act) by Finance Act 2013 (c. 29), **Sch. 32 para. 9**

Changes to legislation:

There are currently no known outstanding effects for the Capital Allowances Act 2001, Section 416ZC.