

STATUTORY INSTRUMENTS

2013 No. 376

The Universal Credit Regulations 2013

PART 6

CALCULATION OF CAPITAL AND INCOME

CHAPTER 2

EARNED INCOME

Permitted expenses

58.—(1) The deductions allowed in the calculation of self-employed earnings are amounts paid in the assessment period in respect of—

- (a) expenses that have been wholly and exclusively incurred for purposes of the trade, profession or vocation; or
- (b) in the case of expenses that have been incurred for more than one purpose, an identifiable part or proportion that has been wholly and exclusively incurred for the purposes of the trade, profession or vocation,

excluding any expenses that were incurred unreasonably.

(2) Payments deducted under paragraph (1) may include value added tax.

(3) No deduction may be made for payments in respect of—

- (a) expenditure on non-depreciating assets (including property, shares or other assets held for investment purposes);

^{F1}(b)

- (c) repayment of capital ^{F2} . . . in relation to a loan taken out for the purposes of the trade, profession or vocation;

- (d) expenses for business entertainment.

[^{F3}(3A) A deduction for a payment of interest in relation to a loan taken out for the purposes of the trade, profession or vocation may not exceed £41.]

(4) This regulation is subject to regulation 59.

Textual Amendments

F1 Reg. 58(3)(b) omitted (11.4.2018) by virtue of [The Universal Credit \(Surpluses and Self-employed Losses\) \(Digital Service\) Amendment Regulations 2015](#) (S.I. 2015/345), [regs. 1, 2\(3\)](#) (with [reg. 4](#)) (as amended by [S.I. 2017/197](#), [reg. 2](#) and [S.I. 2018/65](#), [reg. 7](#))

F2 Words in reg. 58(3)(c) omitted (29.7.2013) by virtue of [The Social Security \(Miscellaneous Amendments\) \(No. 2\) Regulations 2013](#) (S.I. 2013/1508), [regs. 1\(2\)\(a\), 3\(7\)\(a\)](#)

Changes to legislation: *There are currently no known outstanding effects for the The Universal Credit Regulations 2013, Section 58. (See end of Document for details)*

F3 Reg. 58(3A) inserted (29.7.2013) by The Social Security (Miscellaneous Amendments) (No. 2) Regulations 2013 (S.I. 2013/1508), regs. 1(2)(a), **3(7)(b)**

Changes to legislation:

There are currently no known outstanding effects for the The Universal Credit Regulations 2013, Section 58.