

*These notes refer to the Capital Allowances Act 2001  
(c.2) which received Royal Assent on 22nd March 2001*

# CAPITAL ALLOWANCES ACT 2001

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## EXPLANATORY NOTES

### COMMENTARY ON SECTIONS

#### *Glossary*

#### **Part 2: Plant and machinery allowances**

#### *Chapter 12: Ships*

#### *Section 127: Single ship pool*

499. This section is based on parts of section 31(1) and (2) of CAA 1990. It requires expenditure on ships to be allocated to a single asset pool – called a “single ship pool” – subject to the two exceptions in *subsection (2)*.
500. *Subsection (3)* defines the appropriate non-ship pool. This replaces the term “actual trade” which is used in CAA 1990. See *Note 30* in Annex 2.