

## SCHEDULES

### SCHEDULE 3

#### TRANSITIONALS AND SAVINGS

#### PART 5

#### INDUSTRIAL BUILDINGS ALLOWANCES

#### *Additional VAT liabilities and rebates*

#### *Additional VAT liabilities and initial allowances: 1992-93 cases*

- 75 (1) This paragraph applies if—
- (a) a person was entitled to an initial allowance in respect of 1992-93 qualifying expenditure,
  - (b) the person entitled to the relevant interest in relation to that expenditure incurs an additional VAT liability in respect of that expenditure, and
  - (c) the additional VAT liability is incurred at a time when the building is, or is to be, an industrial building—
    - (i) occupied for the purposes of a trade carried on by the person entitled to the relevant interest or a qualifying lessee, or
    - (ii) used for the purposes of trade carried on by a qualifying licensee.
- (2) If this paragraph applies, the person entitled to the relevant interest is entitled to an initial allowance on the amount of the additional VAT liability.
- (3) The amount of the initial allowance is 20% of the additional VAT liability.
- (4) The allowance is made for the chargeable period in which the additional VAT liability accrues.
- (5) The persons mentioned in sub-paragraph (1)(a) and (b) need not be the same.
- (6) In this paragraph “qualifying lessee” and “qualifying licensee” have the same meaning as in section 305.