



Capital Allowances Act 2001

2001 CHAPTER 2

PART 2

PLANT AND MACHINERY ALLOWANCES

CHAPTER 11

OVERSEAS LEASING

Qualifying purposes

121 Meaning of “short-term leasing”

- (1) Leasing of plant or machinery is short-term leasing if—
 - (a) the number of consecutive days for which it is leased to the same person will normally be less than 30, and
 - (b) the total number of days for which it is leased to that person in any period of 12 months will normally be less than 90.
- (2) Leasing of plant or machinery is also short-term leasing if—
 - (a) the number of consecutive days for which the plant or machinery is leased to the same person will not normally exceed 365, and
 - (b) the total length of the periods for which it is leased in any consecutive period of 4 years within the designated period to lessees in circumstances not falling within section 125(4) (other qualifying purposes: non-leasing use) will not exceed 2 years.
- (3) If any plant or machinery is leased as a number of items which—
 - (a) form part of a group of items of the same or a similar description, and
 - (b) are not separately identifiable,all items in the group may be treated as used for short-term leasing if substantially the whole of the items in the group are so used.

Status: This is the original version (as it was originally enacted).

- (4) For the purposes of subsections (1) and (2) persons who are connected with each other are to be treated as the same person.