



# Capital Allowances Act 2001

## 2001 CHAPTER 2

### PART 11

#### CONTRIBUTIONS

#### CHAPTER 1

##### EXCLUSION OF EXPENDITURE MET BY CONTRIBUTIONS

##### *Rules excluding contributions*

#### **532 The general rule excluding contributions**

- (1) For the purposes of this Act, the general rule is that a person (“R”) is to be regarded as not having incurred expenditure to the extent that it has been, or is to be, met (directly or indirectly) by—
  - (a) a public body, or
  - (b) a person other than R.
- (2) In this Chapter “public body” means the Crown or any government or public or local authority (whether in the United Kingdom or elsewhere).
- (3) The general rule does not apply for the purposes of Part 9 (dredging allowances).
- (4) The general rule is subject to the exceptions in sections 534 to 536.

#### **Modifications etc. (not altering text)**

- C1** S. 532 modified (1.4.2010) by 2005 c. 5, s. 225T(7) (as inserted (with effect in accordance with s. 381(1) of the amending Act) by [Taxation \(International and Other Provisions\) Act 2010 \(c. 8\)](#), s. 381(1), [Sch. 1 para. 2](#) (with [Sch. 9 paras. 1-9, 22](#)))

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**Changes to legislation:** There are currently no known outstanding effects for the Capital Allowances Act 2001, Cross Heading: Rules excluding contributions. (See end of Document for details)

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### **533 Exclusion of contributions to dredging**

- (1) For the purposes of Part 9, a person (“D”) who has incurred expenditure is to be regarded as not having incurred it for the purposes of a trade carried on or to be carried on by D to the extent that it has been, or is to be, met (directly or indirectly) by—
- (a) a public body, or
  - (b) capital sums contributed by another person for purposes other than those of D’s trade.
- (2) Subsection (1) is not subject to the exceptions in sections 534 to 536.

**Changes to legislation:**

There are currently no known outstanding effects for the Capital Allowances Act 2001, Cross  
Heading: Rules excluding contributions.