



Capital Allowances Act 2001

2001 CHAPTER 2

PART 11

CONTRIBUTIONS

CHAPTER 2

CONTRIBUTION ALLOWANCES

Effect of transfers of C's trade on contribution allowances under Parts 3, 4 and 5

542 Transfer of C's trade or relevant activity

- (1) Subsections (2) and (3) apply for the purposes of contribution allowances under ^{[F1}Parts 3, 4 and 5] if—
 - (a) C's contribution was made for the purposes of C's trade or relevant activity, and
 - (b) the whole or a part of the trade or relevant activity is subsequently transferred.
- (2) If the whole of the trade or relevant activity is transferred, writing-down allowances for chargeable periods ending after the date of the transfer are to be made to the transferee instead of to the transferor.
- (3) If a part of the trade or relevant activity is transferred, writing-down allowances for chargeable periods ending after the date of the transfer are to be made to the transferee instead of to the transferor to the extent that they are properly referable to the part transferred.

Textual Amendments

- F1** Words in s. 542(1) substituted (with effect as mentioned in s. 67 of the amending Act) by [Finance Act 2001 \(c. 9\), s. 67, Sch. 19 Pt. 2 para. 4](#)

Status:

Point in time view as at 10/07/2003.

Changes to legislation:

There are currently no known outstanding effects for the Capital Allowances Act 2001, Cross Heading: Effect of transfers of C's trade on contribution allowances under Parts 3, 4 and 5.