



Capital Allowances Act 2001

2001 CHAPTER 2

[^{F1}PART 4A U.K.]

FLAT CONVERSION ALLOWANCES

[^{F1}CHAPTER 4 U.K.]

THE RELEVANT INTEREST IN THE FLAT

Textual Amendments

- F1** Pt. 4A (ss. 393A-393W) inserted (with effect as mentioned in s. 67 of the amending Act) by [Finance Act 2001 \(c. 9\)](#), s. 67, [Sch. 19 Pt. 1](#)

393F General rule as to what is the relevant interest **U.K.**

- (1) The relevant interest in a flat in relation to any qualifying expenditure is the interest in the flat to which the person who incurred the expenditure was entitled when it was incurred.
- (2) Subsection (1) is subject to the following provisions of this Chapter and to section 393V (provisions applying on termination of lease).
- (3) If—
 - (a) the person who incurred the qualifying expenditure was entitled to more than one interest in the flat when the expenditure was incurred, and
 - (b) one of those interests was reversionary on all the others,the reversionary interest is the relevant interest in the flat.
- (4) An interest does not cease to be the relevant interest merely because of the creation of a lease or other interest to which that interest is subject.
- (5) If—

Status: Point in time view as at 11/05/2001.

Changes to legislation: There are currently no known outstanding effects for the Capital Allowances Act 2001, Chapter 4. (See end of Document for details)

- (a) the relevant interest is a leasehold interest, and
- (b) that interest is extinguished on the person entitled to it acquiring the interest which is reversionary on it,

the interest into which the leasehold interest merges becomes the relevant interest when the leasehold interest is extinguished.

393G Interest acquired on completion of conversion **U.K.**

For the purposes of determining the relevant interest in a flat, a person who—

- (a) incurs expenditure on the conversion of part of a building into the flat, and
- (b) is entitled to an interest in the flat on or as a result of the completion of the conversion,

is treated as having had that interest when the expenditure was incurred.]

Status:

Point in time view as at 11/05/2001.

Changes to legislation:

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