



# Capital Allowances Act 2001

## 2001 CHAPTER 2

### PART 2

#### PLANT AND MACHINERY ALLOWANCES

#### CHAPTER 12

#### SHIPS

#### *Deferment of balancing charges*

#### **136 Further conditions for deferment**

The conditions referred to in section 135(1)(c) are that—

- (a) the relevant disposal event is of a kind mentioned in section 61(1)(a) to (d) (cessation of ownership, loss, abandonment, destruction etc. of ship),
- (b) the old ship was a qualifying ship immediately before the relevant disposal event,
- (c) the shipowner has not incurred a loss in respect of the qualifying activity for the chargeable period for which he is liable to the balancing charge, and
- (d) no amount in respect of the old ship has been allocated to—
  - (i) the overseas leasing pool,
  - (ii) a single asset pool under section 206 (plant or machinery provided or used partly for purposes other than those of the qualifying activity),
  - (iii) a single asset pool under section 211 (payment of partial depreciation subsidy), or
  - (iv) a pool for a qualifying activity consisting of special leasing.

**Changes to legislation:**

There are currently no known outstanding effects for the Capital Allowances Act 2001, Section 136.