



Corporation Tax Act 2010

2010 CHAPTER 4

PART 9

LEASING PLANT OR MACHINERY

CHAPTER 2

LONG FUNDING LEASES OF PLANT OR MACHINERY

Lessees under long funding finance leases

378 Lessee under long funding finance lease: termination

- (1) This section applies if—
 - (a) a company is or has been the lessee under a long funding finance lease, and
 - (b) in connection with the termination of the lease, a payment calculated by reference to the termination value falls to be made to the company.
- (2) The payment is not to be brought into account in determining the profits of the company for any period of account for corporation tax purposes.
- (3) Subsection (2) does not affect the amount of any disposal value that falls to be brought into account by the company under CAA 2001.
- (4) For the meaning of “termination value”, see section 381(3)(m).

Changes to legislation:

There are currently no known outstanding effects for the Corporation Tax Act 2010, Section 378.