

Capital allowances



How the new super-deduction works

1 April 2021 - 31 March 2023

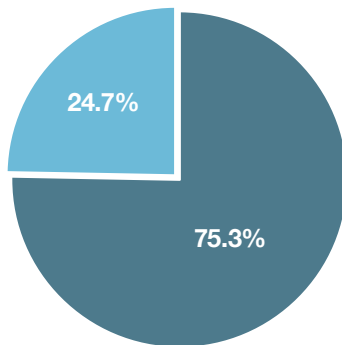
Super-deduction 130% - no limit

- For companies only
- New assets - plant and machinery only
- £10,000 expenditure = £13,000 deduction against profits
- £2,470 saving

Annual investment allowance 100% - max. £1million /£200k

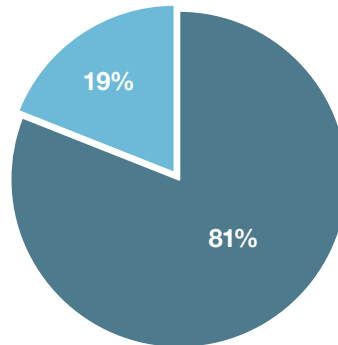
- For all businesses
- P&M new and second hand
- £10,000 expenditure = £10,000 deduction against profits
- £1,900 saving

**130% Super-deduction:
No limit to 31/3/23**



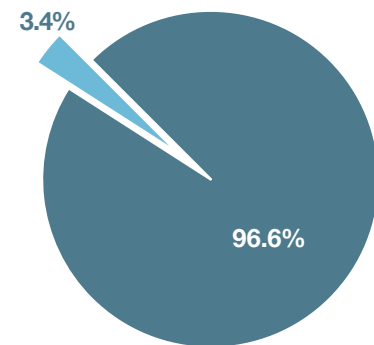
● Corporation Tax Relief ● Net Investment Cost

**100% Annual investment allowance: £1m
total limit to 31/12/21, £200k thereafter**



● Corporation Tax Relief ● Net Investment Cost

**18% Writing down allowance:
No limit**



● Corporation Tax Relief ● Net Investment Cost