



INCOME TAX ACT 1970

INCOME TAX (CAPITAL RELIEF) ORDER 1991

In exercise of the powers conferred on the Treasury by section 27A and 29(2) of the Income Tax Act 1970(a), and of all other powers enabling it in that behalf, the following Order is hereby made:-

Citation and commencement

1. This Order may be cited as the Income Tax (Capital Relief) Order 1991 and, subject to sections 27A(4) and 29(2) of the Income Tax Act 1970, shall have effect in respect of payments made after the 5th April 1991.

Relief in respect of premises

2. In the computation of the profits and gains of any trade or profession for the purposes of the Income Tax Acts, the first year allowance shall be 100% in respect of qualifying capital expenditure incurred in relation to industrial buildings and structures and agricultural land and buildings.

Grants to be left out of account

3. (1) In the computation of the relief to be allowed in accordance with section 29 of the Income Tax Act 1970, no account shall be taken of any grant out of which any capital expenditure is made.

(a) Vol. XXI p.260.

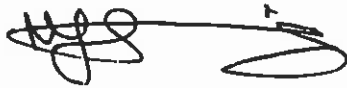
(2) In this article, "grant" means a grant of monies, either absolute or conditionally, made by or on behalf of the Government or a local authority in aid of the subject matter of the capital expenditure.

Amendment of G.C. No. 124/90

4. In the Income Tax (Capital Relief) (Tourist Business) Order 1990(b), in article 2 -

- (a) paragraph (1)(a);
- (b) paragraph (2)(b); and
- (c) in paragraph (3), the definition of "grant", shall cease to have effect.

Made this 5th day of April, 1991



Minister for the Treasury

(b) G.C. No. 124/90.

EXPLANATORY NOTE

(This Note is not part of the Order)

This Order increases the initial relief on capital expenditure on certain buildings and structures (Industrial and Agricultural) to 100%. In addition government and local authority grants will not affect relief for any capital expenditure. The Income Tax (Capital Relief) (Tourist Business) Order 1990 is amended as a consequence of this Order. Tourist premises will be subject to the same rules in relation to initial relief and grants.