



Capital Allowances

Financial year to	31 March 2011	31 March 2010
Annual Investment Allowance		
All businesses 100% on first (not cars)	£100,000	£50,000
Writing-down allowances		
Generally	20%	20%
Integral fixtures	10%	10%
Long Life assets	10%	10%
Cars with CO2 over 160g/km	10%	10%
Industrial Buildings and qualifying hotels	1%*	2%*
Agricultural buildings	1%*	2%*
Energy efficient and environmentally beneficial technologies	100%	100%
Motor cars with CO2 not more than 110g/km	100%	100%
Commercial/industrial buildings in an enterprise zone	100%	100%
Business Premises renovation allowance	100%	100%

Temporary first year allowance (FYA) on certain expenditure exceeding AIA incurred in the 12 months from 6 April 2009 (1 April 2009 for companies)

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40%

* Industrial buildings, qualifying hotels and agricultural allowances are being phased out at the end of the 2010/11 tax year.

Cars purchased before 6 April 2009 will remain within the old rules attracting 20%WDA up to a maximum of £3,000 per annum.

Research and development relief	130% or 175%	130% or 175%
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The rate of relief for large companies is 130% of qualifying R&D expenditure. In the case of Small & Medium sized enterprises the rate is 175%.

For more information, contact Hugh, Ian, Catherine or Michael at Hugh Davies & Co on 01722 336647.