



Barlow Andrews

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100% Tax Relief Now for Property Renovation

Property investors can benefit from business premises renovation allowance that came into force on 11 April 2007. This is available for capital expenditure on converting unused derelict business property back into business use.

This allowance is available to both individuals and companies and could result in all the expenditure being deductible against other income now and also being deductible in full against the proceeds when the property is sold.

There are various conditions to be met to qualify for the relief but the main criteria include:

- Expenditure after 11 April 2007 and before 11 April 2012
- Expenditure on business property that has been unused for at least 12 months before renovation
- The completed property must be let for business purposes
- The property must be in an area as stated in the Assisted Areas Order 2007

The order includes areas in Bolton, Blackburn, Darwen and Burnley and a claim for the 100% relief needs to be made in the tax return to make sure that full tax relief can be received now.

Individuals or partnerships can make the claim in their 2007-08 tax returns. For companies, if the claim has not already been made in the company's accounting period, it should still be possible submit a revised tax return.

If you would like to know if you qualify for the 100% tax relief, please contact Mark Sheen at mrscs@barlow-andrews.co.uk or Tim Lwin at ttl@barlow-andrews.co.uk.