

# ANNUAL INVESTMENT ALLOWANCE

## HELP YOUR BUSINESS GROW

### What is AIA?



Annual Investment Allowance (AIA) lets businesses deduct the cost of certain assets from their profits before tax. The AIA limit is currently £1m per tax year, until 31st March 2023.

### Taxable profits

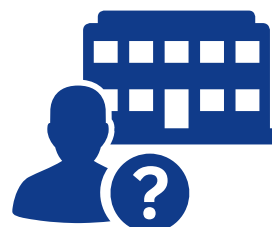


up to a maximum of

**£1,000,000**

### Who can claim?

Any business, except for mixed partnerships (consisting of individuals and companies) and trustees.



**Qualifying expenditure covers most assets purchased for use by businesses. It also applies to hire purchase but not lease-based assets**

### Eligible assets



- Plant & machinery
- Office furniture & qualifying equipment
- Vans, trucks, cranes & diggers
- Business machines e.g. printing press
- Lathes & tooling machines
- Tractors, combine harvesters & other agricultural machinery
- Computer hardware & qualifying software, computerised/computer aided machinery
- Building fixtures & fittings
- Wind turbines & optic cabling
- Gaming machines & amusement rides
- Driving school cars

### Ineligible assets

- Land
- Buildings (excluding integral features)
- Cars
- Existing or gifted assets



### Find out more

The AIA amount has changed several times since 2008. If the AIA amount changed during the period you are claiming for, you would need to adjust the amount you can claim. Visit <https://www.gov.uk/government/publications/annual-investment-allowance-extension> for more information about AIA. For specific tax advice, please speak to your accountant.

### Forward thinking finance.

Security may be required. Product fees may apply. Finance is only available for business purposes.

All statements concerning taxation are based on our best understanding of current legislation. Levels and bases of taxation can change at any time. The contents of this guide do not constitute legal, tax, financial planning or any other advice.

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