

TABLE OF RATES OF ANNUAL ALLOWANCES

A. RATES COMPUTED ON "REDUCING BALANCE" METHOD

(1)	<u>Buildings</u>		
	(i)	Stone, brick, concrete or other substantial structures	1¼%
	(ii)	Buildings of a less substantial construction than in (i)	5%
	(iii)	Farm buildings (see B(ii))	-
(2)	<u>Ships:</u>	purchased after 1 st January 1990	20%
(3)	<u>Machinery and plant</u>		
		General rate	20%
		<i>(Note: The general rate applies where no special rate has been prescribed)</i>	
(4)	<u>Special rates</u>		
	(a)	Aircraft secondhand (see A(5) for detailed rates)	-
	(b)	Cameras (including flash equipment)	33 1/3 %
	(c)	Coin operated video game machines (see B(vii))	-
	(d)	Computer hardware (see B(vi))	-
	(e)	Containers (TIR) and semi-trailer units (see B(i))	-
	(f)	Contractors' excavators and levelling equipment (including bulldozers, caterpillar tractors and mechanical excavators, etc.)	30%
	(g)	Freight containers	25%
	(h)	Gas undertakings (see A(5)(ii) for detailed rates)	-
	(i)	Glasshouses (see B(iii))	-
	(j)	Microfilm cameras, readers, reader printers and processors	33 1/3 %
	(k)	Motor cars, buses, lorries and motor cycles	25%
	(l)	Patent rights (see B(viii))	-
	(m)	Polythene tunnels ("polyhouses") (see B(iv))	-
	(n)	Ships – steamships and motor vessels purchased prior to 1 st January 1990. Separate list supplied on request (see B(ix) re expenditure on or after 1 st January 1990)	-
	(o)	Skip bins	25%
	(p)	Television sets hired out (see B(v))	-
	(q)	Tomato tray-making machines	33 1/3 %
	(r)	Tractors and mechanical cultivators	25%
(5)	<u>Detailed rates referred to in A(4)</u>		
	(i)	<u>Aircraft</u>	
		Secondhand aircraft -	
		The percentage rate equal to the fraction	
		$\frac{1}{\text{estimated unexpired life of the aircraft}}$	
		Note: The unexpired life shall be deemed to be the greater of -	
		(a) the difference between seven years and the period between the date of original delivery of the aircraft and the date of the purchase by the new owner, or	
		(b) two years.	
	(ii)	<u>Gas Undertakings</u>	
		Expenditure incurred prior to 1 st January 1995 -	
	(1)	Manufacturing - Gas holders and cast iron mains	5%
		Coke handling plant, pan ash and clinker plant, chemical plant suppliers or ammonia plant	10%
		All other plant	7½%
	(2)	Distribution - Steel mains	7½%
		Meters	10%
		Cookers and other appliances let out on hire.....	20%

Expenditure incurred on and after 1st January 1995

In respect of expenditure incurred on and after 1st January 1995, annual allowances relating to the manufacturing and distribution plant and machinery of gas undertakings shall be computed at the rate of 20% on the "reducing balance" basis. (For expenditure incurred prior to 1st January 1995, the previous rates of annual allowances and rules applicable thereto will continue to apply.) 20%

B. RATES COMPUTED ON "STRAIGHT LINE" METHOD

- (i) **Containers and semi-trailer units** used for the international transport of goods and in respect of which a current "Certificate of approval of a Container" or a "Certificate of approval for Road Vehicle", as the case may be, is in force under the provisions of Article 17 of the Customs Convention on the International Transport of Goods under cover of TIR Carnets registered on the records of Guernsey on 28th November 1959 15%
- (ii) **Farm Buildings**
- (1) Where the principal part of the building is constructed wholly or mainly of stone, brick, concrete or other similarly substantial material 5%
- (2) Where the principal part of the building is constructed wholly or mainly of less durable materials than in (1) above 10%
- (3) Slurry Stores – concrete and steel structures, including ancillary equipment 20%
- (iii) **Glasshouses** 10%
- (iv) **Polythene tunnels ("polyhouses")**
- expenditure to 1st January 1991 10%
- expenditure on or after 1st January 1991 12½%
- (v) **Television sets hired out** 20%
- (vi) **Computer hardware** 20%
- (vii) **Coin operated video game machines** 33 1/3 %
- (viii) **Patent Rights**
- (a) if the acquisition of the rights occurs when the letters patent are granted, at the rate of 5.88%
- (b) where the rights are purchased for a specified period, the percentage rate shall be determined as follows -
- $$\frac{1}{\text{number of years in specified period}} \times 100$$
- (c) where the rights purchased begin one complete year or more after the commencement of the patent, the percentage rate shall be determined as follows:
- $$\frac{1}{\text{relevant period}} \times 100$$
- the "relevant period" being 17 years less the number of years which have elapsed since the commencement of the patent.
- (ix) **Ships** purchased on or after 1st January 1990 6½%
- (x) **Mobile communication equipment** – with effect from Year of Charge 2001 20%
(Note: prior years of charge 20% on reducing balance method – see A(3)).
- (xi) **Internet Equipment** – with effect from Year of Charge 2001 25%
(Note: prior years of charge 20% on reducing balance method – see A(3)).