# TABLE OF RATES OF ANNUAL ALLOWANCES

## A. RATES COMPUTED ON “REDUCING BALANCE” METHOD

### (1) Buildings
- **(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) Ships: purchased after 1st January 1990 ................................................................................. 20%

### (3) Machinery and plant

#### General rate
- ............................................................................................................................................. 20%

#### (Note: The general rate applies where no special rate has been prescribed)

### (4) Special rates

- **(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 1st January 1990. Separate list supplied on request (see B(ix) re expenditure on or after 1st 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) Detailed rates referred to in A(4)

#### (i) Aircraft

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) Gas Undertakings

Expenditure incurred prior to 1st January 1995 -

<table>
<thead>
<tr>
<th>(1) Manufacturing</th>
<th>Gas holders and cast iron mains</th>
<th>5%</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Coke handling plant, pan ash and clinker plant, chemical plant suppliers or ammonia plant, tar distillation plant</td>
<td>10%</td>
</tr>
<tr>
<td></td>
<td>All other plant</td>
<td>7½%</td>
</tr>
<tr>
<td>(2) Distribution</td>
<td>Steel mains</td>
<td>7½%</td>
</tr>
<tr>
<td></td>
<td>Meters</td>
<td>10%</td>
</tr>
<tr>
<td></td>
<td>Cookers and other appliances let out on hire</td>
<td>20%</td>
</tr>
</tbody>
</table>
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)).

Form 651 (12/01)