

## BUY NOW AND CLAIM A CORPORATION Tax Deduction of 130%



### Spend and save with an AEP compressed air system ...

The 2021 Budget saw the Chancellor introduce a comprehensive change to the UK's Capital Allowances regime, drastically accelerating tax relief to encourage investment. The headline grabbing move was the introduction of a super-deduction for investment in plant, machinery, fixtures, and chattels, giving an allowance of 130%, up from 18% per annum previously.

With the 130% tax deduction, now is a great time to purchase a new HPC compressor. We have a super energy efficient compressor range with superior quality, all backed by 24/7 support through Cornwall, Devon, Somerset and Dorset.

For more information or support from our technical team to help you decide which system best meets your application call 01404 548000 or email [sales@aep-ltd.co.uk](mailto:sales@aep-ltd.co.uk)

### AEP products that may be eligible as part of the scheme include:

Compressors • Dryers & Gas Generators • Vacuum Pumps • Low Pressure Equipment

### Offer is for qualifying expenditure incurred from 1st April 2021 up to and including 31st March 2023

Companies can claim the super-deduction – which offers 130% first-year relief on qualifying main rate plant and machinery investments until 31 March 2023 equating to 25p in every £1 invested.

Visit UK Gov guidance - [www.gov.uk/guidance/super-deduction](http://www.gov.uk/guidance/super-deduction)

### A working purchase example ...

If a company purchased a compressor from AEP for £5,000 and can claim the super-deduction, the following example calculation would apply; Spending £5,000 on an HPC compressor will mean you can deduct £6,500 (130% of the initial investment) in computing its taxable profits. Deducting £6,500 from taxable profits will save up to 19% or £1,235 on your year one corporation tax bill.

Please note: This article does not provide any investment, financial or tax advice.  
We advise businesses to consult with their own legal and financial advisors and tax experts.



Upgrade today without delay using AEP Finance options and benefit from new, energy efficient equipment with a 5 year warranty

Call 01404 548 000 | E-mail [sales@aep-ltd.co.uk](mailto:sales@aep-ltd.co.uk) | Visit [aep-ltd.co.uk/aep-finance](http://aep-ltd.co.uk/aep-finance)