

CAPITAL ALLOWANCES

CAPITAL ALLOWANCE RATES FOR CAPITAL EXPENDITURE INCURRED ON NON-CURRENT ASSET AS OF JANUARY 01, 2014

(B)

THE RATES BELOW **DO NOT** APPLY TO CAPITAL EXPENDITURE ON ASSETS IN CATEGORIES 1 & 2 WHICH QUALIFY FOR THE ACCELERATED CAPITAL ALLOWANCE .

SEE THE ACCELERATED CAPITAL ALLOWANCE RATE SHEET (c).

Category of Asset	Initial Allowance (IA) Rate	Annual Allowance (AA) Rate
1. Buildings		
Industrial buildings		
(a) Buildings & structures primarily constructed of concrete, steel, brick, stone cement or similar materials	20%	4%
(b) Buildings & structures primarily constructed of other inorganic material such as galvanized iron, corrugated metal or similar material	20%	10%
(c) Buildings & structures primarily constructed of wood or other organic materials	20%	12.5%
Non-residential buildings		
(a) Buildings & structures primarily constructed of concrete, steel, brick, stone cement or similar materials	0%	4%
(b) Buildings & structures primarily constructed of other inorganic material such as galvanized iron, corrugated metal or similar material	0%	10%
(c) Buildings & structures primarily constructed of wood or other organic materials	0%	12%
2. Plant & Machinery		
(a) Machinery directly used in the production of primary products or in the manufacture or automated packaging of goods	25%	12.5%
(b) Automatic data processing equipment, calculators, cash registers and other equipment falling within (Tariff Headings 84.70 and 84.71) as well as parts/accessories thereof	25%	20%
(c) Equipment falling within Tariff Headings 84.69, 84.72 as well as parts/accessories thereof .	0%	20%
(d) Telephones and other equipment falling within Tariff Heading 85.17 as well as parts and accessories thereof		
(e) Other plant & machinery	0%	12.5%
3. Motor Vehicles		
(a) Private motor vehicle based on cost up to a cap of US\$35,000	0%	12.5%
(b) Trade vehicle	0%	20%
(c) Rent-a-car /Tour bus /PPV taxi	0%	20%
4.Intangibles		
(a) Scientific research and development	0%	20%
(b) Intellectual Property Rights		
i. Cost less than US\$10,000	0%	20%
ii. Cost greater than US\$10,000	0%	Approximately 7.14%

For further details - call: 1-888-TAX-HELP (829-4357)/1-888-GO-JA-TAX (465-2829) / Email: taxhelp@taj.gov.jm / Website: www.jamaicatax.gov.jm Facebook: www.facebook.com/jamaicatax / Twitter: @jamaicatax or visit any tax office nearest you

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