

## 2021-22 Business Incentive Summary – Plant & Equipment

### Small business entities

	Pre COVID-19 stimulus	COVID-19 stimulus	2020-21 Budgets
<b>Instant asset write-off / temporary full expensing</b>			
	7.30pm (AEDT) 2 April 2019 – 11 March 2020	12 March 2020 – 7.30pm (AEDT) 6 October 2020	7.30pm (AEDT) 6 October 2020 – 30 June 2023
Aggregated turnover	Under \$10 million	Under \$10 million	Under \$10 million
Threshold	Up to \$30,000	Up to \$150,000	No threshold – temporary full expensing*
Qualifier	New and second-hand assets	New and second-hand assets. First use or installed by 30 June 2021.	New and second-hand assets. First use or installed by 30 June 2023.
<b>Backing Business Investment (BBI)</b>			
	N/A	12 March 2020 – 7.30pm (AEDT) 6 October 2020	N/A
Asset cost	-	\$150,000 and over	-
First year rate – SBE using simplified depreciation	-	57.5%	-
Qualifier	-	New Div 40 assets only	-
<b>General small business pool</b>			
	7.30pm (AEDT) 2 April 2019 – 11 March 2020	12 March 2020 – 7.30pm (AEDT) 6 October 2020	7.30pm (AEDT) 6 October 2020 – 30 June 2023
Threshold	\$30,000 and over	\$150,000 and over	-
Qualifier	Assets \$30,000 and over can be placed in the SBE general small business pool.	Assets \$150,000 and over can be placed in the SBE general small business pool. If balance below \$150,000 at 30 June 2020 deduct in full.	Deduct balance of general small business pool at the end of the income year while full expensing* applies.

\*Full expensing – eligible businesses can choose to deduct the full cost of eligible assets, no value thresholds apply unless the business is using simplified depreciation rules.

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<https://www.ato.gov.au/general/new-legislation/the-australian-government-s-economic-response-to-coronavirus/>

## 2021-22 Business Incentive Summary – Plant & Equipment

### Medium business entities

	Pre COVID-19 stimulus	COVID-19 stimulus	2020-21 Budgets
<b>Instant asset write-off / temporary full expensing</b>			
	7.30pm (AEDT) 2 April 2019 – 11 March 2020	12 March 2020 – 7.30pm (AEDT) 6 October 2020	7.30pm (AEDT) 6 October 2020 – 30 June 2023
Aggregated turnover	\$10 million - \$50 million	\$10 million - \$50 million	\$10 million - \$50 million
Threshold	Up to \$30,000	Up to \$150,000	No threshold – temporary full expensing*
Qualifier	New and second-hand assets	New and second-hand assets. First use or installed by 30 June 2021.	New and second-hand assets. First use or installed by 30 June 2023.
<b>Backing Business Investment (BBI)</b>			
	N/A	12 March 2020 – 7.30pm (AEDT) 6 October 2020	N/A
Asset cost	-	\$150,000 and over	-
First year rate	-	50% asset cost + (remaining 50% x effective life rate)	-
Qualifier	-	New Div. 40 assets only	-

\*Full expensing – eligible businesses can choose to deduct the full cost of eligible assets, no value thresholds apply.

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<https://www.ato.gov.au/general/new-legislation/the-australian-government-s-economic-response-to-coronavirus/>

## 2021-22 Business Incentive Summary – Plant & Equipment

### Large business entities

	Pre COVID-19 stimulus	COVID-19 stimulus	2020-21 Budgets
<b>Instant asset write-off / temporary full expensing</b>			
	7.30pm (AEDT) 2 April 2019 – 11 March 2020	12 March 2020 – 7.30pm (AEDT) 6 October 2020	7.30pm (AEDT) 6 October 2020 – 30 June 2023
Aggregated turnover	Over \$50 million	\$50 million - \$500 million	Under \$5 billion
Threshold	-	Up to \$150,000	No threshold – temporary full expensing*
Qualifier	-	New and second-hand assets. Purchased on or before 31 December 2020 and installed on or before 30 June 2021.	New assets first use or installed by 30 June 2023.  Aggregated turnover between \$50 million and \$500 million: Can write-off second-hand assets up to \$150,000, purchased on or before 31 December 2020 and installed on or before 30 June 2021, under enhanced instant asset write-off.
<b>Backing Business Investment (BBI)</b>			
	N/A	12 March 2020 – 7.30pm (AEDT) 6 October 2020	
Asset cost	-	\$150,000 and over	-
First year rate	-	50% asset cost + (remaining 50% x effective life rate)	-
Qualifier	-	New Div. 40 assets only	-

\*Full expensing – eligible businesses can choose to deduct the full cost of eligible assets, no value thresholds apply.

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