

2020-21 Business Incentive Summary – Plant & Equipment

Medium business entities

	Pre COVID-19 stimulus	COVID-19 stimulus	Oct 2020-21 Budget
Instant asset write-off / full expensing			
	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 2022
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 – 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 2022
Backing Business Investment (BBI)			
	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	-	50% asset cost + (remaining 50% x effective life rate)	-
Qualifier	-	New Div. 40 assets only	-

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

This information is provided as a general guide. Information summarised from ato.gov.au. Neither BMT Tax Depreciation, nor its directors, shareholders or advisors make any representation or warranty as to the accuracy or completeness of information produced. Nor will they have any liability to you or any other party for any representations (expressed or implied) contained in, or any omissions from, this information.

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