

2020-21 Business Incentive Summary – Plant & Equipment

Small 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	Under \$10 million	Under \$10 million	Under \$10 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	-	57.5%	-
Qualifier	-	New Div 40 assets only	-
Simplified small business pool			
	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
Threshold	\$30,000 and over	\$150,000 and over	-
Qualifier	Assets \$30,000 and over can be placed in the SBE simplified small business pool.	Assets \$150,000 and over can be placed in the SBE simplified small business pool. If balance below \$150,000 at 30 June 2020 deduct in full.	Deduct balance of simplified depreciation pool at the end of the income year while full expensing* applies.

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

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