

Budget 2017

Tax Changes for Businesses

Name of Tax Change	Current Treatment	New Treatment
Simplifying and Rationalizing our Tax Regime		
Withdrawing the Accelerated Depreciation Allowance for Energy Efficient Equipment and Technology (“ADA-EEET”) scheme	Capital expenditure incurred for certified energy efficient and energy saving equipment may qualify for an accelerated writing down period of one year under Section 19A(6) of the Income Tax Act (“ITA”).	<p>Over the years, new incentives, such as the Investment Allowance – Energy Efficiency scheme and the Productivity Grant, were introduced to promote energy efficiency.</p> <p>To streamline incentives that promote energy efficiency, the ADA-EEET scheme introduced in 1996 will be withdrawn after 31 December 2017. No ADA-EEET will be granted for equipment installed on or after 1 January 2018.</p>