

2020-21 Business Incentive Summary – Plant & Equipment

Large 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	Over \$50 million	\$50 million - \$500 million	Under \$5 billion
Threshold	-	Up to \$150,000	No threshold – 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 2022. 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.
Backing Business Investment (BBI)			
	N/A	12 March 2020 – 7.30pm (AEDT) 6 October 2020	
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.

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