

OCT 2020
UPDATE

'INSTANT ASSET WRITE-OFF' SCHEME SIGNIFICANTLY EXPANDED

The Australian Government announced the most comprehensive expansion of the Instant Asset Write-Off scheme. Here's what it means for your organisation:

What can be claimed?

ABN holders can now claim for the full cost of an eligible asset (previous only up to \$150k).

New solar and energy efficient equipment is included, as well as improvements to existing equipment and infrastructure, e.g. upgrading an existing solar system.

Who's eligible?

Businesses and organisations with annual revenue up to \$5 billion.

When does the scheme expire?

The newly expanded scheme runs until 30 June 2022.

How many claims can be lodged?

There is no limit to the number of claims that can be processed.

Can organisations borrow money to buy equipment?

Yes, it is possible to pay for equipment via a payment plan such as an Energy Ease Chattel. Under this arrangement you don't need to make any upfront investment. Instead you pay in affordable monthly instalments.

How does instant asset write-off give me a tax benefit?

Once new equipment is installed, organisations can instantly claim the full value of the asset as depreciation. For example, acquiring \$150,000 of equipment will create \$45,000 in tax credit (at a 30% company tax rate).

How can businesses & organisations gain a triple benefit when buying solar and energy efficient equipment on an Energy Ease chattel payment plan?

They can gain a triple benefit because they can:

1. Get equipment installed without needing any upfront money.
2. Claim the Instant Asset Write Off to the full value of the equipment.
3. Pay for equipment in small manageable chunks over time, while reducing their overall electricity bill.

Additionally the payment plan can get approved instantly up to \$150k with no financials and no hefty paperwork.*

This information is not an expression of opinion or recommendation and does not constitute financial, accounting, taxation, general or personal advice and should not be relied upon as such. (Updated October 2020).

*Subject to credit criteria



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