

Beta This part of GOV.UK is being rebuilt – [find out what beta means \(/help/beta\)](#)

HMRC internal manual

Corporate Intangibles Research and Development Manual

From: [HM Revenue & Customs](#)
([/government/organisations/hm-revenue-customs](#))

Published 11 March 2016

Updated: 10 September 2025 - [See all updates](#)

[Back to contents](#) > [CIRD60000](#) > [CIRD60050](#) > [CIRD68000](#)

CIRD68015 - Land Remediation Relief: Tax Credit: Qualifying land remediation loss - example

This example should be read together with the guidance at [CIRD68005 \(https://www.gov.uk/hmrc-internal-manuals/corporate-intangibles-research-and-development-manual/cird68005\)](https://www.gov.uk/hmrc-internal-manuals/corporate-intangibles-research-and-development-manual/cird68005) and [CIRD68020 \(https://www.gov.uk/hmrc-internal-manuals/corporate-intangibles-research-and-development-manual/cird68020\)](https://www.gov.uk/hmrc-internal-manuals/corporate-intangibles-research-and-development-manual/cird68020).

Example:

“A Ltd is carrying on a trade and incurs qualifying land remediation expenditure of £50,000 in an accounting period. The expenditure is an allowable deduction in computing its trading loss for CT purposes. In addition A Ltd claims land remediation relief of £25,000 in respect of the expenditure.”

“After taking other expenses into account, A Ltd has an overall trading loss for the accounting period of £80,000. The company has other income of £10,000 in the accounting period.”

“A Ltd makes a claim to surrender the full amount of its qualifying land remediation loss in exchange for a payment of land remediation tax credit, but makes no other loss relief or group relief claims for the period:”

- 150% of the qualifying land remediation expenditure is £75,000 (£50,000 x 150%).
- A Ltd’s unrelieved trading loss for the accounting period is £70,000 (£80,000 less £10,000).
- A Ltd’s qualifying land remediation loss is the lesser of these two amounts, i.e. £70,000.
- The tax credit payable is £11,200 (£70,000 x 16% see [CIRD68025](https://www.gov.uk/hmrc-internal-manuals/corporate-intangibles-research-and-development-manual/cird68025) (<https://www.gov.uk/hmrc-internal-manuals/corporate-intangibles-research-and-development-manual/cird68025>)).
- The trading loss A Ltd is able to carry forward to future accounting periods is £10,000 (£80,000 less £70,000).

← **Previous page**

(/hmrc-internal-manuals/corporate-intangibles-research-and-development-manual/cird68010)

→ **Next page**

(/hmrc-internal-manuals/corporate-intangibles-research-and-development-manual/cird68020)



OGL

All content is available under the Open Government Licence v3.0, except where otherwise stated



© Crown copyright