Dear Chancellor,

We are writing to ask you to make full expensing a permanent feature of the UK tax system in the Autumn Statement next week. At this time, we believe that this would have the single most transformational impact on business investment and growth and accelerate industry's transition towards net zero.

It is a challenging time for the UK economy, with recent data showing that productivity has stagnated since 2008. If we are to tackle the pressures businesses face, we must create an environment that unlocks business investment to achieve sustainable growth and mobilise the potential and productivity of the UK workforce.

We welcome your decision in the Spring to introduce a three-year temporary full expensing regime for all plant and machinery. But OBR forecasts show that the temporary nature of the policy means most additional investment during this period will be brought forward, rather than being entirely new. This will limit the extent of productivity gains. Moreover, in many sectors, including manufacturing, investment cycles are far longer than three years, often spanning from five to seven to even thirty years, depending on the nature of that investment and the sector.

CBI and Make UK analysis, supported by other leading trade associations and business leaders, shows the significant impact introducing full expensing could have on UK business investment. Whilst there is an upfront cost, the long term benefit to the public finances will be positive as providing allowances up front enables greater investment, boosting employment and wider tax revenues. A recent report from the IFS supported this view. Finally, higher business investment, which would lead to a greater demand for capital in the economy, would also increase the long-run potential growth of the UK economy.

For the reasons above, therefore, we urge you to make this policy permanent to unlock much needed investment and drive productivity.

Best wishes,

**Stephen Phipson CBE** 

Chief Executive, Make UK

Rain Newton-Smith

Chief Executive, CBI

**Emma Pinchbeck** 

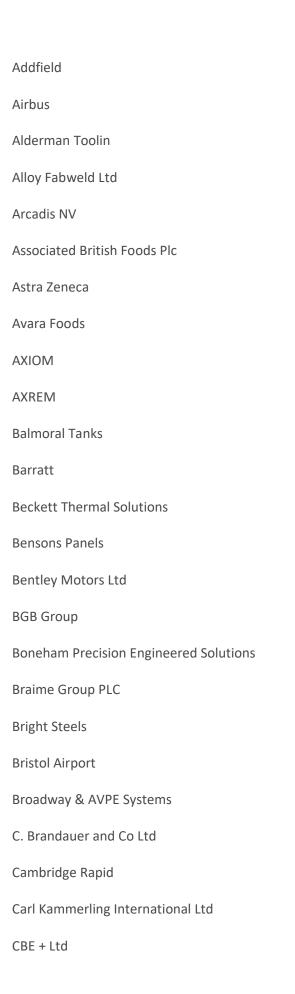
Chief Executive, Energy UK

**Company Signatories** 

3P Innovation

A&M EDM Ltd

ABB



Cemex
Centrica
Cobra Beer
Coca-Cola Europacific Partners GB Ltd
Colchester Machine Solutions Ltd
СРІ
Cullum Group
Dale Farm
Danbrit Holdings Ltd
Datesand Group
Denroy
Devenish
DHL
East Midlands Manufacturing Network
EDF
Edrington
Efaflex
Encirc360
Eschmann Technologies Ltd
Exxon Mobil
Fane Valley
Fedex
Fenner Precision Polymers
Fluorocarbon

Ford of Britain and Ireland

Fractory
Frederick Cooper
Freestyle
Frog Bikes
G&P Group Holdings Ltd
Gatwick Airport Ltd
Goodfellow Cambridge Ltd
GOS Engineering
Grant Thornton Northern Ireland
Ground Control Holdings Ltd
Groupe Atlantic UK, ROI & NA
Guttridge
HCM Engineering Ltd
Heller Machine Tools
Herbert Group
Hodgson Sealants
Hone All
Huxley Bertram Engineering Ltd
i2r Packaging Solutions
ICW
igus Ltd
Interfrigo
James Lister and Sons Ltd
JCM Fine Joinery
JJ Churchill

JJA Pack Ltd
Jonesco (Preston) Ltd
KBR Inc.
Keela
Kimal Group
Leonardo
Liberty Steel UK
Lighthouse
Luxfer Gas Cylinders
M Wright and Sons
Makin Metal Powders UK Ltd
Acres Engineering
Marchant Cain
Marketing Dimensions
Medilink Midlands
Mediplus
Mekatek Ltd
MEP
Merit
Metal Assemblies Ltd
Mpac Group plc
MSM Aerospace Fabricators
Nachural
Nasmyth
Nissan Motor Manufacturing UK

Olympus Technologies
Orsted
Open Reach
P3 Medical Ltd
Paragraf
Penine Healthcare
Penlon
Pertemps Network Group
PHINIA
Photocentric
Pilz Automation Technology
Playdale Playgrounds
Produmax
Professional Polishing Services
RA Labone and Co
Rayner
Reaction Engines
Recticel Ltd
Redwood Technologies Group
Renishaw
Robert Bosch UK
Rockford
Rosh Engineering
Rutland Plastics
Safran Seats

Sulfull OK
Savekars Solutions Ltd
Schumacher Packaging
Severfield
Shoplight Ltd
Siemens
Siemens Digital Industries
Slack and Parr
SMC (UK) Ltd
Smith+Nephew
Solenis UK Industries
Sone Products
Specialised Canvas
Spirit AeroSystems UK
SSE
Stellantis
TBI Manufacturing Ltd
Techno Group
Tees Components
Texture Jet Ltd
The Expanded Metal Company
The Malcolm Group Limited
The Toro Company
Thomas Broadbent and Son Ltd
Thomas Storey Fabrications Group Ltd

Safran UK

Thorite
Tinsley Bridge
Titon
TMD Friction UK Ltd
ТорНат
Toyota Motor Manufacturing (UK) Limited
Trent Industrial Textiles Itd
Tri-Wall UK
VIP Polymers
Weiss Technik UK
Wilton Universal Group
XLCC
Yamazaki Mazak UK Ltd
Trade Association Signatories
Association of British HealthTech Industries
The Association of the British Pharmaceutical Industry
ACT, the App Association
ADS Group
Airport Operators Association
Aluminium Federation
Association of Manufacturers and suppliers of Power Generating Systems
British Coatings Federation
British Compressed Air Society
British Fluid Power Association
British Printing Industries Association

British Pump Manufacturers Association Composites UK Confederation of British Metalforming Construction Equipment Association Construction Products Association **EEF Northern Ireland** Engineering and Machinery Alliance Engineering and Manufacturing Network in North East England Foodservice and Equipment Association Future Humber **Galvanizers Association** GAMBICA Home Builders Federation Ipeco **Lighting Industry Association** Logistics UK Manufacturing Northern Ireland Manufacturing Technologies Association Mineral Wool Insulation Manufacturers Association Motorsport Industry Association Northern Automotive Alliance Offshore Energies UK OSSL Processing and Packaging Machinery Association Renewable UK

Scottish Engineering

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techUK

The Food and Drink Federation

The Society of Motor Manufacturers and Traders

The Technology Supply Chain

**UK** Weighing Federation