


# ***TR 2016/3A - Income tax: deductibility of expenditure on a commercial website***

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# Addendum

## Taxation Ruling

### Income tax: deductibility of expenditure on a commercial website

This Addendum is a public ruling for the purposes of the *Taxation Administration Act 1953*. It amends Taxation Ruling TR 2016/3 to correct the flowchart in Appendix 2 that refers to the draft Ruling and cross references paragraphs from the draft Ruling, and updates other details.

#### TR 2016/3 is amended as follows:

##### 1. Content table

Omit the table; substitute:

| Contents                            | Para    |
|-------------------------------------|---------|
| <b>LEGALLY BINDING SECTION:</b>     |         |
| What this Ruling is about           | 1       |
| Previous rulings                    | 3       |
| Ruling                              | 5       |
| Date of effect                      | 153     |
| <b>NOT LEGALLY BINDING SECTION:</b> |         |
| Appendix 1:                         |         |
| <i>Explanation</i>                  | 154     |
| Appendix 2:                         |         |
| <i>Website development costs</i>    | Page 41 |
| Appendix 3:                         |         |
| <i>Detailed contents list</i>       | 247     |

##### 2. Paragraph 47

Omit footnote 9.

##### 3. Paragraph 224

Omit footnote 32.

**4. Paragraph 231**

Omit table.

**5. Paragraph 233**

Omit the word including the brackets '(flowchart)'; substitute '- Website development costs'.

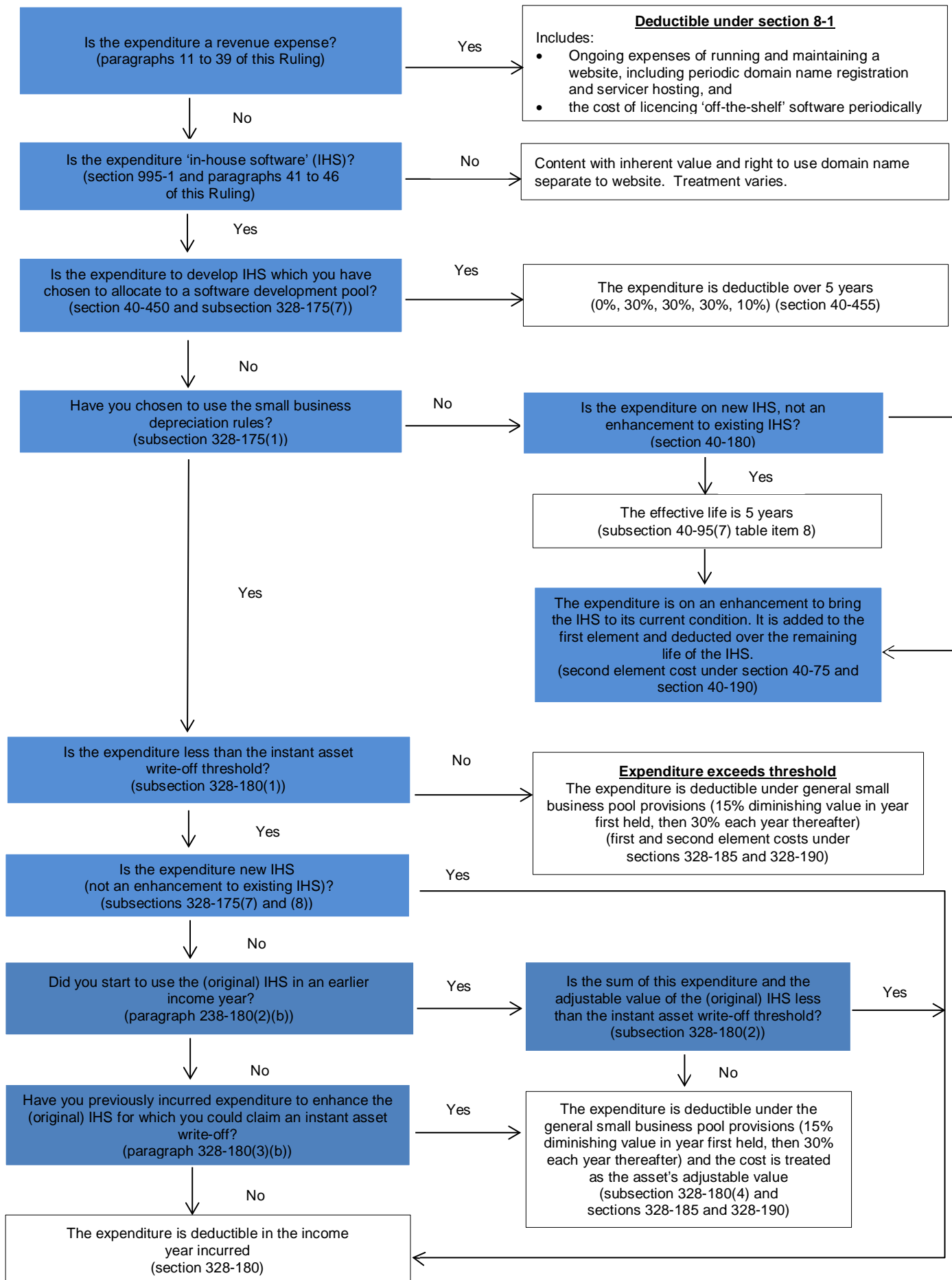
**6. Appendix 2 – Flowchart**

Omit Appendix 2 including the heading; substitute:

## **Appendix 2 – Website development costs**

### **Notes/qualifications**

1. The expenditure is **not** research and development expenditure to which Division 355 applies.
2. The expenditure is solely for business purposes (taxable purposes) and not related to the production of exempt/NANE income.



## 7. Appendix 3 – Detailed contents list

Omit 'Appendix 2 – Flowchart'; substitute 'Appendix 2 – Website development costs'.

This Addendum applies on and from 14 December 2016.

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### Commissioner of Taxation

24 October 2018

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#### ATO references

NO: 1-FTI2CUR

ISSN: 2205-6122

BSL: IND

ATOlaw topic: Income tax ~~ Capital allowances ~~ Other  
Income tax ~~ Capital gains tax ~~ CGT assets ~~ General  
Income tax ~~ Deductions ~~ General deductions - section 8-1 ~~ Capital vs  
revenue expenditure

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