

Since 6 April 2014, Nicolas has let out an unfurnished freehold office building. On that date, the tenant paid Nicolas a premium of £82,000 for the grant of a 15-year lease.

How much of the premium of £82,000 will Nicolas include when calculating his property business profit for the tax year 2014—15?

- A £59,040
- B £22,960
- C £82,000
- D £5,467