

# RESEARCH & DEVELOPMENT

## What is it?

A Government incentive designed to reward UK companies for investing in innovation. They are a valuable source of cash for businesses to invest in accelerating their R&D, hiring new staff and ultimately growing.

## How much is it worth?

Worth up to 230% against your profits  
R&D Tax Credits work by reimbursing eligible businesses up to 33.35% of their development costs through corporation tax reductions and cash payments.

## What does it include?

The guidelines are very broad and include any sector, if you can answer yes to any of these questions then you may be able to qualify

- Have you designed or improved a product?
- Do you employ technical staff, developers or engineers?
- Do you have any trademarks or patents?
- Do your customers come to you because 'you're the only company that can do it?'

You must also:

- Be a limited company in the UK that is subject to Corporation Tax.
- Have carried out qualifying research and development activities.
- Have spent money on these projects.

Qualifying cost categories:

- Payroll costs (Inc pension, benefits + Ers N.I)
- Subcontractors (special rules for LC)
- Consumables (Prototypes / testing etc)
- Software licences
- Utilities (% of costs)

## Talk to us

If you need to, book in with us for a call or meeting. We're here to help you through it

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