

R&D Tax Credits in Manufacturing

The importance of a successful manufacturing industry lies at the heart of any economy, and today more than ever flexibility in adapting to ever changing customer requirements is vital for future prosperity. Any manufacturer who is trying to improve a product or process to achieve greater efficiency, improve quality or make it more cost effective may qualify for R&D Tax Credits.



DO YOU QUALIFY?

The R&D tax credit scheme rewards any company whose work seeks to resolve a 'scientific or technological uncertainty'. Qualifying activities in the manufacturing industry may include:

- Developing new and innovative products and improvement of existing products.
- Streamlining manufacturing processes through improved automation.
- Integrating new materials to improve product performance and manufacturing processes.
- Developing innovative manufacturing equipment and improving operational processes.

PROJECT EXAMPLES

We have experience dealing with a wide range of claims in the manufacturing industry. Successful project examples include:

- Development of innovative cleaning products for electric vehicles which were non-flammable and did not require water use.
- An innovative method to provide fire protection for multiple pipe sizes without the need to sleeve or seal individually.
- Development of an efficient chilling system to replace conventional gas refrigeration in food manufacturing.
- Development of a new lightweight multi-sport helmet offering maximum protection across a range of sports.



What costs can I claim?

- Employee costs (including PAYE costs and pension contributions)
- Subcontractor costs
- Consumable Materials
- Energy Costs
- Certain specialist equipment

How much can I claim?

The tax relief is generous - up to **33% of the qualifying expenditure** for SME's and 11% for large companies under the **RDEC scheme**. The claim is part of a company's normal Corporation tax return and applies to the **latest two financial years**.



Why Choose Libcus?

As Chartered Accountants with a dedicated focus on Research & Development, we use our specialist knowledge and expertise to investigate your eligibility and compile a claim. Our consultants have an unique mix of skill set in terms of technical understanding of both industry and tax and are up to date with the current government legislation, minimising the risk for our clients.

With 100% success rate you can be confident we will help maximise your claim. Contact us today to find out more.