



Corporation Tax Act 2009

2009 CHAPTER 4

PART 13

ADDITIONAL RELIEF FOR EXPENDITURE ON RESEARCH AND DEVELOPMENT

CHAPTER 7

RELIEF FOR SMES AND LARGE COMPANIES: VACCINE RESEARCH ETC

Qualifying expenditure

1102 Qualifying expenditure on contracted out R&D

- (1) A company's "qualifying expenditure on contracted out research and development" means expenditure in relation to which each of conditions A to D is met.
- (2) Condition A is that the expenditure is incurred in making the qualifying element of a sub-contractor payment (see sections 1134 to 1136) to a sub-contractor.
- (3) Condition B is that the expenditure is attributable to qualifying R&D activity (see section 1086) undertaken by the sub-contractor itself.
- (4) Condition C is that the R&D activity to which the expenditure is attributable is relevant research and development in relation to the company.
- (5) Condition D is that the expenditure is not subsidised (see section 1138).
- (6) See sections 1124, 1126 and 1132 for provision about when particular kinds of expenditure are attributable to relevant research and development.