

# Research & Development Tax Incentive (RDTI)

The RDTI encourages Australian businesses to invest in innovation and new technologies through providing a tax break for eligible activities.

[Get in touch](#)

## RDTI Summary.



### Eligibility

You may be eligible for the RDTI if your company:

- Is incorporated under Australian or foreign law
- Has eligible RDTI expenditures greater than \$20,000; and
- Conducted eligible RDTI activities in Australia.



### Activities

An eligible core RDTI activity must meet the following criteria:

- Generates new knowledge in the form of new or improved materials, products, devices, processes or services.
- Resolves a technical uncertainty through a process of experimentation based on principles of established science
- An industry competent professional could not have resolved your technical uncertainty without going through a process of experimentation.



HYPOTHESIS



EXPERIMENT



OBSERVATION & EVALUATION



LOGICAL CONCLUSIONS

“ I used Azure for our Tax and R&D services for our Startup and I am very happy with their services. Finally a company that understand Tech Businesses and their requirements. They made it very easy for us and they are always available when we have question! – Caroline L. ”

## Eligible & Ineligible Activities.



### Eligible Expenditure

Eligible Expenditures can include:

- Salary
- Superannuation
- Third party contractors
- Raw materials
- Depreciation
- Computer hosting
- Rent
- Utilities



### Ineligible core activities

Ineligible core activities can include:

- Market research, testing, development or sales promotion
- Prospecting, exploring or drilling for minerals or petroleum
- Management studies or efficiency surveys
- Research in social sciences, arts or humanities
- Commercial, legal, and administrative aspects of patenting, licensing, or other activities
- Compliance with statutory requirements or standards
- Reverse engineering
- Internal use software development

R&D Summary

## Rebate



### Rebate amounts

Rebate amounts are based on entity's aggregate turnover and corporate tax rate:

- **Aggregated turnover < \$20M** = refundable offset of 18.5% + corporate tax rate
- **Aggregate turnover > \$20M + R&D intensity > 2%** = nonrefundable offset of 16.5% + corporate tax rate
- **Aggregate turnover > \$20M + R&D intensity < 2%** = nonrefundable offset of 8.5% + corporate tax rate



PASSION | INNOVATION | TRANSFORMATION | DISRUPTION

## ABOUT AZURE GROUP

Azure Group is a proactive, hands-on, multidisciplinary professional services firm delivering smart and innovative services to match the demanding needs of today's business.

## WHY CHOOSE US?

As champions of the technology and emerging growth sector, we are proud of our success in obtaining RDTI for our clients.

Beyond RDTI we uphold a reputation for being experts in the tech sector working with innovative clients across a range of disciplines.

## OUR TECH TEAM



### Knowledgeable

Experience across many facets of technology, our ability to apply our knowledge to your business means you will receive fresh, cutting edge and value driven advice and services from a technically experienced team passionate about your industry.



### Professional

We apply a working mandate to work with businesses that are highly vigilant, well prepared and have documented their projects. We do this to uphold our reputation with AusIndustry and the ATO.