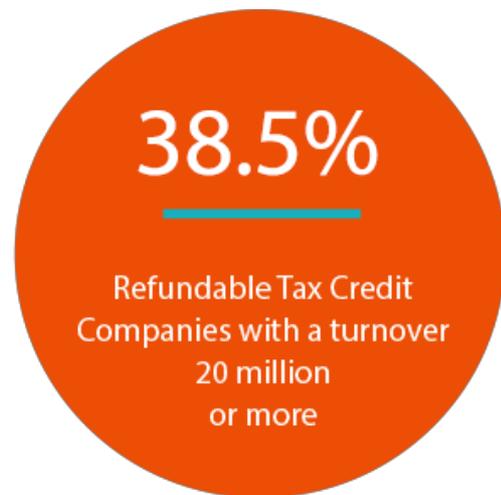
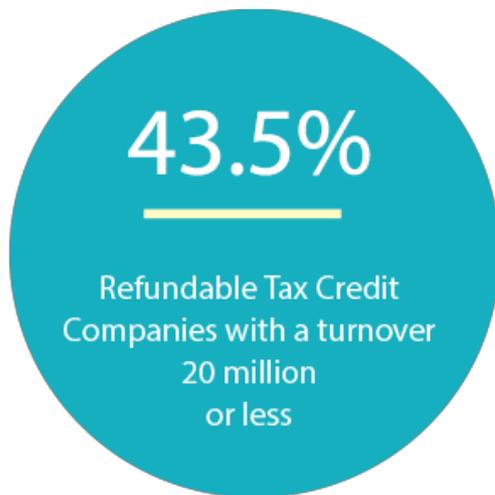


Food Agility CRC and the R&D Tax Incentive

Overview

The R&D Tax Incentive is a Federal Government program aimed at supporting Australia Businesses to undertake Research and Development activities. If you are an incorporated company that pays tax in Australia, your contributions to a Food Agility CRC project could be eligible for an R&D Tax Credit.



Who is Eligible?

You must be an incorporated company that pays tax in Australia. You must spend a minimum of \$20k on eligible R&D activities, unless you are investing with a CRC or registered research provider, then there is no minimum eligible amount.

How does the program work?

The R&D Tax Incentive is jointly administered by the Federal Department of Industry (AusIndustry) and the Australian Tax Office (ATO). At the end of your financial year, you need to submit an activity statement to AusIndustry detailing your investment in Food Agility CRC activities.

These activities are detailed as both 'Core' or experimental activities, and 'Supporting' activities required to undertake the research. Speak to your Food Agility Innovation Manager about how to describe your Food Agility research investment.



Once submitted, AusIndustry will provide you with an R&D Tax Incentive registration number to include in your company income tax return with the ATO. If you have no obligations to the ATO, your rebate will then be paid as a cash return.

Example

Food Agility's standard investment model requires equal investment from an Industry and Research partner to match Food Agility's investment, with all parties investing 1/3 of the project cash costs.

Our IP policy requires project IP to be owned or beneficially licenced to the industry partner, meaning that you will invest 1/3 of the cost in development of new IP that you can take to market.

The R&D Tax Incentive sees your total cash investment drop to approximately 1/6 of the total cash cost of development of the IP.

For example:

Project Budget \$300,000

Partner Investments

- Food Agility \$100,000
- Research Partner \$100,000
- You (Industry Partner) \$100,000

Potential R&D Tax Incentive Rebate: \$43,500

Your total project investment: \$56,500 (or 19% of the total budget)

What Next?

Speak to your Food Agility Innovation Manager today about eligible Food Agility research activities. We also recommend that you chat to your accountant about how you can maximise your rebate.

You can find out more about the R&D Tax Incentive at:

<https://www.business.gov.au/Grants-and-Programs/Research-and-Development-Tax-Incentive>