

XYZ TECHNOLOGIES RECEIVED A £38,000 TAX RELIEF!

## OUR CLIENT: XYZ TECHNOLOGIES

OUR CLIENT IS A UK BASED TECHNOLOGY COMPANY, SPECIALISING IN INNOVATIVE SOFTWARE SOLUTIONS. THEY RECENTLY OBTAINED A GRANTED PATENT FOR A CUTTING EDGE ALGORITHM THAT SIGNIFICANTLY IMPROVES DATA COMPRESSION TECHNIQUES! WITH THIS PATENT BOX IN HAND, OUR CLIENT DECIDED TO EXPLORE THE POTENTIAL BENEFITS OF THE PATENT BOX INCENTIVE.

### THE PROCESS:

1. CONFIRM ELIGIBILITY: CHECK HMRC'S PATENT BOX COMPLIANCE.
2. CALCULATE INCOME: DETERMINE PATENTED TECHNOLOGY INCOME.
3. FILE RETURN: PREPARE AND SUBMIT CORPORATION TAX RETURN.
4. COMPILE DOCUMENTATION: PREPARE RECORDS FOR POTENTIAL HMRC CHECKS.

### THE AIMS OF PATENT BOX:

THE PRIMARY OBJECTIVE OF THE PATENT BOX INCENTIVE SCHEME IS TO ENCOURAGE COMPANIES TO COMMERCIALISE THEIR PATENTED INVENTIONS AND UNDERTAKE RESEARCH AND DEVELOPMENT ACTIVITIES WITHIN THE UK. THE SCHEME AIMS TO PROMOTE INNOVATION, ATTRACT SUBSTANTIAL INVESTMENT, AND ENHANCE AND STRENGTHEN THE COMPETITIVENESS OF BUSINESSES WITHIN THE UK!

### THE OUTCOME:

XYZ TECHNOLOGIES SUCCESSFULLY CLAIMED THE BENEFITS OF THE PATENT BOX INCENTIVE. AS A RESULT, THEY WERE ABLE TO REDUCE THEIR LIABILITY ON THE ELIGIBLE PROFITS DERIVED FROM THE PATENTED ALGORITHM. THIS PROVIDED XYZ TECHNOLOGIES WITH A SIGNIFICANT TAX ADVANTAGE, ALLOWING THEM TO REINVEST THE SAVINGS INTO FURTHER RESEARCH AND DEVELOPMENT ACTIVITIES.

