

# THE CASH BACK AND TAX RELIEF CALCULATIONS EXPLAINED

## In profit and taking the cash

and the R&D tax benefit is **SMALLER** than your corporation tax payment

Amount of credit as % of R&D qualifying expenditure depending on the date

**25.00% to 26.00%**

### Example:

£150,000 R&D qualifying expenditure =  
**£37,500 to £39,000 cash back**

## In losses and taking the cash

and the R&D qualifying expenditure is **SMALLER** than your losses

Amount of credit as % of R&D qualifying expenditure depending on the date

**24.75% to 33.35%**

### Example:

£150,000 R&D qualifying expenditure =  
**£37,125 to £50,025 cash back**

## In the 90:10 trap and taking the cash

but the R&D tax benefit is **LARGER** than your corporation tax payment or the R&D qualifying expenditure is **LARGER** than your losses

Amount of credit as % of R&D qualifying expenditure depending on the date

**13.75% to 21.75%**

### Example:

£150,000 R&D qualifying expenditure =  
**£20,625 to £32,625 cash back**

## The best and worst case scenarios:

£150,000 R&D qualifying expenditure would result in a **£37,500 to £39,000** tax benefit.  
Depending on your tax position, you could opt for a cash payment instead, ranging from = **£20,625 to £50,025**