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The Benefits of Investing in Québec

Research & Development - Tax Measures to Stimulate R&D

Québec has developed very advantageous tax incentives to encourage R&D activities.

For companies

For R&D carried out in-house:

A fully refundable basic tax credit corresponding to 17.5% of R&D salaries paid in Québec;

- A fully refundable tax credit of 37.5% on the first \$3,000,000 of R&D salaries per year for a Canadian-controlled SMB.
- For R&D entrusted to a certified research centre, private partnership research and dues and fees paid to an R&D consortium:
- A fully refundable tax credit corresponding to 35% of eligible expenditures.

Foreign Workers

Foreign researchers employed by a company in Canada that does R&D in Québec benefit from a provincial tax holiday on their salary for five consecutive years. It is a declining tax holiday computed as follows: 100% of employment income the first two years, 75% the third year, 50% the fourth year and 25% the fifth year. This measure also applies to other foreign experts; e.g., managers working in innovative fields.

How can we help you?

We have the expertise with R& D in Quebec and can help your companies maximize refundable tax credits for R&D. Give us a call today!

This document is intended for general information only. It should not be construed as legal, accounting, tax, or investment advice. Readers should consult a professional advisor concerning their situations and any specific investment matters.

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