

RELEASE NOTES

for Corporation Tax



Version 6.0 Build 1

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software

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INTRODUCTION

Over 80 major and minor changes have been made in this year's tax update. Please take time to familiarise yourself with the changes detailed below.

Major changes include a number of new sub sections:

- Rental Income
 - Residential Property and Commercial Property
- Trading Results
 - Industrial Building Allowance
 - Industrial Building Allowance claimed in respect of Aviation Services Facilities
 - Values of Assets
 - Qualifying expenditure incurred to develop IP assets
 - Overall expenditure incurred to develop IP assets
 - Overall income from IP asset
- Deductions, Reliefs and Credits
 - Show Relief under section 247 (non-trade charges)
 - Amount of relief
 - Company making an election
 - Tax Reference number of Jointly electing

Minor changes have been made to the following areas:

- Company Details
 - Details for Section 110 TCA 1997
- Research and Development Credit
 - Amount of clawed back
 - Total credit due
- Property Based Incentive
 - Living City Initiative

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This document outlines the changes made in **Relate Corporation Tax Version 6.1**. Please take time to read the notes and apply the update. If you have any queries, please contact software support on support@relate-software.com or call **+353 1 4597800 (ROI)**.

The following program changes have been introduced to fulfil the requirement of Revenue Department and requested from both user feedback and internal quality control reviews.

If you have any further changes you would like to see in Corporation Tax, please send an email to info@relate-software.com

Important

Please note it is very important that before running any database update you perform a database backup. Relate Software always advise that your practice takes regular backups to minimise any loss of data.

IMPORTANT CHANGES MADE THIS YEAR TO TAX UPDATE

RESIDENTIAL AND COMMERCIAL PROPERTY AND ALL OTHER SOURCES OF IRISH RENTAL INCOME

Rental Income from Land and Property in the State subsection now includes **Rental Income from the Residential Property** and **Commercial Property, Land and all other sources of Irish Rental Income** under Irish Rental Income for the Tax Year 2017.

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Irish Rental Income

Rental Income from Land and Property in the State

Where the registration requirements of part 7 of the Residential Tenancies Act 2004, have been complied with in respect of all tenancies which existed in relation to residential premises in this accounting period please tick the box

	Last Year	Current Year
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
Residential Property		
Number of properties let	0	2
Gross Rental Income (include 'Section 23' Relief clawback, if any)	€ 0	9800
Expenses Gross Rent Receivable Schedule		
Repairs etc	€ 0	230
Allowable Interest	€ 0	100
Total Residential Rent less Expenses	€ 0	9470
Commercial Property, Land and all other sources of Irish Rental Income		
Number of properties let	0	2
Rental Income (include 'Section 23' Relief clawback, if any)	€ 0	9720
Expenses Gross Rent Receivable Schedule		
Repairs etc	€ 0	160
Allowable Interest	€ 0	140
Total Commercial Rent less Expenses	€ 0	9420
Total Rents less Expenses	€ 0	18890
Balancing Charges	€ 0	100
(a) Losses carried forward from preceding accounting periods	€ 0	100
(b) Amount of losses at (a) above utilised in this accounting period	€ 0	50
(c) Amount of losses forward not used in this accounting period and available for carry forward to succeeding accounting periods	€ 0	50

Residential Property and Commercial Property Land and all other sources of Irish Rental Income under Rental Income from Land and Property in the State in the **Irish Rental Income** section.

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Figure: Residential Property and Commercial Property, Land and all other sources of Irish Rental Income

INDUSTRIAL BUILDINGS ALLOWANCE CLAIMED IN RENTAL CAPITAL ALLOWANCE

Two new fields have been created to show the amount of Industrial Buildings Allowances claimed in respect of Aviation Services Facilities (Sec. 268(1)(n)) under Rental Capital Allowances in Irish Rental Income section.

The following two fields have been added for the Tax Year 2017.

- **If any amount of Industrial Building Allowance claimed above in respect of Aviation Services Facilities (Sec.268(1)(n)), provide the following information: If applicable tick the box.**
- **Amount of claim at accelerated rate provided for under section 272(3)(k)(i): If applicable enter the amount.**

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Irish Rental Income

Rental Capital Allowances

Where a claim to tax relief on property based incentive schemes is included in this Panel tick the box and give details in the Details of Property Based Incentives Panel

Capital Allowances which are allowable against Rental Income only (include capital allowances forward)

Other Rental Capital Allowances

(a) If any amount of Industrial Buildings Allowance claimed above is in respect of a property in the Living City Initiative (S.372AAC) tick the box and provide the required information

[Living City Initiative](#)

(b) If any amount of Industrial Buildings Allowance claimed above is in respect of Aviation Services Facilities (Sec. 268(1)(n)), provide the following information

	Last Year	Current Year
Capital Allowances which are allowable against Rental Income only (include capital allowances forward)	€ 0	890
Other Rental Capital Allowances	€ 0	0
(a) If any amount of Industrial Buildings Allowance claimed above is in respect of a property in the Living City Initiative (S.372AAC) tick the box and provide the required information	Yes	No
(b) If any amount of Industrial Buildings Allowance claimed above is in respect of Aviation Services Facilities (Sec. 268(1)(n)), provide the following information	Yes	No
(i) Amount of claim at accelerated rate provided for under section 272(3)(k)(i)	€ 0	500
(ii) The address of Building or Structure		
eircode		
(iii) Aggregate amount of Expenditure	€ 0	0
Total Capital Allowances for offset against Rental Income	€ 0	890

Excess Rental Capital Allowances for offset against other income

If you wish to elect to offset Excess Capital Allowances from this accounting period that you have entered at Other Rental Capital Allowances (above) against other income in this accounting period (Section 308(4) TCA 1997) enter the relevant amount

Group Relief claimed in respect of Excess Capital Allowances for offset against other income in this accounting period

€ 0

€ 0

2 new fields in Rental Capital Allowances in Irish Rental Income

Figure: Two new fields in Rental Capital allowances

The Living City Initiative is a scheme of property tax incentives which applies in certain 'special regeneration areas' in the centres of Dublin, Cork, Limerick, Galway, Waterford and Kilkenny. These areas have been designated by Order of the Minister for Finance.

The scheme provides for tax relief for qualifying expenditure incurred on both residential and certain commercial refurbishment and conversion work that is carried out during the qualifying period. The qualifying period for incurring qualifying expenditure on owner/occupied residential property and commercial property started on 5 May 2015 and ends on 4 May 2020. The equivalent period for incurring expenditure on the refurbishment or conversion of rented residential property starts on 1 January 2017 and ends on 4 May 2020.

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Irish Rental Income

Rental Capital Allowances

Where a claim to tax relief on property based incentive schemes is included in this Panel tick the box and give details in the Details of Property Based Incentives Panel

Capital Allowances which are allowable against Rental Income only (include capital allowances forward)

Other Rental Capital Allowances

(a) If any amount of Industrial Buildings Allowance claimed above is in respect of a property in the Living City Initiative (S.372AAC) tick the box and provide the required information

	Last Year	Current Year	
<input type="checkbox"/>	€ 0	890	
<input type="checkbox"/>	€ 0	0	
Yes	No	Yes	No
<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Yes	No	Yes	No
<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
€ 0	500		
(ii) The address of Building or Structure			
eircode			
(iii) Aggregate amount of Expenditure	€ 0	0	
Total Capital Allowances for offset against Rental Income	€ 0	890	

Excess Rental Capital Allowances for offset against other income

If you wish to elect to offset Excess Capital Allowances from this accounting period that you have entered at Other Rental Capital Allowances (above) against other income in this accounting period (Section 308(4) TCA 1997) enter the relevant amount

	Last Year	Current Year
€ 0	0	
Group Relief claimed in respect of Excess Capital Allowances for offset against other income in this accounting period	€ 0	0

Click here to open the Living City Initiative

Figure: Living City Initiative in Rental Capital Allowances

Click on the hyperlink “**Living City Initiative**” and the new subsection will appear, as shown below:

The following highlighted fields have been introduced in **Living City Initiative** under **Irish Rental Income** section for the **Tax Year 2017**.

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Irish Rental Income

Living City Initiative

	Last Year	Current Year
1. Amount of claim:		
(a) Under section 372AAC (Commercial Property)	€ 0	€ 800
(a) Under section 372AAD (Commercial Property)	€ 0	€ 900
2. The address of:		
(a) The qualifying premises in respect of which the qualifying expenditure was incurred (s. 372AAC)		Unit D6, Southcity Business Park, Whitestown Way, Tallaght, Dublin 24
Eircode		A11 F1E1
(b) The special qualifying premises in respect of which the eligible expenditure was incurred (s.372AAD)		Unit 6, Southcity Business Park, Whitestown Way, Tallaght, Dublin 24
Eircode		A11 F1E2
3. Details of the aggregate of all:		
(a) Qualifying expenditure incurred by the company in respect of the qualifying premises (s. 372AAC)		Unit D6, Southcity Business Park, Whitestown Way, Tallaght, Dublin 24
(b) Eligible expenditure incurred by the company in respect of the special premises (s. 372AAD)		Unit 6, Southcity Business Park, Whitestown Way, Tallaght, Dublin 24
4. Where section 372AAC applies, a brief description of the nature of the retail or other service which is provided or is to be provided in the qualifying premises e.g. Doctor, Dentist, Legal Services, Accountant, Hairdressing/Beauty, Bar/Café, Other.		Other
5. Where section 372AAD applies:		
(a) The unique identification number (if any) assigned to the qualifying premises under section 27 Finance (Local Property Tax) Act 2012 (Property ID for LPT purposes).		1234567
(b) Reference number supplied by the local authority with the letter of certification.		AB123456

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Figure: New fields in Living City Initiative in Irish Rental Income

INDUSTRIAL BUILDINGS ALLOWENCE CLAIMED IN RESPECT OF AVIATION SERVICES FACILITY

Capital allowances for expenditure incurred on the construction and refurbishment of buildings and structures (referred to as Aviation Services Facilities) in use for the purposes of the maintenance, repair or overhaul of commercial aircraft, and the dismantling of such aircraft for the purposes of salvaging or recycling parts and materials.

The two new fields introduced under Industrial Building are as follows for the Tax Year 2017:

- **If any amount of Industrial Buildings Allowances claimed above is in respect of Aviation Services Facilities (Sec.268(1)(n), provide the following information: If applicable use the tick box.**
- **Amount of claim at accelerated rate provided for under section 273(3)(k)(i): If applicable enter the amount in the field.**

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Trading Results

Balancing Charges € 0 0

Capital Allowances

[Capital Allowances Schedule](#)

Where a claim to tax relief on property based incentive schemes is included below tick the box and give details in the Details of Property Based Incentives Panel

(a) Machinery and Plant (including motor vehicles and specified intangible assets) € 0 0

(b) If any amount entered at (a) above refers to 'energy-efficient equipment' under Sec 285A TCA 1997 enter that amount here € 0 0

[\(c\) If any amount at \(a\) above refers to capital allowances for specified intangible assets \(Sec. 291A TCA 1997\) complete the following entries:](#)

Industrial Buildings € 0 0

(a) If any amount of Industrial Buildings Allowance claimed above is in respect of a property in the Living City Initiative (S.372AAC) tick the box and provide the required information

	Yes	No	Yes	No
Living City Initiative	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

(b) If any amount of Industrial Buildings Allowance claimed above is in respect of Aviation Services Facilities (Sec. 268(1)(n), provide the following information:

(i) Amount of claim at accelerated rate provided for under section 273(3)(k)(i) 0 500

(ii) The address of Building or Structure

eircode

(iii) Aggregate amount of Expenditure € 0 0

Other capital allowances (including patent rights) and relief for know-how under Sec. 768 TCA 1997 € 0 0

New fields added under in Trading Results

Figure: New fields for Industrial Buildings Allowence calimed in respect of Aviation Services Facilities

INDUSTRIAL BUILDINGS ALLOWANCES CLAIMED UNDER PROFITS FROM QUALIFYING ASSETS

Industrial Buildings Allowances claimed above is in respect of Aviation Services Facilities (Sec.268(1)(n) in Profits from Qualifying Assets under Chapter 5 of Part 29 TCA 1997 Details sub section introduced for the Tax Year 2017 as follows:

- If any amount of Industrial Buildings Allowances claimed above is in respect of Aviation Services Facilities (Sec. 268 (1)(n), provide the following information: If applicable tick the box.
- Amount of claim at accelerated rate provided for under section 272(3)(k)(i) : If applicable enter the amount.

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Trading Results

Industrial Buildings

Industrial Buildings € 0

(a) If any amount of Industrial Buildings Allowance claimed above is in respect of a property in the Living City Initiative (S.372AAC) tick the box and provide the required information

Yes No Yes No

[Living City Initiative](#)

(b) If any amount of Industrial Buildings Allowance claimed above is in respect of Aviation Services Facilities (Sec. 268(1)(n), provide the following information:

(i) Amount of claim at accelerated rate provided for under section 272(3)(k)(i) € 500

(i) Aggregate amount of Expenditure € 0

(ii) The address of Building or Structure

eircode

Other Capital Allowances

(a) Other capital allowances (including patent rights) and relief for know-how under Sec. 768 TCA 1997 € 0

(b) If any amount at (a) above refers to patent rights or know-how complete the following entries

(i) Amount of expenditure on patent rights in this accounting period for which the company is making an election under Sec. 755(4)(a) TCA 1997 € 0

(ii) Amount of capital allowances claimed under Sec. 755(1) TCA 1997 for this accounting period in respect of the purchase of patent rights € 0

(iii) Amount of expenditure on know-how in this accounting period for which the company is making an election under Sec. 768(8) TCA 1997 € 0

(iv) Amount of allowance claimed under Sec. 768(2) TCA 1997 for this accounting period in respect of expenditure on know-how € 0

Research and Development Box

Two new fields in Profit from Qualifying Assets under Chapter 5 of Part 29 TCA 1997 Details

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Figure: New fields in Industrial Buildings Allowances claimed under Profits from Qualifying Assets

VALUES OF ASSETS AND NO. OF ASSETS IN PROFITS FROM QUALIFYING ASSETS

Qualifying Assets determines an asset that necessarily takes a substantial period of time to get ready for its intended use or sale. Under Section 769R a qualifying asset includes Computer programs, Qualifying patents, claims pursuant to section 769R, Family of Assets and Other assets. Two new fields included for the Tax Year 2017 to show the Value of Assets under Number of Qualifying Assets in respect of which the above relief is being claimed in **Profits from Qualifying Assets under Chapter 5 of Part 29 TCA 1997 Details sub section.**

- **Value of Assets for Computer programs, Qualifying patents, claims pursuant to section 769R, Family of Assets and Other assets for Prior Years and New Claims.**
- **Values of Assets for Prior Years and New Claims which is a qualifying asset pursuant to S.769R which is included in a family of assets for the first time during the year.**

Trading Results
succeeding accounting periods

Total Losses appropriate to this trade, before Capital Allowances, in this accounting period € 0

Charges relevant to Qualifying Assets (Enter Sec.247 non-trade charges and Group Relief non-trade charges in Deductions, Reliefs, Credits Panel) € 0

Group Relief relevant to Qualifying Assets € 0

(b) If any amount at (a) refers to Excess Capital allowances enter that amount here € 0

(c) If any amount at (a) above refers to Excess Trade Charges enter that amount here € 0

Relief under Sec.396A(3)TCA 1997 in respect of Qualifying Assets (carry back of losses) € 0

Number of Qualifying Assets in respect of which the above relief is being claimed

	Prior Years		New Claims	
	No. of Assets	Value of Assets	No. of Assets	Value of Assets
Computer programs	15	5000	20	7000
Qualifying patents	25	7000	30	8000
Claims pursuant to section 769R	15	6000	20	8000
Family of Assets	15	50000	20	75000
Other assets	10	30000	15	45,000

Indicate the number and value of any asset which is a qualifying asset pursuant to S.769R which is included in a family of assets for the first time during the year

No. of Assets	Value of Assets
70	105

Knowledge Development Box - Protective Claim under Sec.769P(2)

(i) Amount of protective claim in prior years € 0

(ii) Amount of protective claim in current year € 0

(ii) Total protective claim as at end of accounting period € 0

New field Value of Assets for Prior Years / New Claims and No of Assets for Prior Years / New Claims added

Figure: 2 new fields added in Number of Qualifying Assets in respect of which the relief is claimed

INTRODUCED AMOUNT OF INDUSTRIAL BUILDINGS ALLOWANCE CLAIMED

Industrial Building Allowances claimed in respect of Aviation Services Facilities (Sec. 268 (1)(n) in **Profits from Qualifying Assets under Chapter 5 of Part 29 TCA 1997 Details** sub section has been included for the Tax Year 2017 in **Trade Details** section.

The following two fields have been introduced under Industrial Buildings.

- **If any amount of Industrial Buildings Allowance claimed above in respect of Aviation Services Facilities (Sec.268(1)(n), provide the following information: If applicable tick the box.**
- **Amount of claim at accelerated rate provided for under section 272(3)(k)(i): If applicable enter the amount.**

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Trading Results

Industrial Buildings

Industrial Buildings € 0

(a) If any amount of Industrial Buildings Allowance claimed above is in respect of a property in the Living City Initiative (S.372AAC) tick the box and provide the required information

	Yes	No	Yes	No
	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

[Living City Initiative](#)

(b) If any amount of Industrial Buildings Allowance claimed above is in respect of Aviation Services Facilities (Sec. 268(1)(n), provide the following information:

(i) Amount of claim at accelerated rate provided for under section 272(3)(k)(i) € 500

(i) Aggregate amount of Expenditure € 0

(ii) The address of Building or Structure

eircode

Other Capital Allowances

(a) Other capital allowances (including patent rights) and relief for know-how under Sec. 768 TCA 1997 € 0

(b) If any amount at (a) above refers to patent rights or know-how complete the following entries

(i) Amount of expenditure on patent rights in this accounting period for which the company is making an election under Sec. 755(4)(a) TCA 1997 € 0

(ii) Amount of capital allowances claimed under Sec. 755(1) TCA 1997 for this accounting period in respect of the purchase of patent rights € 0

(iii) Amount of expenditure on know-how in this accounting period for which the company is making an election under Sec. 768(8) TCA 1997 € 0

(iv) Amount of allowance claimed under Sec. 768(2) TCA 1997 for this accounting period in respect of expenditure on know-how € 0

Two new fields in Profit from Qualifying Assets under Chapter 5 of Part 29 TCA 1997 Details

Knowledge Development Box

Figure: 2 new tax fields for Industrial Building Allowance claimed in Trading Results

INTRODUCED NEW FIELDS IN KNOWLEDGE DEVELOPMENT BOX

The Knowledge Development Box (KDB) was introduced by Finance Act 2015 for companies whose accounting period commences on or after 1st of January 2016. It is a regime of the taxation income which arises from patents, copyrighted software. The regime is only available to companies that carried out the research and development (R&D), within the meaning of section 766 Taxes Consolidation Act 1997 (TCA 1997), which led to the creation of the patent, copyrighted software or intellectual property (IP) equivalent to a patentable invention. A company which qualifies for the regime will be entitled to a deduction equal to 50% of its qualifying profits in computing the profits of its specified trade. In effect, the profits arising from patents, copyrighted software or IP equivalent to a patentable invention are taxed at 6.25%.

3 new fields have been introduced for the Tax Year 2017 under Knowledge Development Box in Profits from Qualifying Assets under Chapter 5 of Part 29 TCA 1997 Details sub section of **Trade Details Section**. The new fields are as follows:

- **Qualifying expenditure incurred to develop IP assets: If applicable enter the amount.**
- **Overall expenditure incurred to develop IP assets: If applicable enter the amount.**
- **Overall income from IP asset: If applicable enter the amount.**

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Trading Results

(iv) Amount of allowance claimed under Sec. 768(2) TCA 1997 for this accounting period in respect of expenditure on know-how € 0

Knowledge Development Box

Enter amount of Relief Claimed under Sec. 769I and provide the following information € 10500

(i) Qualifying expenditures incurred to develop IP asset € 0 2500

(ii) Overall expenditure incurred to develop IP asset € 0 3500

(iii) Overall income from IP asset € 0 4500

(a) Trading Losses forward relevant to Qualifying Assets (from earlier accounting period(s)) € 1000

(b) Amount of losses at (a) above utilised in this accounting period € 500

(c) Amount of losses forward not used in this accounting period and available for carry forward to succeeding accounting periods € 500

Total Losses appropriate to this trade, before Capital Allowances, in this accounting period € 2000

Charges relevant to Qualifying Assets (Enter Sec.247 non-trade charges and Group Relief non-trade charges in Deductions, Reliefs, Credits Panel) € 1250

Group Relief relevant to Qualifying Assets € 3500

(b) If any amount at (a) refers to Excess Capital allowances enter that amount here € 1250

(c) If any amount at (a) above refers to Excess Trade Charges enter that amount here € 2500

Relief under Sec.396A(3)TCA 1997 in respect of Qualifying Assets (carry back of losses) € 1,500

Number of Qualifying Assets in respect of which the above relief is being claimed

	Prior Years		New Claims	
	No. of Assets	Value of Assets	No. of Assets	Value of Assets
Computer programs	15	5000	20	7000
Qualifying patents	25	7000	30	8000
Claims pursuant to section 769R	15	6000	20	8000

3 New fields added under Knowledge Development Box for the Tax Year 2017 in Trading Result

Figure: 3 new fields introduced under Knowledge Development Box in the Trading Result section

AMOUNT OF RELIEF UNDER SECTION 247 IN DEDUCTION, RELIEFS AND CREDITS SECTION

In Deduction, Reliefs and Credits section the following fields have been added under Deduction sub section. The following fields have been added for the Tax Year 2017.

- **Indicate if any amount entered at “Relief under section 247 (non-trade charges)” is in respect of acquisition of a holding company in a tiered structure: If applicable select Yes/ No.**
- **Amount of that relief: If applicable enter the amount.**
- **Indicate if the company is making an election under Sec.247 (4A)(e)(iii): If applicable select Yes/ No.**
- **Provide the Tax Reference number of the company Jointly electing: If applicable enter the Tax Reference Number of the company.**

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Deductions, Reliefs and Credits

Deductions

	Last Year	Current Year
Management Expenses	€ 0	2,250
Group Relief - Management Expenses	€ 0	3,250
(a) Relief under Section 247 (non-trade charges)	€ 0	1,250
(b) Indicate if any amount entered at (a) above is in respect of the acquisition of a holding company in a tiered structure	<input type="radio"/> Yes <input checked="" type="radio"/> No	<input checked="" type="radio"/> Yes <input type="radio"/> No
(c) Amount of that relief	€ 0	1,500
(d)(i) Indicate if the company is making an election under Sec.247(4A)(e)(iii)	<input type="radio"/> Yes <input checked="" type="radio"/> No	<input checked="" type="radio"/> Yes <input type="radio"/> No
(ii) Provide the Tax Reference number of the company Jointly electing		1234567T
Group Relief (non-trade charges)	€ 0	2,100

Other Deductions

Specify Details of Other Deductions

Amount of Other Deductions

	Last Year	Current Year
Double Taxation Relief (excluding relief claimed under Additional Foreign Credit below)	€ 0	1,100
(a) Additional Foreign Credit (Schedule 24 par 91) – amount of relief claimed under subparagraph (4)(a)	€ 0	600
(b) Additional Foreign Credit (Schedule 24 par 91) – amount of relief claimed under subparagraph (4)(b)	€ 0	500
(a) Amount of relief claimed under Section 486C in this accounting period	€ 0	400
(b) Excess 'total contribution' in this accounting period to be carried forward	€ 0	500

Other Reliefs

New fields in Deductions under Deduction, Reliefs and Credits

Figure: New fields introduced under Deduction in Deduction, Reliefs and Credits.

MINOR CHANGES MADE IN THIS YEARS TAX UPDATE

INTRODUCED SECTION 110 TCA 1997-QUALIFYING COMPANIES

A company resident in the State which carries on a business of the management of qualifying assets which it acquired from the original lender or original lenders or the originator or originators, as the case may be, and does not carry on any other business, apart from activities which are ancillary to the business of the management of those qualifying assets, but a company shall not be a qualifying company if any transaction is carried out by it otherwise than by means of a bargain made at arm's length is considered as Qualifying Companies.

Section 110 TCA 1997 provides for a tax regime for certain special purpose companies. In order to be taxed under the provisions of section 110 TCA 1997 Section 110 TCA 1997- Qualifying Companies sub section added.

The screenshot displays the 'KT1 QSports Limited Tax Return 2017' software interface. The 'Company Details' section is active, and the 'Section 110 TCA 1997 - Qualifying Companies' sub-section is highlighted with a red box. This sub-section contains a question: 'Indicate if the company is a qualifying company within the meaning of Section 110 TCA 1997.' with radio buttons for 'Yes' and 'No'. Below this is a hyperlink: 'To Enter or Edit Details for Section 110 TCA 1997 - Qualifying Companies, click this Link.' with a green checkmark. Other sections visible include 'Purchase of own shares by a quoted company (Section 175 TCA 1997)', 'Purchase of own shares by an unquoted company (Section 176)', 'Groups', 'Details of Parent Company', 'Subsidiaries', and 'Group Relief'. A red arrow points from a text box at the bottom left to the hyperlink in the highlighted section.

Click on the hyperlink to open the sub section.

Figure: New sub section Section 110 TCA 1997- Qualifying Companies

For the Tax Year 2017 additional information must be provided to Revenue as part of that notification for "Qualifying Company" under the Details for Section 110 TCA 1997- Qualifying Companies.

KT1 QSports Limited Tax Return 2017

Save & Close Home Back Next Calculate Create CT1 CT1

Desktop

- Company Details
- Trading Results
- Extract from Accounts
- Irish Rental Income
- Irish Investment and Other Income
- Foreign Income
- Exempt Profits
- Capital Gains
- Chargeable Assets
- Deductions, Reliefs and Credits
- Research and Development Credit
- Capital Gains(Development Land)
- Close Company Surcharge
- Recovery of Income Tax
- Dividend Withholding Tax
- Property Based Incentive
- CT Self Assessment
- CGT/IT Self Assessment

Company Details

Details For Section 110 TCA 1997 - Qualifying Companies

1. Do the qualifying assets include specified mortgages? ☐ Yes ☒ No

2. If Yes, do you carry out a 'specified property business' within the meaning of Section 110(5A)? ☐ Yes ☒ No

3. If No, indicate by ticking the appropriate box below why your business involving the specified mortgages is not a specified property business:

(a) It is a CLO transaction ☐

(b) It is a CMBS/RMBS transaction ☐

(c) It is a loan origination business ☐

(d) It is a sub-participation transaction ☐

4. If Yes, provide the following information in respect of the specified property business:

(a) Value of the specified mortgages as shown in the accounts € 15,000

(b) Taxable profits of specified property business prior to any deductions available under Section 110(5A)(d) € 15,000

(c) Amount of deductions permitted by-

(i) Section 110(5A)(d)(i)(I) € 500

(ii) Section 110(5A)(d)(i)(II) € 500

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KT1 QSports Limited Tax Return 2017

Figure: Hyperlink opens Details for Section 110 TCA 1997- Qualifying Companies

CLAW BACK AMOUNT IN RESEARCH AND DEVELOPMENT CREDIT

We have introduced two new fields in Research and Development Credit section. The claw back procedure has been introduced as per the guidance of Revenue for the Tax Year 2017. The following 2 new fields have been introduced.

- **Amount of Research and Development credit being clawed back: If applicable enter the amount**
- **Total Research and Development credit now due in this accounting period: If applicable enter the amount.**

Desktop

- Company Details
- Trading Results
 - Extract from Accounts
- Irish Rental Income
- Irish Investment and Other Income
- Foreign Income
- Exempt Profits
- Capital Gains
- Chargeable Assets
- Deductions, Reliefs and Credits
- Research and Development Credit**
 - Capital Gains(Development Land)
 - Close Company Surcharge
 - Recovery of Income Tax
 - Dividend Withholding Tax
 - Property Based Incentive
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 - CGT/IT Self Assessment

Research and Development Credit

1. (b) If any amount at (a) above refers to expenditure on machinery _plant, enter that amount here. € 0 500
2. Amount of credit included at (a) above that has been surrendered in accordance with Sec.766(2A). € 0 500
3. Amount of unused credit claimed under Sec. 766 TCA 1997 carried forward from a previous accounting period excluding unused credit carried forward under Sec. 766(4B)(b)(ii)(I) and Sec. 766(4B)(b)(iii)(I) TCA 1997 € 0 400
4. Amount of unused credit carried forward under Sec. 766(4B)(b)(ii)(I) TCA 1997 € 0 500
5. Amount of unused credit carried forward under Sec. 766(4B)(b)(iii)(I) TCA 1997 € 0 600
6. Amount of credit claimed on the construction or refurbishment of a building under Section 766A TCA 1997 in this accounting period € 0 700
7. Amount of unused credit claimed on the construction or refurbishment of a building under Sec. 766A TCA 1997 carried forward from a previous accounting period excluding unused credit carried forward under Sec. 766A(4B)(b)(ii)(I) TCA 1997 and Sec. 766A(4B)(b)(iii)(I) TCA 1997 € 0 400
8. Amount of unused credit carried forward under Sec. 766A(4B)(b)(ii)(I) TCA 1997 € 0 200
9. Amount of unused credit carried forward under Sec. 766A(4B)(b)(iii)(I) TCA 1997 € 0 300
10. Amount of unused credit carried forward under Sec.766(4C) € 0 300
- Please enter the tax number of the first predecessor company in the box provided. 1234567K
- Please enter the tax number of the second predecessor company in the box provided (if any). 1234567J
- Please enter the tax number of the third predecessor company in the box provided (if any). 1234567I
11. Amount of unused credit carried forward under Sec.766A(3A) € 0 100
- Please tick the box to confirm that the building or structure, which was the subject of the claim by the predecessor company, has been transferred to the successor company in accordance with Sec. 766A(3A). ☐ ☒
12. Amount of Group Relief claimed under Section 766A TCA 1997 (excess credit claimed) € 0 100
13. Amount of Group Relief surrendered under Section 766A(4)(b) TCA 1997 (excess credit surrendered) € 0 100
14. Total Research and Development credit claimed in this accounting period € 0 100
15. Amount of Research and Development credit being clawed back € 0 100
16. Total Research and Development credit now due in this accounting period € 0 100

2 new fields added in Research and Development Credit

Figure: 2 new fields introduced in Research and Development Credit

LIVING CITY INITIATIVE SCHEME IN PROPERTY BASED INCENTIVE

This section is for specific schemes to achieve relief on the Residential Property and Industrial Building Allowances.

The following field has been introduced in Property Based Incentive section for the Tax Year 2017:

- **Living City Initiative Scheme (Section 372AAD TCA 1997): If applicable enter the amount.**

The screenshot shows the 'Property Based Incentive' section of the 'KT1 QSports Limited Tax Return 2017' software. The left-hand navigation pane lists various sections, with 'Property Based Incentive' highlighted. The main area displays a table of incentives. A red box highlights the 'Living City Initiative Scheme (Section 372AAD TCA 1997)' row, which has a value of 0. A red arrow points from a text box at the bottom left, labeled 'New field in Property Based Incentive', to this row. Below the table, there is a text area for additional schemes and a final input field for the total amount, which is also set to 0.

Description	Section	€	0	0	€	0	0
Buildings used for certain childcare purposes	S.843A	€	0	0	€	0	800
Buildings or structures in registered caravan & camping sites	S.268(2D)	€	0	0	€	0	750
Mid-Shannon Corridor Tourism Infrastructure Investment Scheme [372AW TCA 1997]	372AW	€	0	0	€	0	800
Living City Initiative Scheme (Section 372AAC TCA 1997)	372AAC	€	0	0	€	0	1,000
Living City Initiative Scheme (Section 372AAD TCA 1997)		€	0				1,500
Aviation Services Facilities (Section 268(1)(n) TCA 1997)	268(1)(n)	€	0	0	€	0	0

Where the scheme(s) on which you are claiming relief is/are not listed above state the name of the incentive Scheme(s), quote the relevant Section and enter the amount of relief claimed in the accounting period (Owner Occupier/Investor-Lessor).

€ 0 0

Figure: New field in Property Based Incentive section

The following fields have been removed from the Relate Corporation Tax for the Tax Year 2017.

We have removed the following tax fields from **Trading Result section**.

- “If any amount (a) above refers to computer software in respect of which an election is being made under Sec. 249 (4)(a) TCA 1997 enter that amount here” has been removed from Trade Profit 12.5% sub section.
- “Market value of the property prior to refurbishment / conversion” has been removed from **Living City Initiative**.
- “If the company making is making an election under Sec. 249(4)(a) TCA 1997” tick box has been removed from the **Profits from Qualifying Assets under 5 of Part 29**.
- Total Assets field in Number of Qualifying Assets in respect which the relief is being claimed under Profits from **Qualifying Assets under Chapter 5 of 29 TCA 1997 Details**.
- A brief description of the nature of the retail or other service which is provided or is to be provided in the qualifying premises removed from **Living City Initiative under Trade Profits at 12.5% sub section**.
- Market value of the property prior to refurbishment / conversion for the current year removed from **Living City Initiative under Profit from Qualifying Assets under Chapter 5 of Part 29 TCA 1997** sub section.
- “If the Company is making an election under Sec. 291(4)(a) TCA1997” tick box for both last year and current year have been removed from the **Trade Profits Chargeable capital allowances for specified intangible assets (Sec. 291 A TCA1997) sub section**.
- If any amount at Machinery and Plant (including motor vehicles and specified intangible assets) refers to computer software in respect of which an election is being made under Sec. 291(4)(a) TCA 1997 field has been removed from Profits from **Qualifying Assets under Chapter 5 of Part 29 TCA 1997 Details Sub Section**.

We have removed the following tax fields from **Irish Rental Income Section**.

- Rental Income (include 'Section 23' Relief clawback, if any) tax filed removed from **Rental Income from Land and Property in the State**.
- Current Year Amount of Claim removed from **Living City Initiative**.
- The address of the qualifying premises in respect of which the qualifying expenditure was incurred tax field for the current year removed from **Living City Initiative**.
- Eircode for the current year removed from **Living City Initiative**.
- Details of the aggregate of all qualifying expenditure incurred by the company in respect of the qualifying premises for the current year removed from **Living City Initiative**.
- A brief description of the nature of the retail or other services which is provided or is to be provided in the qualifying premises for the current year removed from **Living City Initiative**.