



IP BOX for business

Make the most of your potential!

Only 5% income tax.

The 5% CIT/PIT rate applies to income earned from qualified intellectual property rights. It is a kind of additional tax preference for entrepreneurs who conduct research and development (R&D) activities.

Conditions necessary to take advantage of the IP BOX relief

- Conducting R&D activities related to the creation, development or improvement of eligible intellectual property rights
- Separating income from qualified IP rights in the books

Qualified IP



Copyright to computer programs



Exclusive right to a new plant variety



Protection right for a utility model



Additional protection right for a patent for medicinal product or plant protection product



Rights to medicinal products and veterinary medicinal products authorised for trading



Rights to industrial design



Tights to layout designs (topographies) of integrated circuits



Patents

Qualified income

- Income from the sale of qualifying IP rights
- Income from the sale of products and services for which qualified IP is included in the price
- Income from fees or royalties under a license agreement relating to qualified IP
- Income from damages for infringement of rights under qualified IP

Taxpayers

- Capital companies
- Partners in a partnership
- Natural persons running a business

How to apply this in practice?

Stage 1. Analyze

Check whether the income your company earns is the so-called qualified IP income

Stage 2. Document

Keep separate records for the IP BOX purposes

Stage 3. Settle tax

Calculate nexus fraction and IP BOX relief amount
File your annual tax return
Enjoy the money you saved

Stage 4. Monitor

Keep records for the IP BOX on an ongoing and continuous basis

CONTACT

Should you be interested and looking for support on the above topic, please feel free to contact us. Our experts will provide support in the implementation of the IP BOX preferential treatment in your company.



Mikołaj Ratajczak
Associate Partner
Tax Advisor
TPA Poland
mikolaj.ratajczak@tpa-group.pl



Grzegorz Gajda
Partner
Attorney-at-law
Baker Tilly Legal Poland
grzegorz.gajda@bakertilly.pl



Iga Kwaśny
Partner
Accounting & Payroll
Outsourcing
TPA Poland
iga.kwasny@tpa-group.pl

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