Inserts for
Tax Laws Amendment (2013 Measures No. 2) Bill 2013: Targeting R&D tax incentive to small and medium businesses

Commencement information

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<th>Provision(s)</th>
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<td>2. Schedule ??</td>
<td>The day this Act receives the Royal Assent.</td>
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Schedule ??—Targeting R&D tax incentive to small and medium businesses

**Income Tax Assessment Act 1997**

1. After section 355-100

Insert:

355-103 Exception for large businesses

(1) Despite section 355-100, an "R&D entity is not entitled under that section to a "tax offset for an income year if its amount worked out under subsection (2) for the income year is $20 billion or more."

R&D entity’s aggregated assessable income

(2) The "R&D entity’s amount for the income year is the sum of:

(a) its assessable income for the income year; and

(b) the assessable income for the income year of any entity that is "connected with the R&D entity at any time during the income year; and
(c) the assessable income for the income year of any entity that is an "affiliate of the R&D entity at any time during the income year; and

(d) the assessable income for the income year of any entity of which the R&D entity is an affiliate at any time during the income year.

2 Application of amendment

The amendment made by this Schedule applies in relation to an R&D entity's assessments for income years commencing on or after 1 July 2013.