CORPORATION NAME

FEDERAL IDENTIFICATION NUMBER

Schedule RC Research Credit   2015

Controlled groups and entities under common control are required to compute the credit on an aggregate basis. Refer to Regulation 830 CMR 63.38M.1(7). Enclose Schedule RC to the return of each member of the group claiming Massachusetts basic research payments, qualified research expenses, research credit carryfoward or research credit against the excise. Enter group totals in lines 2 through 4 and 11 through 15. Corporations that are not members of a controlled group must enter their individual amounts in these lines.

Fill in applicable oval(s):
▶ ⬭ Massachusetts gross receipts are being used to compute the fixed base and average annual receipts.
⬭ Federal gross receipts are being used to compute the fixed base and average annual receipts.
▶ ⬭ Corporation is electing to calculate the credit separately for defense related activities under 38M(i) or is claiming the life sciences research credit under 38W. If either of these conditions applies, submit separate schedules RC for each category of research credit applicable and fill in one of the following ovals on each Schedule RC filed (see instructions): ⬭ General research ⬭ Defense-related ⬭ Life science

PART 1. MASSACHUSETTS RESEARCH CREDIT GENERATED

1 Basic research payments made by this corporation 1

2 Total group basic research payments. 2

3 Group base period amount. 3

4 Group incremental research payments. Subtract line 3 from line 2. 4

5 Total group credit for basic research payments. Multiply line 4 by .15 5

6 Qualified wage expenses for this corporation . . . . ▶ 6

7 Qualified supply expenses for this corporation . . . . ▶ 7

8 Qualified computer rental time expenses for this corporation . . . . ▶ 8

9 65% of qualified contract expenses for this corporation . . . . ▶ 9

10 Total qualified research expenses for this corporation. Add lines 6 through 9 10

11 Total group qualified research expenses 11

12 Group fixed base ratio. Not more than 16%. See instructions 12

13 Group average annual receipts. See instructions . . . . ▶ 13

14 Base amount. See instructions . . . . ▶ 14

15 Group incremental research expenses. Subtract line 14 from line 11 15

16 Total group credit for qualified expenses. See instructions: ⬭ 10% ⬭ 5% 16

17 Total basic research payments and qualified expenses for this corporation. Add lines 1 and 10 17

18 Total basic research payments and qualified expenses for the group. Add lines 2 and 11 18

19 Allocation percentage for this corporation. Divide line 17 by line 18. 19

20 Total group research credit generated. Add lines 5 and 16 20

21 Total credit generated by this corporation in current year. Multiply line 19 by line 20. See instructions . . . ▶ 21

PART 2. MASSACHUSETTS RESEARCH CREDIT USED

The amount of the credit that may be used to reduce the excise is limited to 100% of the corporation's first $25,000 of corporate excise liability plus 75% of the corporation's excise liability over $25,000. A single $25,000 amount applies to all members of an aggregate group, even if not filing as Massachusetts combined group. Corporations that are not members of an aggregate group should enter the amount in line 1 in line 2 and 100% in line 3.

Is this schedule reporting a Life Science Research Credit under M.G.L. Ch. 63 sec. 38W?: ◯ Yes ◯ No

1 Total excise before credits for this corporation (from form 355, line 6, Form 355S, line 9 or Schedule U-IC, line 1) 1

2 Total group excise before credit. See instructions 2

3 Allocation percentage for the $25,000 excise bracket 3

4 Corporation's share of excise not subject to the 75% limitation (line 3 percentage × $25,000, but not more than line 1) 4

5 Corporation's excise subject to the 75% limitation. Subtract line 4 from line 1 5

6 75% of excise subject to limitation 6

7 Corporation's subtotal of excise within the limitation. Add lines 4 and 6 7