

▶ See separate instructions.
▶ Attach to your return.

Name(s) shown on return

Identifying number

Part I Current Year Credit (Members of controlled groups or businesses under common control, see instructions.)

Section A—Regular Credit. Skip this section and go to Section B if you are electing or previously elected the alternative incremental credit.

1	Basic research payments paid or incurred to qualified organizations (see instructions)	1		
2	Qualified organization base period amount	2		
3	Subtract line 2 from line 1. If zero or less, enter -0-	3		
4	Wages for qualified services (do not include wages used in figuring the work opportunity credit)	4		
5	Cost of supplies	5		
6	Rental or lease costs of computers (see instructions)	6		
7	Enter the applicable percentage of contract research expenses (see instructions)	7		
8	Total qualified research expenses. Add lines 4 through 7	8		
9	Enter fixed-base percentage, but not more than 16% (see instructions)	9		%
10	Enter average annual gross receipts (see instructions)	10		
11	Multiply line 10 by the percentage on line 9	11		
12	Subtract line 11 from line 8. If zero or less, enter -0-	12		
13	Multiply line 8 by 50% (.50)	13		
14	Enter the smaller of line 12 or line 13	14		
15	Add lines 3 and 14	15		
16	Regular credit. If you are not electing the reduced credit under section 280C(c), multiply line 15 by 20% (.20), enter the result, and see the instructions for the schedule that must be attached. If you are electing the reduced credit, multiply line 15 by 13% (.13) and enter the result. Also, write "Sec. 280C" on the dotted line to the left of the entry space. Go to Section C	16		

Section B—Alternative Incremental Credit. Skip this section if you completed Section A.

17	Basic research payments paid or incurred to qualified organizations (see the line 1 instructions)	17		
18	Qualified organization base period amount	18		
19	Subtract line 18 from line 17. If zero or less, enter -0-	19		
20	Multiply line 19 by 20% (.20)	20		
21	Wages for qualified services (do not include wages used in figuring the work opportunity credit)	21		
22	Cost of supplies	22		
23	Rental or lease costs of computers (see the line 6 instructions)	23		
24	Enter the applicable percentage of contract research expenses (see the line 7 instructions)	24		
25	Total qualified research expenses. Add lines 21 through 24	25		
26	Enter average annual gross receipts (see the line 10 instructions)	26		
27	Multiply line 26 by 1% (.01)	27		
28	Subtract line 27 from line 25. If zero or less, enter -0-	28		
29	Multiply line 26 by 1.5% (.015)	29		
30	Subtract line 29 from line 25. If zero or less, enter -0-	30		
31	Subtract line 30 from line 28	31		
32	Multiply line 26 by 2% (.02)	32		
33	Subtract line 32 from line 25. If zero or less, enter -0-	33		
34	Subtract line 33 from line 30	34		
35	Multiply line 31 by 2.65% (.0265)	35		
36	Multiply line 34 by 3.2% (.032)	36		
37	Multiply line 33 by 3.75% (.0375)	37		
38	Add lines 20, 35, 36, and 37	38		
39	Alternative incremental credit. If you are not electing the reduced credit under section 280C(c), enter the amount from line 38, and see the line 16 instructions for the schedule that must be attached. If you are electing the reduced credit, multiply line 38 by 65% (.65) and enter the result. Also, write "Sec. 280C" on the dotted line to the left of the entry space	39		

Section C—Total Current Year Credit for Increasing Research Activities

40	Pass-through research credit(s) from a partnership, S corporation, estate, or trust	40		
41	Total current year credit. Add line 16 or line 39 to line 40, and go to Part II on the back	41		

Part II Suspended and Allowable Current Year Credits

42	Enter the amount from line 41		42	
43	Credit attributable to the second suspension period. Multiply line 42 by the applicable suspension percentage (see instructions)		43	
44	Subtract line 43 from line 42		44	

Part III Tax Liability Limit (See **Who Must File Form 3800** to find out if you complete Part III or file Form 3800.)

45	Regular tax before credits:			
	• Individuals. Enter the amount from Form 1040, line 40	}	45	
	• Corporations. Enter the amount from Form 1120, Schedule J, line 3; Form 1120-A, Part I, line 1; or the amount from the applicable line of your return			
	• Estates and trusts. Enter the sum of the amounts from Form 1041, Schedule G, lines 1a and 1b, or the applicable line of your return			
46	Alternative minimum tax:			
	• Individuals. Enter the amount from Form 6251, line 28	}	46	
	• Corporations. Enter the amount from Form 4626, line 15			
	• Estates and trusts. Enter the amount from Form 1041, Schedule I, line 39			
47	Add lines 45 and 46		47	
48a	Foreign tax credit	48a		
b	Credit for child and dependent care expenses (Form 2441, line 9)	48b		
c	Credit for the elderly or the disabled (Schedule R (Form 1040), line 20)	48c		
d	Education credits (Form 8863, line 18)	48d		
e	Rate reduction credit (Form 1040, line 47)	48e		
f	Child tax credit (Form 1040, line 48)	48f		
g	Mortgage interest credit (Form 8396, line 11)	48g		
h	Adoption credit (Form 8839, line 14)	48h		
i	District of Columbia first-time homebuyer credit (Form 8859, line 11)	48i		
j	Possessions tax credit (Form 5735, line 17 or 27)	48j		
k	Credit for fuel from a nonconventional source	48k		
l	Qualified electric vehicle credit (Form 8834, line 20)	48l		
m	Add lines 48a through 48l		48m	
49	Net income tax. Subtract line 48m from line 47. If zero, skip lines 50 through 53 and enter -0- on line 54		49	
50	Tentative minimum tax (see instructions):			
	• Individuals. Enter the amount from Form 6251, line 26	}	50	
	• Corporations. Enter the amount from Form 4626, line 13			
	• Estates and trusts. Enter the amount from Form 1041, Schedule I, line 37			
51	Net regular tax. Subtract line 48m from line 45. If zero or less, enter -0-		51	
52	Enter 25% (.25) of the excess, if any, of line 51 over \$25,000 (see instructions)		52	
53	Enter the greater of line 50 or line 52		53	
54	Subtract line 53 from line 49. If zero or less, enter -0-		54	
55	Total credit allowed for the current year. Individuals, estates, and trusts: Enter the smallest of line 42, line 54, or the amount from the formula in the instructions for line 55. Corporations: Enter the smaller of line 42 or line 54.		55	
56	Suspended credit allowed for the current year. Subtract line 44 from line 55. If zero or less, enter -0- (see instructions for when and how to claim)		56	
57	Credit for increasing research activities allowed on current year return. Subtract line 56 from line 55. Enter here and on Form 1040, line 50; Form 1120, Schedule J, line 6d; Form 1120-A, Part I, line 4a; Form 1041, Schedule G, line 2c; or the applicable line of other returns.		57	

