Publisher's Note

An Update has Arrived in Your Library for:

Please circulate this notice to anyone in your office who may be interested in this publication. *Distribution List*
☐
☐
☐
☐

GUIDE TO TAXATION OF R&D EXPENSES

Earl Viner

Release 2, November 2026

Publisher's Special Release Note 2025

The pages in this work were reissued in October 2025 and updated to reflect that date in the release line. Please note that we did not review the content on every page of this work in the October release. We will continue to review and updated the content according to the work's publication schedule. This will ensure that subscribers are reading commentary that incorporates developments in the law as soon as possible after they have happened or as the author deems them significant.

This release updates Chapter 1, New Matters; and Chapter 2, How to Benefit from R&D Rules in Volume 1; and Appendix D, Federal Government Forms, Instruction Books and Guides; and Appendix F, CRA Application Policy Papers in Volume 2.

Thomson Reuters®

Customer Support
1-416-609-3800 (Toronto & International)
1-800-387-5164 (Toll Free Canada & U.S.)
E-mail CustomerSupport.LegalTaxCanada@TR.com

This publisher's note may be scanned electronically and photocopied for the purpose of circulating copies within your organization.

Highlights

Volume 1

Chapter 1—New Matters

The following have been added:

- Bill C-15 Brings Key Changes to SR&ED Tax Incentives;
- Changes to T661 Scientific Research and Experimental Development (SR&ED) Expenditures Claim;
- Changes to T1145 Agreement to Allocate Assistance for SR&ED Between Persons Not Dealing at Arm's Length;
- Changes to SR&ED Shared-Use-Equipment Policy;
- Changes to T2 Sch 31 Investment Tax Credit–Corporations;
- Changes to Total Qualified SR&ED Expenditures for Investment Tax Credit Purposes Policy;
- Changes to SR&ED Capital Expenditures Policy;
- Changes to T1146 Agreement to Transfer Qualified Expenditures Incurred in Respect of SR&ED Contracts Between Persons Not Dealing at Arm's Length; and
- Instructions for Filling in Updated Form T661.

Chapter 2—How to Benefit from R&D Rules

- The entire chapter has been reviewed and refreshed to reflect the 2024–2026 changes to the federal SR&ED regime. The enhanced 35% credit now has a $6 million expenditure limit, with new phase-outs. The Quebec discussion is rewritten for the new CRIC credit. A new Newfoundland and Labrador CCPC section is added, and the Ontario and Alberta calculation notes are revised.

Chapter 5—Technical Documentation Requirements

- Form T661, Scientific Research and Experimental Development (SR&ED) Expenditures Claim has been updated along with line-by-line explanations.

Volume 2

Appendix D—Federal Government Forms, Instruction Books and Guides

- Form T661, Scientific Research and Experimental Development (SR&ED) Expenditures Claim has been updated;
- Form T2 Sch 31: Investment Tax Credit – Corporations (2024 and later tax years) has been updated;

- Form T1145, Agreement to Allocate Assistance for SR&ED Between Persons Not Dealing at Arm's Length; and
- Form T1146, Agreement to Transfer Qualified Expenditures Incurred in Respect of SR&ED Contracts Between Persons Not Dealing at Arm's Length.

Appendix F—CRA Application Policy Papers

- SR&ED Capital Expenditures Policy has been updated;
- Total Qualified SR&ED Expenditures for Investment Tax Credit Purposes Policy; and
- SR&ED Shared-Use-Equipment Policy.