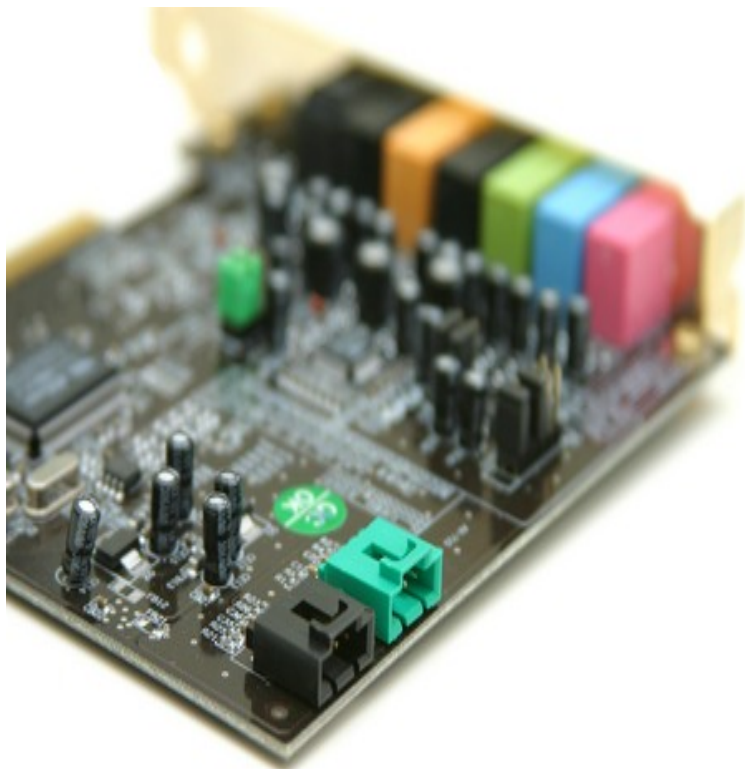


RIX TECHNOLOGY, LLC.

R&D Tax Specialists Tax Automation Services

Research & Development Tax Incentives for the Software Industry

Is your company fully aware of the opportunities that are waiting to be claimed through the Research and Development Tax Incentives?



Your Opportunity: Software development companies are ramping up their R&D activities as software services and service-oriented architecture take hold in the marketplace. The slow down in consolidation of ERP vendors also is driving greater R&D activity.

The following are examples of software development projects that are likely to include qualified research activities:

- Developing digital applications that may include software such as mobile communications software for delivering multimedia entertainment, video or Internet games that are increasingly interactive and with more realistic graphics, or multimedia communications software in support of digital, high-definition, or interactive entertainment
- Improving security solutions such as electronic surveillance with software that can cull through massive amounts of raw video, voice, & internet data, & then analyze & interpret that information providing better risk management solutions and analytics to support financial services through the use of simulations and the design and incorporation of complex mathematical models
- Using collaborative innovation techniques, such as shared bookmarks and survey rankings, around technologies like search engines for web based environments
- Developing flexible, high-quality, and scalable rules engines to manage and automate complex business rules and workflow
- Developing message-oriented middleware and information brokers capable of handling a synchronous communications with near real time or synchronous results
- Managing customer relationships better through improved collection, storage, and analysis techniques
- Managing schematic, semantic, and contextual differences for different interoperability environments
- Integrating software functionality that can affect a tightly-coupled database such as enterprise resource planning systems

Determining the cost of R&D is often difficult, as few companies have a project accounting system that captures many of the costs for support provided by personnel who collaborate on R&D. The typical project tracking system would not include all contractor fees, director support costs, or salaried personnel who participate in the research effort.

CALL RIX® TECHNOLOGY TODAY FOR A FREE CONSULTATION AT 206.855.1700

Research & Development Tax Incentives for the Software Industry.

RIX® Technology: The Smarter Technological Solution

RIX® (for Resource Information Xchange) is an interactive, web-based information management system that provides easy-to-use, activity-based information requests, facilitates uploading and storage of relevant contemporaneous documentation, and streamlines the review & analysis of information gathered. The primary functions of the application provide an interactive Research Credit knowledge exchange for the taxpayer, allow remote reporting of Research Credit data by the taxpayer, analyze, test and document qualified activity and financial information; and facilitate remote Research Credit review by the IRS. RIX® Technology provides a valuable conduit for the client to ask real-world questions when they occur and evaluate the credit worthiness of individual activities or projects to maximize tax credits.

Our Approach

The RIX Technology R&D team is a national practice of highly experienced tax professionals specializing in R&D tax incentives. Our R&D professionals are exclusively dedicated to R&D tax issues and specialize in particular industries, including aerospace and defense. Our focus provides us with an unusual depth of experience. We also work in an efficient and non-intrusive manner so that you can stay focused on business.

Why RIX® Technology?

Continuous, regular, contemporaneous reports with RIX® Technology result in more inclusive identification of activities, greater accuracy in related expenditures and clarity of information. Companies using RIX® see increased credit amounts, simplified documentation and review and limited reduction of tax credits under IRS review.

- Simple access to Research Tax Credit benefits
- Expansion of Research Credit opportunity (more tax dollars returned)
- Reduced total cost for Research Credit benefits (less internal effort, shorter filing periods, smaller fees)
- Durable Research Credits (certainty under review)
- Efficient Research Credit data collection
 - Reduction of personnel time for data collection
 - Minimal training requirements
 - Reduced impact of personnel turnover on Research Credit data collection
 - Improved continuity of records
 - Minimal personnel participation in examinations by taxing authorities
- Interactive Q&A and FAQ data
- Increased Research Tax Credits from improved recordkeeping
- Simplified IRS audit process
- SOX benefits
 - Systematic process
 - Improved recordkeeping
 - Greater certainty of Research Credit retention under IRS review
- Availability of accurate management metrics for R&D efforts
- Greater internal visibility of Intellectual Property information
- Forum for periodic posting of critical information to operational personnel