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KPMG report: Specified research and experimentation expenditures under section 174

Taxpayers claiming research and development (R&D) tax credits for work performed under contract must contend with the exclusion for “funded research.”

Read a [June 2024 report](#)¹ prepared by a KPMG LLP tax professional that examines the similarities and differences between specified research expenditure product rights, as defined for section 174, and substantial rights, a prong of the funded research analysis for the section 41 credit for increasing research activities.

kpmg.com/socialmedia



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