

Location of IP May Impact Research Incentives

Country	Explanation
Belgium	The R&D Tax Credit and Investment Deduction benefit may be claimed for R&D work performed outside Belgium, but the claimant must retain some associated IP in Belgium to receive the tax benefit. There is no IP ownership requirement for the partial wage tax exemption.
China	To obtain HNTE status, any resulting IP rights must be located in China. Approval authorities often look at whether IP will be retained in China in granting approval to take super deductions, but this is not required by law.
Germany	IP generally must remain in Germany to qualify for certain grant opportunities.
Israel	The location of IP is a factor the authorities review in evaluating grant applications, but otherwise is not legally required.
Malaysia	While tax incentives generally require that the R&D work be performed in Malaysia, there are exceptions.
Mexico	While IP does not have to be retained in Mexico, this factor may be considered by the authorities in deciding whether to fund the R&D project.
Netherlands	Ownership of IP is an important consideration in qualifying for the innovation box.