

## **EUREKA** in Luxembourg

National Funding Body: Ministry of the Economy

Funding of companies only (universities and research institutes are excluded from funding)



**National Coordinator:** Luxinnovation

Support in the preparation of the state aid application to the Ministry of the Economy







## National Funding Rules for companies



Only private enterprises registered in Luxembourg are eligible for direct funding by the Ministry of the Economy.

#### The company:

- Must demonstrate its viability and financial soundness regarding its contribution to the project
- Shall demonstrate the positive impact of the expected project outcome on its growth and future assets



Undertakings in difficulty
For all companies (excluding SME < 3 year of existence), if more than half of subscribed share capital (share premium included) has disappeared as a result of accumulated losses.

Example of an undertaking in difficulty:

Own funds of €50k Share capital of €200k

Luxembourgish Research Institutes and Universities are not eligible for funding in CELTIC-NEXT calls



## Main criteria to benefit from a financial aid

## Co-financing capacity

- Equity / capital increase
- Bank loans
- Free cash flow

#### **Economic impact**

- Substance
- Exploitation of assets resulting from the project activities

#### **Innovation**

- Competitive advantage on the market
- New or improved product, process, service
- New marketing method/ New organisational method

#### **Generic criteria**

- Incentive effect
- Undertaking not in difficulty
- SME analysis

## Scheme specific criteria

- Technological challenges (R&D)
- Risk of failure (IOS)
- Scoping of R&D activities (feasibility)



## RDI aid schemes

### Type of aid schemes



#### **Innovation aid**

## Innovation aid for SMEs (art. 7)

- Constitution of IP assets
- Secondment of highly qualified personnel
- Innovation advisory and support services
- External advisory services

#### **Project driven**

- R&D aid schemes (art. 3-5)
- Feasibility studies (art.6)
- Process and organisation innovation (art.9)

#### **SMEs and large enterprises**

#### **Open Innovation**

- Research infrastructures (art. 10)
- Investment aid for innovation cluster (art. 11)
- Operating aid for innovation clusters (art. 12)

SME / large enterprises / public research institutes

#### Growth

Young innovative enterprises (art. 8)

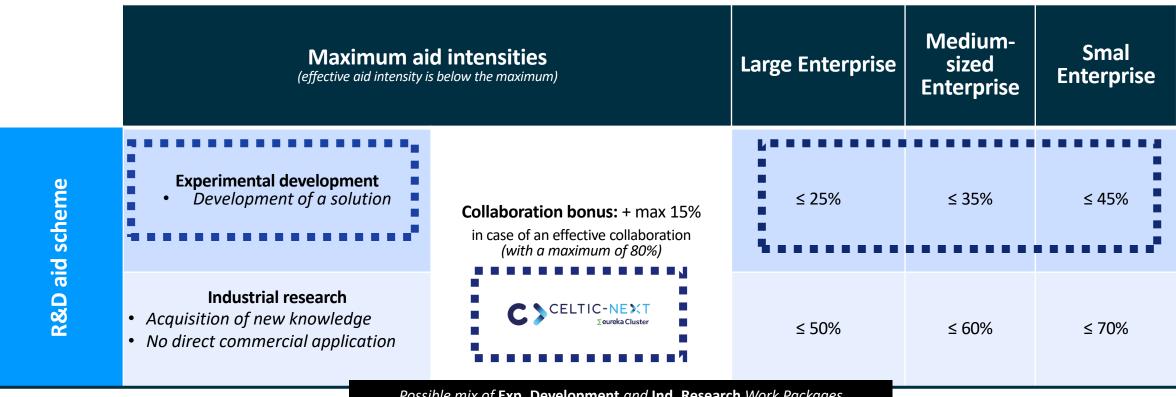
**Small enterprises** 





## RDI aid schemes

#### Aid intensities



Possible mix of Exp. Development and Ind. Research Work Packages



## Project-driven aid schemes (SME & LE)

## Eligible costs

	Eligible costs (directly related to the R&D&I project)	Ineligible (non - project) costs
Personnel costs	Gross salary (on a 12-month basis excluding premiums and benefits) directly related to the R&D&I project on the basis of 173 working hours per month	Bank interests related to the financing of the project
Utilisation costs (depreciation over the project's duration)	For instruments, equipment, machines, tooling, installations, land and buildings to the extent and for the duration used during the R&D&I project	The operational activities related to the "daily business"
Material costs et other consumables	Operating costs (materials, energy, transport, supplies and similar products)	Fees and expenses for commercialisation of the R&D&I project results, e.g. marketing costs
Special costs	Technical know-how, user licenses for software & patents, consulting services used for the R&D&I activity, contribution paid to a research organisation, etc.	Managements costs (CEO, CAO, accounting, etc.)
General costs (25% of personnel costs)	Total of costs which can not be directly be allocated to the project (management costs, secretariat, travel costs, energy supply costs)	Leave time and transport costs cannot be allocated to the project. They are taken into account as a lump sum.



# Thank you!

#### **Gabor PATAKI**

Advisor – Corporate R&D and Innovation Support

**LUXINNOVATION GIE** 

#### **Contact person:**

Elisabeth Frisch

Advisor – Corporate R&D and Innovation Support

#### **LUXINNOVATION GIE**

5, avenue des Hauts-Fourneaux L-4362 Esch-sur-Alzette

T (+352) 43 62 63 - 883

M (+352) 621 517 594 elisabeth.frisch@luxinnovation.lu

- www.luxinnovation.lu
- **in** Luxinnovation
- @Luxinnovation @LuxTradeInvest
- @Luxinnovation @LuxTradeInvest

