

APPLICATION FOR SASKATCHEWAN MANUFACTURING AND PROCESSING INVESTMENT TAX CREDIT

Corporation Name _____
 Address _____

 City _____
 Province _____ Postal Code _____
 Name of Person to Contact _____ Telephone Number _____

Taxation Year From ____ ____ ____ to ____ ____ ____
DD MM CCYY DD MM CCYY

Box 1 - Qualified property eligible for the credit

CCA Class No.	Description of Qualified Property	Aquisition Da			Value of Property on which PST has been paid	Other Amounts Incurred to make Property Available for use	Total Value
		Day	Month	Year			

Attach a separate schedule if space is insufficient

A

Box 2 - Calculation of available credit and carry-forward

Credit at end of preceding taxation year.....	_____	B	
Deduct: Credit expired after 7 taxation years.....	_____	C	
Credit at beginning of taxation year	_____		D
Add:			
Acquisitions after March 31, 2004, from A above	_____ x7%* = _____	E	
Acquisitions after March 26, 1999, and before April 1, 2004, from A above	_____ x6%* = _____	F	
Credit transferred on amalgamation or wind-up subsidiary	_____	G	
Credit allocated from a trust	_____	H	
Credit allocated from a partnership	_____	I	
Subtotal	_____		J
Total Credit available	_____		K
Deduct:			
Credit renounced (must equal amount K - complete Box 4 on next page)	_____	L	
Credit claimed in the current year (enter on line Q, Box 3)	_____	M	
Credit carried back to preceding taxation year(s) (complete Box 5) (enter on line R, Box3)	_____	N	
Subtotal	_____		O
Credit available to carry-forward to next year (complete Box 6)	_____		P

Box 3 - Calculation of investment tax credit claim

Investment Tax Credit Applied For	
Credit claimed in current year (line M, Box 2)	_____ Q
Credit carried back to preceding taxation year (line N, Box 2)	_____ R
Total Investment Tax Credit Applied for:	_____ S

* Qualified property acquired after March 20, 1997 and before March 27, 1999 earns the investment tax credit at a rate of 7%.

Box 4 - Renoucement of credit

The renoucement must be filed on or before the filing date of the federal T2 Corporation Income Tax Return.
 The renoucement must include all available credits: partial renoucements are not permitted.
 The corporation hereby renounces, under subsection 7.31(17) of *The Income Tax Act* (Saskatchewan), all entitlement to the Saskatchewan manufacturing and processing investment tax credit available at the end of the above taxation year (amount K, Box 2).

Date Signature of authorized person Position or office

Box 5 - Request for carry-back of credit

I hereby request a carry-back of the Saskatchewan manufacturing and processing investment tax credit to be applied as follows:

3rd preceding taxation year _____ Credit to be applied _____

2nd preceding taxation year _____ Credit to be applied _____

1st preceding taxation year _____ Credit to be applied _____

Date Signature of authorized person Position or office

Box 6 - Analysis of credit available for carry-forward by year of origin

Year of origin (earliest year first)	Credit available	Year of origin (earliest year first)	Credit available
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

APPLICANT DECLARATION

I, (please print) _____ am an authorized signing officer of the applicant corporation. I hereby apply for a Saskatchewan Manufacturing and Processing Investment Tax Credit on Used Equipment. I declare that to the best of my knowledge the information given in this application is true and complete. I acknowledge that to knowingly make a false or misleading statement in an application is an offence and punishable by law. I certify the Income Tax Return filed with this application is the same as that filed with Canada Revenue Agency. I certify that all Provincial Sales Tax has been paid on the qualified property for which a tax credit is being claimed. I authorize Canada Revenue Agency to provide the Department of Finance of the Province of Saskatchewan with any information from any Income Tax Returns of the applicant corporation or other relevant documents that Revenue Canada possesses. The information so provided will be used to verify the content of this application and will not be used or communicated for any other purpose.

Signature

Date

Please mail to:

Saskatchewan Finance
 Revenue Division
 2350 Albert Street
 Regina, Saskatchewan
 S4P 4A6

Telephone:

Toll Free 1-800-667-6102
 Extension 7773
 Regina 306-787-7773

Instructions

For use by corporations with a permanent establishment in Saskatchewan who have acquired qualified used property after February 16, 1995 and want to:

- calculate a Saskatchewan manufacturing and processing investment tax credit on used equipment;
- claim the credit to reduce Saskatchewan income tax otherwise payable in the current taxation year;
- request a carry-back to reduce Saskatchewan income tax payable in any of the three preceding taxation years;
- or
- renounce the credit

Qualified used property means:

- property that does not qualify for the manufacturing and processing investment tax credit for new assets;
- qualified property within the meaning of subsections 127(9), (11) and (11.1) of the *Income Tax Act* (Canada), but excluding the requirement the property has not been used, or acquired for use or lease, for any purpose whatsoever before it was acquired by the corporation;
- property acquired in Saskatchewan, or brought into Saskatchewan, by the corporation after February 16, 1995, resulting in the corporation being subject to the *Provincial Sales Tax Act* and
- property used in Saskatchewan by the corporation primarily for manufacturing or processing goods for sale or lease.

The credit is calculated on the sum of the following values:

- the value of the equipment on which the *Provincial Sales Tax* has been paid;
- other expenses incurred to install or make the equipment initially available for use. This also includes the amount of *Provincial Sales Tax* paid.

Corporations acquiring property under a capital lease will be eligible for a credit on the total lease costs, including *Provincial Sales Tax*.

A corporation must fully utilize any investment tax credit on new property prior to making a claim for an investment tax credit on used property.

The maximum amount of the investment tax credit provided is restricted to the Saskatchewan income tax otherwise payable for the taxation year.

The credit is eligible for a seven year carry-forward and a three year carry-back.

Use this form to show a credit transfer following an amalgamation or wind-up of a subsidiary as described under subsections 87(1) and 88(1) of the *Income Tax Act* (Canada). This form can also be used to show the credit allocated from a trust or a partnership.

PLEASE ENSURE THE FOLLOWING INFORMATION IS SUBMITTED WITH YOUR APPLICATION:

A complete set of all statements, schedules, returns and other information submitted with the T2 Corporation Income Tax Returns for the purposes of the *Income Tax Act* (Canada), including the T2 return.

Documentation to verify the purchase price of the asset, proof that *Provincial Sales Tax* has been paid, and supporting documentation of other expenses incurred to install or make the property initially available for use must be available for audit verification.

The T2 Corporation Income Tax Return does not need to be assessed by Canada Revenue Agency before applying for this tax reduction. However, for verification purposes, a copy of Canada Revenue Agency's Notice of Assessment must be mailed to Saskatchewan Finance upon receipt.

FOR FURTHER INFORMATION

Write: Saskatchewan Finance
Revenue Division
2350 Albert Street
Regina, Saskatchewan
S4P 4A6

Telephone: Toll Free 1-800-667-6102
(Extension 7773)

Regina area 787-7773

Fax: 306-787-0241