



## Part 2 – Overseas employment tax credit calculation

Complete this Part **only** if your employer answered *yes* to questions A to D in Part 1.

### Limit based on period of employment

Number of days in the qualifying period (indicated to in question A of Part 1) that are in the tax year identified on the front of this form (and during which you were a resident of Canada for tax purposes) ..... **6770** ..... **1**

Enter the number of days from line 1 above .....  $\times \$80,000 =$  ..... **E**  
 Divide by 365 .....  $\frac{\quad}{365}$  .....

### Limit based on employment income

Employment income for the period referred to on line 1 (included on lines 101 and 104 of your return) ..... **2**

Employment deductions related to amount on line 2 (see note below):

Annual union or professional dues (included on line 212 of your return) .....	_____	3	
Registered pension plan contributions (included on line 207 of your return) .....	+	_____	4
Other employment expenses (included on line 229 of your return) (please specify) _____ .....	+	_____	5
Add lines 3 to 5 .....	=	_____	<b>6</b>

Line 2 minus line 6 ..... **6772** = ..... **7**

**Note:** If any of these employment deductions claimed on your return do not exclusively relate to the amount on line 2, use the same ratio used on line E to apportion them (i.e. number of days in the period divided by 365).

Enter the amount from line 7 .....  $\times 80\% =$  ..... **F**

### Calculating the allowable tax credit

Net income for the year (from line 236 of your return) ..... **8**

Employee home relocation loan deduction (from line 248 of your return) .....	_____	9	
Amount for shares deductible under paragraph 110(1)(d.2) or (d.3) of the <i>Income Tax Act</i> (included on line 249 of your return) .....	+	_____	10
Net capital losses of other years (from line 253 of your return) .....	+	_____	11
Capital gains deduction (from line 254 of your return) .....	+	_____	12
Deductions from lines 250 and 256 of your return .....	+	_____	13
Add lines 9 through 13 .....	=	_____	<b>14</b>

Line 8 minus line 14 ..... **G**

Amount from line 8 of Schedule 1, *Federal Tax Calculation* ..... **15**

Non-refundable tax credits from line 350 of your return ..... **16**

Line 15 minus line 16 ..... **H**

Enter the amount from line E or line F, whichever is **less** .....  $\times$  Amount from line H ..... = ..... **6774** ..... **17**  
 Divide by the amount from line G . . .

**Enter the amount from line 17 on line 426 of your Schedule 1.**

You may also use this amount to calculate a provincial overseas employment tax credit on your provincial form 428.