



**CALCULATION OF UNUSED PART I TAX CREDIT
(2006 and later tax years)**

Name of corporation	Business Number	<table style="width:100%; border-collapse: collapse;"> <tr> <td style="text-align: center; border-bottom: 1px solid black;">Year</td> <td style="text-align: center; border-bottom: 1px solid black;">Tax year-end Month</td> <td style="text-align: center; border-bottom: 1px solid black;">Day</td> </tr> <tr> <td style="border-bottom: 1px solid black;"> </td> <td style="border-bottom: 1px solid black;"> </td> <td style="border-bottom: 1px solid black;"> </td> </tr> </table>	Year	Tax year-end Month	Day			
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- Use this schedule to calculate the unused Part I tax credit of a corporation that is a financial institution.
- You should also use this schedule to request a carryback of unused Part I tax credit. This request should be filed by the required filing date of the *T2 Corporation Income Tax Return* for the year in which the Part I tax credit arose.
- Any unused Part I tax credit can be carried back three years and carried forward seven years. Unused Part I tax credits must be applied in order of the oldest first.
- Refer to subsection 190.1(6) of the *Income Tax Act* when calculating the amount deductible for a corporation's unused Part I tax credits where control of the corporation has been acquired between the year in which the credits arose and the year in which you want to claim them.
- Attach this schedule to the T2 return or mail it separately to the tax centre where the return is filed.

Part 1 – Calculation of closing balance of unused Part I tax credit

Unused Part I tax credit at the end of the preceding tax year		
Deduct: Unused Part I tax credit expired after seven tax years	115	
Unused Part I tax credit at the beginning of the tax year	120	
Add: Unused Part I tax credit transferred on an amalgamation or the wind-up of a subsidiary	220	
Subtotal		
Deduct: Amount of unused Part I tax credit carried forward from previous years and applied to reduce Part VI tax payable in the current year. (If the current tax year ends before July 1, 2006, enter amount from line 882 of Schedule 38. If the current tax year starts after June 30, 2006, enter amount from line 884 of Schedule 38. If the current tax year straddles July 1, 2006, enter amount from line 882 of Schedule 38 multiplied by the number of days in the tax year before July 1, 2006, divided by the number of days in the tax year, plus amount from line 884 of Schedule 38 multiplied by the number of days in the tax year after June 30, 2006, divided by the number of days in the tax year.)	420	
Unused Part I tax credit balance		
Add: Current-year unused Part I tax credit (enter amount from line 870 of Schedule 38)	600	
Subtotal		
Deduct: Unused Part I tax credit carried back to preceding tax year(s) (complete Part 2 below)		
Closing balance of unused Part I tax credit	820	

Part 2 – Request for carryback of unused Part I tax credit

	<table border="1" style="width:100%; border-collapse: collapse;"> <tr> <th style="padding: 2px;">Year</th> <th style="padding: 2px;">Month</th> <th style="padding: 2px;">Day</th> </tr> <tr> <td style="border-bottom: 1px solid black;"> </td> <td style="border-bottom: 1px solid black;"> </td> <td style="border-bottom: 1px solid black;"> </td> </tr> <tr> <td style="border-bottom: 1px solid black;"> </td> <td style="border-bottom: 1px solid black;"> </td> <td style="border-bottom: 1px solid black;"> </td> </tr> <tr> <td style="border-bottom: 1px solid black;"> </td> <td style="border-bottom: 1px solid black;"> </td> <td style="border-bottom: 1px solid black;"> </td> </tr> </table>	Year	Month	Day												
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1st preceding tax year		Credit to be applied	901													
2nd preceding tax year		Credit to be applied	902													
3rd preceding tax year		Credit to be applied	903													
Total (enter this amount at line B in Part 1 above)																

- The amount carried back to tax years ending before July 1, 2006, cannot be more than the amount from line 871 of Schedule 38.
- If you carry back an amount to a tax year that straddles July 1, 2006, see Part 3.

Part 3 – Calculation of current-year unused Part I tax credit that can be carried back to a tax year that straddles July 1, 2006

Line 600* _____ x $\frac{\text{Days in the tax year** before July 1, 2006 ()}}{\text{Days in the tax year** ()}}$ = _____ D

Net Part VI tax payable for the period before July 1, 2006
(line HH of Schedule 38 for the straddle tax year) _____ E

Enter amount D or E, whichever is less _____ F

Line 600* _____ x $\frac{\text{Days in the tax year** after June 30, 2006 ()}}{\text{Days in the tax year** ()}}$ = _____ G

Net Part VI tax payable for the period after June 30, 2006
(line RR of Schedule 38 for the straddle tax year) _____ H

Enter amount G or H, whichever is less _____ I

Current-year unused Part I tax credit that can be carried back to a tax year that straddles July 1, 2006 J
(amount F plus amount I)

Amount J is the maximum amount that you can carry back to a tax year that straddles July 1, 2006. Enter the amount you want to carry back on line 901, 902 or 903 (whichever applies).

* Deduct from line 600 any amount that is being carried back to another tax year.

** Tax year to which the credit will be carried back.