



**MANITOBA MANUFACTURING INVESTMENT
TAX CREDIT (2005 and later taxation years)**

Name of corporation	Business Number	Taxation year-end Year Month Day
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- Use this schedule if you are a corporation that has acquired qualified property and you want to reduce Manitoba tax payable.
- Qualified property can be one of the following:
 - Property that is qualified property within the meaning assigned to this expression by subsections 127(9) and 127(11) of the federal *Income Tax Act* and that was acquired before July 1, 2006. The corporation has to acquire the property to be used in Manitoba mainly for manufacturing or processing goods for sale or lease.
 - Property bought after April 22, 2003, that falls into class 43.1 under the federal *Income Tax Regulations* and that was not used, or acquired for use or lease, for any purpose whatever before it was acquired by the corporation. The corporation must acquire the property to be used in Manitoba for producing, or reducing consumption of, energy primarily for use in its business in Manitoba of manufacturing or processing goods for sale or lease.
- A corporation leasing its property may also qualify for the credit. The lessee must not be exempt from tax under section 149 of the federal *Income Tax Act*, and reasonably be expected to use the property in Manitoba primarily for:
 - manufacturing or processing goods for sale or lease; or
 - producing, or reducing consumption of, energy for use in its business in Manitoba of manufacturing or processing goods for sale or lease.
- Manufacturing or processing has the meaning assigned by subsection 125.1(3) of the federal *Income Tax Act* and includes qualified activities as defined in section 5202 of the federal *Income Tax Regulations*.
- When you calculate the capital cost of qualified property, deduct the amount of any government assistance or non-government assistance.
- The credit earned on qualified property acquired in the taxation year is eligible for a 10 year carryforward. The credit is eligible for a 3 year carryback (to taxation years ending after April 22, 2003, for class 43.1 property).
- Use this schedule to show a credit transfer following an amalgamation or the windup of a subsidiary, as described in subsections 87(1) and 88(1) of the federal *Income Tax Act*. You can also use this schedule to show the credit allocated from a trust or a partnership.
- For property acquired after March 8, 2005:
 - the meaning of qualified property is expanded to include used property;
 - the property has to be available for use to be eligible for the manufacturing investment tax credit; and
 - the qualified property must be identified on this schedule that is to be filed no later than 12 months after the *T2 Corporation Income Tax Return* is due for the taxation year in which the property was acquired; and
 - an amount of 2% of the capital cost reduces tax payable on the corporation's balance due day. Any remaining balance will be refunded.
- File the completed schedule with your *T2 Corporation Income Tax Return*. Keep a copy for your records.

Part 1 – Qualified property (acquired in this taxation year) eligible for the credit

101		102	103
CCA class No.	Description of qualified property	Acquisition date Year Month Day	Capital cost

Total capital cost (attach an additional schedule if required) _____ **A**

In addition to the **total capital cost**, enter the following qualified property, if it applies:

Corporation's share of qualified property acquired in the current year as a member of a partnership _____ **B**

Corporation's share of qualified property acquired in the current year as a beneficiary of a trust _____ **C**

Part 2 – Calculation of Manitoba refundable manufacturing investment tax credit

Qualified property acquired by the corporation after March 8, 2005 (included in amount A)	106	_____
Corporation's share of qualified property acquired after March 8, 2005, as a member of a partnership (included in amount B)	206	_____
Corporation's share of qualified property acquired after March 8, 2005, as a beneficiary of a trust (included in amount C)	306	_____
Total qualified property acquired in the current year and after March 8, 2005	500	_____

Manitoba refundable manufacturing investment tax credit (Line 500 above times 2%) _____ **D**

Enter the amount D at line 621 of Schedule 5 and at line 125 in Part 3 of this schedule.

Part 3 – Calculation of total credit available and credit available for carryforward

Credit at end of preceding taxation year..... **104** _____

Deduct: Credit expired* **105** _____

Credit available at beginning of taxation year **110** _____

Add:

Credit transferred on an amalgamation or the windup of a subsidiary **120** _____

Current-year credit earned (amount A from Part 1) x 10% = **130** _____

Credit allocated from a partnership (amount B from Part 1) x 10% = **140** _____

Credit allocated from a trust (amount C from Part 1) x 10% = _____

Subtotal **125** _____

Deduct: Refundable credit claimed (amount D from Part 2) **160** _____

Total credit available **200** _____

Deduct:

Credit claimed in the current year (enter on line 605 in Part 2 of Schedule 5) **160** _____

Credit carried back to preceding taxation year(s) (complete Part 4) _____

Subtotal **200** _____

Closing balance **200** _____

* An unused credit expires after 7 taxation years if it relates to qualified property acquired in a taxation year ending before 2004. If the qualified property was acquired in a taxation year ending after 2003, the unused credit expires after 10 taxation years.

Part 4 – Request for carryback of credit

	Year	Month	Day		
1 st preceding taxation year				Credit to be applied 901 _____
2 nd preceding taxation year				Credit to be applied 902 _____
3 rd preceding taxation year				Credit to be applied 903 _____
Total (enter on line E in Part 3)					_____

Part 5 – Analysis of credit available for carryforward by year of origin

You can complete this part to show all the credits from preceding taxation years available for carryforward, by year of origin. This will help you determine the amount of credit that could expire in following years.

The carryforward period for taxation years ending before 2004 is 7 years. For taxation years ending after 2003, the carryforward is 10 years.

	Year of origin				Credit available for carryforward
	Year	Month	Day		
10th preceding taxation year ending on				_____
9th preceding taxation year ending on				_____
8th preceding taxation year ending on				_____
7th preceding taxation year ending on				_____
6th preceding taxation year ending on				_____
5th preceding taxation year ending on				_____
4th preceding taxation year ending on				_____
3rd preceding taxation year ending on				_____
2nd preceding taxation year ending on				_____
1st preceding taxation year ending on				_____
Current taxation year ending on				_____
Total (equal to line 200 in Part 3)					_____