

NEW BRUNSWICK CORPORATION TAX CALCULATION (2003 and later taxation years)

Name of corporation	Business Number	<table style="width:100%; border-collapse: collapse;"> <tr> <td style="text-align: center;">Taxation year-end</td> </tr> <tr> <td style="text-align: center;">Year Month Day</td> </tr> </table>	Taxation year-end	Year Month Day
Taxation year-end				
Year Month Day				

- Use this schedule if your corporation had a permanent establishment (as defined in Regulation 400 of the federal *Income Tax Regulations*) in New Brunswick and had taxable income earned in the year in New Brunswick.
- This schedule is a worksheet only and does not have to be filed with your *T2 Corporation Income Tax Return*.

Part 1 — Calculation of income subject to New Brunswick lower and higher tax rate

First period – after December 31, 2000, and before July 1, 2002

If there are days in the taxation year in the first period, calculate the income subject to New Brunswick lower and higher tax rate as follows:

Taxable income for New Brunswick *		A1
Income eligible for New Brunswick lower tax rate in the first period:		
Amount at line 400 of the T2 return **	B1	
Amount at line 405 of the T2 return	C1	
Amount at line 425 of the T2 return	D1	
$\frac{\text{Amount at line 425 of the T2 return}}{\text{line 4 on page 4 of the T2 return}} \times 300,000 =$		
Amount B1, C1, or D1, whichever is less	E1	
$\frac{\text{whichever is less}}{\text{taxable income for all provinces ***}} \times \text{taxable income for New Brunswick *}$		
Income subject to New Brunswick higher tax rate in the first period (amount A1 minus amount E1)		F1

Second period – after June 30, 2002, and before January 1, 2003

If there are days in the taxation year in the second period, calculate the income subject to New Brunswick lower and higher tax rate as follows:

Taxable income for New Brunswick *		A2
Income eligible for New Brunswick lower tax rate in the second period:		
Amount at line 400 of the T2 return **	B2	
Amount at line 405 of the T2 return	C2	
Amount at line 425 of the T2 return	D2	
$\frac{\text{Amount at line 425 of the T2 return}}{\text{line 4 on page 4 of the T2 return}} \times 350,000 =$		
Amount B2, C2, or D2, whichever is less	E2	
$\frac{\text{whichever is less}}{\text{taxable income for all provinces ***}} \times \text{taxable income for New Brunswick *}$		
Income subject to New Brunswick higher tax rate in the second period (amount A2 minus amount E2)		F2

Third period – after December 31, 2002

If there are days in the taxation year in the third period, calculate the income subject to New Brunswick lower and higher tax rate as follows:

Taxable income for New Brunswick *		A3
Income eligible for New Brunswick lower tax rate in the third period:		
Amount at line 400 of the T2 return **	B3	
Amount at line 405 of the T2 return	C3	
Amount at line 425 of the T2 return	D3	
$\frac{\text{Amount at line 425 of the T2 return}}{\text{line 4 on page 4 of the T2 return}} \times 400,000 =$		
Amount B3, C3, or D3, whichever is less	E3	
$\frac{\text{whichever is less}}{\text{taxable income for all provinces ***}} \times \text{taxable income for New Brunswick *}$		
Income subject to New Brunswick higher tax rate in the third period (amount A3 minus amount E3)		F3

* If the corporation has a permanent establishment only in New Brunswick, enter the taxable income from line 360 on page 3 of the T2 return. Otherwise, enter the taxable income allocated to New Brunswick from column F in Part 1 of Schedule 5.

** If the corporation is a member of a partnership, complete Part 2 to calculate income from active business.

*** Includes the territories and the offshore jurisdictions for Nova Scotia and Newfoundland and Labrador.

