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

Name of corporation	Business Number	Taxation year-end					
		Y	'ear		Month	h I	Day
		1 1	1	1	i I	l	1

- 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.

_	ew Brunswick lower and higher tax rate					
-	- after December 31, 2000, and before July 1, 2002	igher tay rate as follows:				
If there are days in the taxation year in the first period, cal	culate the income subject to New Brunswick lower and h	igner tax rate as follows.				
			A1			
Income eligible for New Brunswick lower tax rate in the	•					
Amount at line 400 of the T2 return ** B1 Amount at line 405 of the T2 return						
	× =	C1 D1				
Amount at line 425 of the 12 fetum	line 4 on page 4 of the T2 return					
Amount B1, C1, or D1,	e . e page . e. a.e . <u>-</u> .eta					
whichever is less	*taxable income for New Brunswick *	=	E1			
	taxable income for all provinces ***					
Income subject to New Brunswick higher tax rate in th	ne first period (amount A1 minus amount E1)	·····	F1			
Second perio	od – 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 ar	nd higher tax rate as follows:				
Taxable income for New Brunswick *			A2			
Income eligible for New Brunswick lower tax rate in the						
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	× 350,000 =	D2				
	line 4 on page 4 of the T2 return					
Amount B2, C2, or D2,	x taxable income for New Brunswick *		E2			
whichever is less	taxable income for all provinces ***	=				
	taxable income for all provinces					
Income subject to New Brunswick higher tax rate in the	ne second period (amount A2 minus amount E2)	<u></u>	F2			
	Third period – after December 31, 2002					
If there are days in the taxation year in the third period, ca	Iculate the income subject to New Brunswick lower and h	nigher tax rate as follows:				
Taxable income for New Brunswick *			А3			
Income eligible for New Brunswick lower tax rate in th						
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	× 400,000 =	D3				
	line 4 on page 4 of the T2 return					
Amount B3, C3, or D3,	taxable income for New Brunswick *		F0			
whichever is less	taxable income for all provinces ***	= <u></u>	E3			
	taxable income for all provinces					
Income subject to New Brunswick higher tax rate in the	ne third period (amount A3 minus amount E3)	<u> </u>	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.

Not amount on	line P from	Part 4 of Schedule 7				G1
Deduct partner Amount M fro	ership incon	ne:				
l1		J1	K1	L1		
Amounts column E in Schedu	s from n Part 2 of	Amounts from column G in Part 2 of Schedule 7 times 300,000 business limit*	Column I1 minus column J1 (if negative, enter "0")	Lesser of columns I1 and J1 (if column I1 is negative, enter "0")		
1.						
3.						
		Totals	M1	N1		
Amount on Iir Su	ne 380 from ubtotal (amou ut M1 or amo		P1 Q1			
	ata a a la l					
Specified par		ome (amount N1 plus ar ount H1 minus amount S			S1	T1
Specified par Partnership in	ncome (amo	ount H1 minus amount S				
Specified part Partnership in Income from a	ncome (amo	ount H1 minus amount S ess in the first period	(amount G1 minus amount		·	
Specified par Partnership ir Income from a (Enter the great	ncome (amo active busin ater of the am	nunt H1 minus amount Stress in the first period mount from line U1 above	(amount G1 minus amount e or from line 400 of the T2 d period – after June 30,	T1)	1 of this schedule.)	
Specified part Partnership in Income from a (Enter the great If there are days	ncome (amo active busin ater of the am ys in the taxa	sunt H1 minus amount Stess in the first period mount from line U1 above Secondation year in the second Part 4 of Schedule 7	(amount G1 minus amount e or from line 400 of the T2 d period – after June 30, period, calculate the incom	return, at line B1 on page 2002, and before January to from active business as for	1 of this schedule.)	U1
Specified par Partnership in Income from a (Enter the great	ncome (amo active busin ater of the am ys in the taxa line R from ership incom	sunt H1 minus amount Sites in the first period mount from line U1 above Secondation year in the second Part 4 of Schedule 7	(amount G1 minus amount e or from line 400 of the T2 d period – after June 30, period, calculate the incom	return, at line B1 on page 2002, and before January to from active business as for	1 of this schedule.) 1, 2003 follows:	U1
Specified part Partnership in Income from a (Enter the great If there are day: Net amount on Deduct partner	ncome (amo active busin ater of the am ys in the taxa I line R from ership incom om Part 3 of	sunt H1 minus amount Sites in the first period mount from line U1 above Secondation year in the second Part 4 of Schedule 7	(amount G1 minus amount e or from line 400 of the T2 d period – after June 30, period, calculate the incom	e from active business as for	1 of this schedule.) 1, 2003 follows:	U1
Specified part Partnership in Income from a (Enter the great) If there are days. Net amount on Deduct partner Amount M from 12 Amounts column E in Schedu	active busing atter of the arrows in the taxal line R from the part 3 of the arrows are from the part 2 of the part 2 of the arrows are from the part 2 of the part 2 of the active business are from the part 2 of the active business are from the part 2 of the active business are form the part 2 of the active business are form the part 2 of the active business are form the active business are formatteness are formatteness.	sunt H1 minus amount S less in the first period nount from line U1 above Second ation year in the second Part 4 of Schedule 7 ne: Schedule 7	(amount G1 minus amount e or from line 400 of the T2 d period – after June 30, period, calculate the incom	e from active business as fo	1 of this schedule.) 1, 2003 follows:	U1
Specified part Partnership in Income from a (Enter the great If there are days Net amount on Deduct partner Amount M from 12 Amounts column E in	active busing atter of the arrows in the taxal line R from the part 3 of the arrows are from the part 2 of the part 2 of the arrows are from the part 2 of the part 2 of the active business are from the part 2 of the active business are from the part 2 of the active business are form the part 2 of the active business are form the part 2 of the active business are form the active business are formatteness are formatteness.	sunt H1 minus amount Stess in the first period mount from line U1 above Second tion year in the second Part 4 of Schedule 7 J2 Amounts from column G in Part 2 of Schedule 7 times 350,000	(amount G1 minus amount e or from line 400 of the T2 d period – after June 30, period, calculate the incom	treturn, at line B1 on page 2 2002, and before January the from active business as for the business as fo	1 of this schedule.) 1, 2003 follows:	U1
Specified part Partnership in Income from a (Enter the great If there are days Net amount on Deduct partner Amount M from 12 Amounts column E in Schedu	active busing atter of the arrows in the taxal line R from the part 3 of the arrows are from the part 2 of the part 2 of the arrows are from the part 2 of the part 2 of the active business are from the part 2 of the active business are from the part 2 of the active business are form the part 2 of the active business are form the part 2 of the active business are form the active business are formatteness are formatteness.	sunt H1 minus amount Stess in the first period mount from line U1 above second tion year in the second Part 4 of Schedule 7 J2 Amounts from column G in Part 2 of Schedule 7 times 350,000 business limit*	(amount G1 minus amount e or from line 400 of the T2 d period – after June 30, period, calculate the income K2 Column I2 minus column J2 (if negative, enter "0")	L2 Lesser of columns I2 and J2 (if column I2 is negative, enter "0")	1 of this schedule.) 1, 2003 follows:	T1
Specified part Partnership in Income from a (Enter the great If there are days Net amount on Deduct partner Amount M from 12 Amounts column E in Schedu 1.	active busing atter of the arrows in the taxal line R from the part 3 of the arrows are from the part 2 of the part 2 of the arrows are from the part 2 of the part 2 of the active business are from the part 2 of the active business are from the part 2 of the active business are form the part 2 of the active business are form the part 2 of the active business are form the active business are formatteness are formatteness.	sunt H1 minus amount Stess in the first period mount from line U1 above Second tion year in the second Part 4 of Schedule 7 J2 Amounts from column G in Part 2 of Schedule 7 times 350,000	(amount G1 minus amount e or from line 400 of the T2 d period – after June 30, period, calculate the incom	treturn, at line B1 on page 2 2002, and before January the from active business as for the business as fo	1 of this schedule.) 1, 2003 follows:	U1
Specified part Partnership in Income from a (Enter the great If there are days Net amount on Deduct partner Amount M from Schedu I. 2. 3. Amount on lin Amount on lin Su Enter amount	ncome (amo active busin ater of the amount of the active business and the amount of the amount of the active business and the amount of the active business and the amount of the active business and the active business are active business and active business are active business and active business are active business and	sunt H1 minus amount Stess in the first period nount from line U1 above second tion year in the second Part 4 of Schedule 7 J2 Amounts from column G in Part 2 of Schedule 7 times 350,000 business limit* Totals Part 2 of Schedule 7 Part 2 of Schedule 7 unt O2 plus amount P2) unt Q2, whichever is less	(amount G1 minus amount e or from line 400 of the T2 d period – after June 30, period, calculate the incom K2 Column I2 minus column J2 (if negative, enter "0") M2 O2 P2	L2 Lesser of columns I2 and J2 (if column I2 is negative, enter "0") N2 R2 R2 R2 R2 R2	1 of this schedule.) 1, 2003 follows:	U1

- \$225,000 if the taxation year of the corporation ends in 2003; or
- \$250,000 if the taxation year of the corporation ends in 2004;

^{*} Use one of the following business limits to calculate columns J1 and J2 above, whichever applies:

	Part 2 — Calculation	on of income from a	ctive business when th	nere is partnership inc	come (continued)	1
			Third period – afte	r December 31, 2002		
lf	there are days in the tax	ation year in the third pe	riod, calculate the income t	from active business as fo	llows:	
N	et amount on line R from	Part 4 of Schedule 7				G3
	educt partnership inco				_	
	Amount M from Part 3 o	f Schedule 7			H3	
		T			1	
	13	J3	K3	L3		
	Amounts from	Amounts from	Column I3 minus	Lesser of columns I3		
	column E in Part 2 of	column G in Part 2 of	column J3	and J3		
	Schedule 7	Schedule 7 times 400.000	(if negative, enter "0")	(if column I3 is negative, enter "0")		
		business limit*		negative, enter 0)		
1.						
2.						
3.						
		Totals	M3	N3		
					•	
		n Part 2 of Schedule 7				
		n Part 2 of Schedule 7				
Subtotal (amount O3 plus amount P3) Q3						
			ss			
	Specified partnership in	come (amount N3 plus a	mount R3)	<u> </u>	S3	
			3)		··· <u> </u>	T3
In	come from active busi	ness in the third period	I (amount G3 minus amour	nt T3)		U3
(E	inter the greater of the a	mount from line U3 abov	e or from line 400 of the T2	2 return, at line B3 on page	e 1 of this schedule.)	
*	Use one of the following	business limits to calcul	ate column J3 above, which	hever applies:		

- \$225,000 if the taxation year of the corporation ends in 2003;
- \$250,000 if the taxation year of the corporation ends in 2004;
- \$275,000 if the taxation year of the corporation ends in 2005; or
- \$300,000 if the taxation year of the corporation ends in 2006 or later.

Part 3 - Calculation of New Brunswick tax before credits New Brunswick tax at the lower rate: Number of days in the taxation year Amount E1 x after December 31, 2000, and before July 1, 2002 Number of days in the taxation year Number of days in the taxation year after June 30, 2002, and before January 1, 2003 Amount E2 ____ x x 3.5% = Number of days in the taxation year Number of days in the taxation year after December 31, 2002 Amount E3 x 3% = Number of days in the taxation year New Brunswick tax at the higher rate: Number of days in the taxation year after December 31, 2000, and before July 1, 2002 _____ x 16% = E Number of days in the taxation year Number of days in the taxation year after June 30, 2002, and before January 1, 2003 x 14.5% = ______ F Amount F2 Number of days in the taxation year Number of days in the taxation year after December 31, 2002 x 13% = Number of days in the taxation year Total New Brunswick tax at the higher rate (total of amounts E, F, and G) New Brunswick tax before credits (amount D plus amount H) **

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If the corporation has a permanent establishment in more than one jurisdiction or is claiming a New Brunswick tax credit, enter amount I at line 225 of Schedule 5. Otherwise, enter it at line 760 of the T2 return.