

You have to complete this form for a trust resident in Newfoundland and Labrador, or for a non-resident trust if it carries on a business through a permanent establishment in Newfoundland and Labrador.

Taxable income (line 56 of the return) _____ 1

Step 1 – Newfoundland and Labrador tax on taxable income

Testamentary trusts or grandfathered inter vivos trusts – Complete **one** of the charts below, depending on the taxable income of the trust.

		Chart A Taxable income of \$29,590 or less	Chart B Taxable income more than \$29,590, but not more than \$59,180	Chart C Taxable income of more than \$59,180	
Enter the amount from line 1 above	2				2
Income base	3	0 00	29,590 00	59,180 00	3
Line 2 minus line 3	4	=	=	=	4
Tax rate	5	x 10.57%	x 16.16%	x 18.02%	5
Multiply line 4 by line 5	6	=	=	=	6
Tax on income base	7	+ 0 00	+ 3,128 00	+ 7,909 00	7
Newfoundland and Labrador tax on taxable income (line 6 plus line 7)	8	=	=	=	8

Inter vivos trusts (other than grandfathered)
Newfoundland and Labrador tax on taxable income: Line 1 _____ x 18.02% = _____ 9

Step 2 – Donations and gifts tax credit

Total donations and gifts	Line 17 of Schedule 11	13012 •				
	On the first \$200 or less			x 10.57% =		10
	On the remaining			x 18.02% =	+	11
Donations and gifts tax credit (line 10 plus line 11)					=	12

Step 3 – Newfoundland and Labrador tax

Enter the amount from line 8 or line 9 above 13011 ■ _____ 13

Donations and gifts tax credit (line 12)						14
Dividend tax credit (refer to instructions on the back of this page)						
Dividends declared and paid before March 22, 2002		x 45% =	13017 •	+		15
Dividends declared and paid on or after March 22, 2002		x 25% =	13015 •	+		16
Minimum tax carryover Line 26 of Schedule 11		x 62.2% =	13016 •	+		17
Total credits (add lines 14 to 17)				=		18
Subtotal (line 13 minus line 18 – if negative, enter "0")						19

Minimum tax Amount A from Chart 1 of Schedule 12 13002 • + _____ 20
 Subtotal (line 19 plus line 20) 13005 ■ = _____ 21

Surtax (Line 21 _____ minus \$7,032) x 9% = 13030 ■ + _____ 22
 Subtotal (line 21 plus line 22) _____ = _____ 23

Newfoundland and Labrador foreign tax credit (from Form T2036) 13060 • – _____ 24

Newfoundland and Labrador tax payable (line 23 minus line 24 – if negative, enter "0")
 Enter this amount on line 82 of the return. 13090 = _____ 25

Newfoundland and Labrador Tax Instructions

What's new for 2002?

The province has officially changed its name to Newfoundland and Labrador. For this year, there are two rates for the calculation of the dividend tax credit.

Lines 15 and 16 – Dividend tax credit

If some of the dividends retained in the trust were declared and paid **before** March 22, 2002, enter on line 15 that part of the amount from line 21 of Schedule 8.

If some of the dividends retained in the trust were declared and paid **on or after** March 22, 2002, enter on line 16 that part of the amount from line 21 of Schedule 8.

If you have questions...

If you have questions about **Newfoundland and Labrador tax and credits**, contact:

Newfoundland and Labrador Tax Services Office
Canada Customs and Revenue Agency
165 Duckworth Street, P.O. Box 12075
St. John's NL A1B 4R5

You can call us at **1-800-959-8281**. For other addresses and telephone numbers, see the listings in the government section of your telephone book and our Web site at: **www.ccra.gc.ca/tso/**