

You have to complete this form for a trust resident in Newfoundland and Labrador **and** for a non-resident trust that 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

Use the amount on line 1 to determine which **one** of the following columns you have to complete.

If the amount from line 1 is:	\$29,590 or less	more than \$29,590 , but not more than \$59,180	more than \$59,180
Enter the amount from line 1.	2		2
Base amount	3 - 0 00	- 29,590 00	- 59,180 00 3
Line 2 minus line 3	4 =	=	= 4
Rate	5 × 10.57%	× 16.16% 5	× 18.02% 5
Multiply the amount on line 4 by the rate on line 5.	6 =	= 6	= 6
Tax on base amount	7 + 0 00	+ 3,128 00 7	+ 7,909 00 7
Newfoundland and Labrador tax on taxable income (line 6 plus line 7)	8 =	= 8	= 8

Inter vivos trusts (other than grandfathered)

Newfoundland and Labrador tax on taxable income Line 1 × 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			× 10.57% =	
	On the remainder			× 18.02% =	+
Donations and gifts tax credit (line 10 plus line 11)		13014 •	=		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					
Line 24 of Schedule 8		×	21.4% =	13018 • +	15
Line 31 of Schedule 8		×	25% =	13015 • +	16
Minimum tax carryover					
Line 30 of Schedule 11		×	69.3% =	13016 • +	17
Total credits (add lines 14 to 17.)				=	18
Subtotal (line 13 minus line 18. If negative, enter "0".)				=	19

Newfoundland and Labrador additional tax for minimum tax purposes Amount A from Chart 3 of Schedule 12 **13002** + **20**
Subtotal (line 19 plus line 20) **13005** = **21**

Surtax (Line 21 minus \$7,032) × 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 (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 2006

The dividend tax credit calculation has changed.

If you have questions...

If you have questions about **Newfoundland and Labrador tax and credits**, visit the Canada Revenue Agency (CRA) Web site at www.cra.gc.ca or call the CRA at 1-800-959-8281. To get forms, visit the CRA Web site at www.cra.gc.ca/forms or call 1-800-959-2221.