

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. **Include a completed copy of this form with the trust's return.**

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:	\$29,886 or less	more than \$29,886 , but not more than \$59,772	more than \$59,772
Enter the amount from line 1.	2		2
Base amount	3 - 0 00	- 29,886 00	- 59,772 00 3
Line 2 minus line 3	4 =	=	= 4
Rate	5 × 9.64%	× 14.98%	× 17.26% 5
Multiply the amount on line 4 by the rate on line 5.	6 =	=	= 6
Tax on base amount	7 + 0 00	+ 2,881 00	+ 7,358 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 × 17.26% = **9**

Step 2 – Donations and gifts tax credit

Total donations and gifts	Line 17 of Schedule 11	13012 •			
	On the first \$200 or less			× 9.64% =	
	On the remainder			× 17.26% =	+
Donations and gifts tax credit (line 10 plus line 11)					13014 ■ =

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			× 21.43% =	13018 ■ +	15
Line 31 of Schedule 8			× 25% =	13015 ■ +	16
Minimum tax carryover					
Line 30 of Schedule 11			× 64.3% =	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 \$7,102) × 4.5% = **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 2007

The base amounts, tax rates, tax on base amounts, and the rates applicable to the donations and gifts tax credit have changed. The dividend tax credit rate for the taxable amount of eligible dividends, the minimum tax carryover rate, and the surtax rate and threshold have also 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.