## NOVA SCOTIA CORPORATION TAX CALCULATION (2007 and later tax years)

code 0701

Corporation's name	Business Number	Tax year-end				
		Year Month		Da		

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

	Period before April 1, 2006		
, , , , , , , , , , , , , , , , , , , ,	ned above, calculate the income subject to the lower and higher tax ra	te for	
Nova Scotia and its offshore area as follows:			A2
Taxable income for Nova Scotia *			AZ
Income eligible for the lower tax rate for Nova So	otia and its offshore area in this period:		
Amount on line 400 of the T2 return **		B2	
Amount on line 405 of the T2 return		C2	
Amount on line 425 of the T2 return	× =	D2	
	line 4 on page 4 of the T2 return	<del></del>	
Amount B2, C2, or D2,	×taxable income for Nova Scotia *	=	E2
whichever is less	taxable income for all provinces ***		
	taxable income for all provinces ***		
	taxable income for all provinces ***  cotia and its offshore area in this period (amount A2 minus amoun		
	taxable income for all provinces *** cotia and its offshore area in this period (amount A2 minus amoun		
Income subject to the higher tax rate for Nova So	taxable income for all provinces ***  cotia and its offshore area in this period (amount A2 minus amoun  Period after March 31, 2006	t E2)	
Income subject to the higher tax rate for Nova So	taxable income for all provinces *** cotia and its offshore area in this period (amount A2 minus amoun	t E2)	
f there are days in the tax year in the period mention Nova Scotia and its offshore area as follows:	cotia and its offshore area in this period (amount A2 minus amoun  Period after March 31, 2006  ned above, calculate the income subject to the lower and higher tax ra	t E2)	F2
f there are days in the tax year in the period mention Nova Scotia and its offshore area as follows:	taxable income for all provinces ***  cotia and its offshore area in this period (amount A2 minus amoun  Period after March 31, 2006	t E2)	F2
Income subject to the higher tax rate for Nova Solution  If there are days in the tax year in the period mention Nova Scotia and its offshore area as follows:	cotia and its offshore area in this period (amount A2 minus amoun  Period after March 31, 2006  ned above, calculate the income subject to the lower and higher tax ra	t E2)	F2
f there are days in the tax year in the period mention Nova Scotia and its offshore area as follows:  Taxable income for Nova Scotia *	Period after March 31, 2006 ned above, calculate the income subject to the lower and higher tax ra	t E2)	F2
Income subject to the higher tax rate for Nova Solution  If there are days in the tax year in the period mention  Nova Scotia and its offshore area as follows:  Taxable income for Nova Scotia *	cotia and its offshore area in this period (amount A2 minus amoun  Period after March 31, 2006  ned above, calculate the income subject to the lower and higher tax ra	t E2)	F2
Income subject to the higher tax rate for Nova Solution  If there are days in the tax year in the period mention Nova Scotia and its offshore area as follows:  Taxable income for Nova Scotia *  Income eligible for the lower tax rate for Nova Solution  Amount on line 400 of the T2 return **	Period after March 31, 2006 ned above, calculate the income subject to the lower and higher tax ra	t E2) te for B3	F2
Income subject to the higher tax rate for Nova Solution If there are days in the tax year in the period mention Nova Scotia and its offshore area as follows:  Taxable income for Nova Scotia *  Income eligible for the lower tax rate for Nova Solution Amount on line 400 of the T2 return **  Amount on line 405 of the T2 return	Period after March 31, 2006 ned above, calculate the income subject to the lower and higher tax ra	t E2) te for B3 C3	F2
Income subject to the higher tax rate for Nova Solution If there are days in the tax year in the period mention Nova Scotia and its offshore area as follows:  Taxable income for Nova Scotia *  Income eligible for the lower tax rate for Nova Solution Amount on line 400 of the T2 return **	Period after March 31, 2006 ned above, calculate the income subject to the lower and higher tax ra	t E2) te for B3 C3	F2
Income subject to the higher tax rate for Nova Solution  If there are days in the tax year in the period mention Nova Scotia and its offshore area as follows:  Taxable income for Nova Scotia *  Income eligible for the lower tax rate for Nova Solution  Amount on line 400 of the T2 return **  Amount on line 405 of the T2 return	rectia and its offshore area in this period (amount A2 minus amount)  Period after March 31, 2006  ned above, calculate the income subject to the lower and higher tax rates and its offshore area in this period:    X	t E2) te for B3 C3	F2

Canada ...

<sup>\*</sup> If the corporation has a permanent establishment only in Nova Scotia or in the offshore area of Nova Scotia, enter the taxable income from line 360 on page 3 of the T2 return. Otherwise, enter the taxable incomes allocated to both jurisdictions in Nova Scotia (the province itself and the offshore area) from column F in Part 1 of Schedule 5.

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

<sup>\*\*\*</sup> Includes the territories and the offshore jurisdictions for Nova Scotia and Newfoundland and Labrador.

	t on line R fron		alculation of Aggregate Inv	estment Income and Active	Business Income	G2
•	•				H2	
	WITOITT AIL 4 C	or ochedule 7				
	12	J2	K2	L2		
column	unts from E in Part 3 of hedule 7	Amounts from column G in Part 3 of Schedule 7 multiplied by 350,000 business limit *	Column I2 <b>minus</b> column J2 (if negative, enter "0")	Lesser of columns I2 and J2 (if column I2 is negative, enter "0")		
1. 2.						
3.						
		Totals	M2	N2		
Amount o	on line 370 from	n Part 3 of Schedule 7	02			
		n Part 3 of Schedule 7				
			Q2			
Enter am			s	R2		
			mount R2)		S2	Ta
	nip income (am					T2 U2
INCOMA tro	m activo husi	nace in this nariad (am)				
Income fro	m active busi	ness in this period (amo	ount G2 <b>minus</b> amount 12	)		
(Enter, on li	ine B2 on page	e 1 of this schedule, the g	reater of the amounts from	line U2 above and from line	e 400 of the T2 return.)	
* If the confederal b	rporation's tax pusiness limit is days in the tax	year ends in 2006, the fees \$400,000.	reater of the amounts from deral business limit is \$300 Period after Noned above, calculate the i	line U2 above and from line 0,000. If the tax year ends in larch 31, 2006 income from active business	e 400 of the T2 return.) n 2007 or later, the s as follows:	
* If the confederal but there are Net amount Deduct par	rporation's tax pusiness limit is days in the tax t on line R fron rtnership inco	year ends in 2006, the fees \$400,000.  Expear in the period mention Part 5 of Schedule 7, Came:	reater of the amounts from deral business limit is \$300 Period after No oned above, calculate the in-	line U2 above and from line 0,000. If the tax year ends in March 31, 2006 Income from active business estment Income and Active	e 400 of the T2 return.) n 2007 or later, the s as follows: Business Income	G3
* If the confederal but there are Net amount Deduct par	rporation's tax pusiness limit is days in the tax t on line R fron rtnership inco	year ends in 2006, the fees \$400,000.  Expear in the period mention Part 5 of Schedule 7, Came:	reater of the amounts from deral business limit is \$300 Period after No oned above, calculate the in-	line U2 above and from line 0,000. If the tax year ends in larch 31, 2006 income from active business	e 400 of the T2 return.) n 2007 or later, the s as follows: Business Income	G3
* If the confederal but there are Net amount Deduct par	rporation's tax pusiness limit is days in the tax t on line R fron rtnership inco	year ends in 2006, the fees \$400,000.  Expear in the period mention Part 5 of Schedule 7, Came:	reater of the amounts from deral business limit is \$300 Period after No oned above, calculate the in-	line U2 above and from line 0,000. If the tax year ends in March 31, 2006 Income from active business estment Income and Active	e 400 of the T2 return.) n 2007 or later, the s as follows: Business Income	G3
* If the confederal but there are Net amount Not amount Not column	rporation's tax pusiness limit is days in the tax t on line R fron rtnership inco	year ends in 2006, the fees \$400,000.  Expear in the period mention Part 5 of Schedule 7, Came:  of Schedule 7	reater of the amounts from deral business limit is \$300  Period after Noned above, calculate the interpretation of Aggregate Inv	line U2 above and from line 1,000. If the tax year ends in 1arch 31, 2006 Income from active business Income and Active	e 400 of the T2 return.) n 2007 or later, the s as follows: Business Income	G3
* If the confederal but there are Net amount Not amount Not column	rporation's tax business limit is days in the tax t on line R from rtnership income from Part 4 company and some sine part 3 of	year ends in 2006, the fees \$400,000.  A year in the period mention Part 5 of Schedule 7, Came:  J3  Amounts from column G in Part 3 of Schedule 7 multiplied by 400,000	Period after Moned above, calculate the inalculation of Aggregate Inv	line U2 above and from line 1,000. If the tax year ends in 1,000 and 1,2006 Income from active business Income from active business Income and Active  L3  Lesser of columns I3  and J3  (if column I3 is	e 400 of the T2 return.) n 2007 or later, the s as follows: Business Income	G3
* If the confederal but there are Net amount Not column Sci	rporation's tax business limit is days in the tax t on line R from rtnership income from Part 4 company and some sine part 3 of	year ends in 2006, the fees \$400,000.  A year in the period mention Part 5 of Schedule 7, Came:  J3  Amounts from column G in Part 3 of Schedule 7 multiplied by 400,000	Period after Moned above, calculate the inalculation of Aggregate Inv	line U2 above and from line 1,000. If the tax year ends in 1,000 and 1,2006 Income from active business Income from active business Income and Active  L3  Lesser of columns I3  and J3  (if column I3 is	e 400 of the T2 return.) n 2007 or later, the s as follows: Business Income	G3
* If the confederal but the series of the se	rporation's tax business limit is days in the tax t on line R from rtnership income from Part 4 company and some sine part 3 of	year ends in 2006, the fees \$400,000.  A year in the period mention Part 5 of Schedule 7, Came:  J3  Amounts from column G in Part 3 of Schedule 7 multiplied by 400,000 business limit *	Period after Moned above, calculate the inalculation of Aggregate Investigation (if negative, enter "0")	line U2 above and from line 1,000. If the tax year ends in 1arch 31, 2006 Income from active business Income and Active  L3  Lesser of columns I3  and J3  (if column I3 is  negative, enter "0")	e 400 of the T2 return.) n 2007 or later, the s as follows: Business Income	G3
* If the confederal but there are Net amount Not column Sci	rporation's tax business limit is days in the tax t on line R from rtnership income from Part 4 company and some sine part 3 of	year ends in 2006, the fees \$400,000.  A year in the period mention Part 5 of Schedule 7, Came:  J3  Amounts from column G in Part 3 of Schedule 7 multiplied by 400,000	Period after Moned above, calculate the inalculation of Aggregate Inv	line U2 above and from line 1,000. If the tax year ends in 1,000 and 1,2006 Income from active business Income from active business Income and Active  L3  Lesser of columns I3  and J3  (if column I3 is	e 400 of the T2 return.) n 2007 or later, the s as follows: Business Income	G3
* If the confederal but there are Net amount Not column Sci	rporation's tax pusiness limit is days in the tax t on line R from rtnership incount from Part 4 counts from E in Part 3 of hedule 7	year ends in 2006, the fees \$400,000.  A year in the period mention Part 5 of Schedule 7, Came:  J3  Amounts from column G in Part 3 of Schedule 7 multiplied by 400,000 business limit *	Period after Moned above, calculate the inalculation of Aggregate Invaluation of Aggregate Inval	line U2 above and from line 1,000. If the tax year ends in 1arch 31, 2006 Income from active business Income and Active  L3  Lesser of columns I3  and J3  (if column I3 is  negative, enter "0")	e 400 of the T2 return.) n 2007 or later, the s as follows: Business Income	G3
* If the confederal but there are Net amount Not column Scl. 3. Amount of the column Scl. 3. Amount of	rporation's tax pusiness limit is days in the tax ton line R from rtnership incomulation of the days in the tax ton line R from Part 4 companies from E in Part 3 of hedule 7	year ends in 2006, the fees \$400,000.  A year in the period mention Part 5 of Schedule 7, Came:  If Schedule 7	Period after Moned above, calculate the inalculation of Aggregate Invaluation Is minus column J3 (if negative, enter "0")  M3  M3  O3  P3	line U2 above and from line 1,000. If the tax year ends in 1arch 31, 2006 Income from active business Income and Active  L3  Lesser of columns I3  and J3  (if column I3 is  negative, enter "0")	e 400 of the T2 return.) n 2007 or later, the s as follows: Business Income	G3
* If the confederal but there are Net amount Net Amount Net Amount Net Amount of Amoun	rporation's tax business limit is days in the tax ton line R from rtnership incomulation Part 4 cm 13 unts from E in Part 3 of hedule 7 on line 380 from Subtotal (amounts from Subtota	year ends in 2006, the fees \$400,000.  A year in the period mention Part 5 of Schedule 7, Came:  If Schedule 7	Period after Moned above, calculate the inalculation of Aggregate Invaluation I3 minus column J3 (if negative, enter "0")  M3  O3  P3  Q3	line U2 above and from line 1,000. If the tax year ends in 1,2006 Income from active business 1,2006 Income from active b	e 400 of the T2 return.) n 2007 or later, the s as follows: Business Income	G3
* If the confederal but there are Net amount Not amount Not amount Not amount Not amount Not amount of the column Science Amount of Amount of Enter amount of the column and the column science Amount of Amount of Enter amount of the column and the column and the column and the column science Amount of Amount of Enter amount of the column and the colu	rporation's tax business limit is days in the tax ton line R from rtnership incomments from Part 4 cm 13 aunts from E in Part 3 of hedule 7 and line 370 from Subtotal (amount M3 or amount	year ends in 2006, the fees \$400,000.  A year in the period mention Part 5 of Schedule 7, Came:  If Schedule 7	Period after Moned above, calculate the inalculation of Aggregate Invaluation of Aggregate Inval	line U2 above and from line 1,000. If the tax year ends in 1arch 31, 2006 Income from active business Income and Active  L3  Lesser of columns I3  and J3  (if column I3 is  negative, enter "0")  N3	e 400 of the T2 return.) In 2007 or later, the Is as follows:  Business Income  H3	
* If the confederal but there are Net amount Net Amount Net Amount Net Amount Column Scill Amount Column Scill Amount Column Scill Amount Column Specified	rporation's tax business limit is days in the tax ton line R from rtnership incomments from Part 4 comments from Part 3 of hedule 7	year ends in 2006, the fees \$400,000.  A year in the period mention Part 5 of Schedule 7, Came:  If Schedule 7	Period after Moned above, calculate the inalculation of Aggregate Invaluation of Aggregate Inval	line U2 above and from line 1,000. If the tax year ends in 1arch 31, 2006 Income from active business Income and Active  L3  Lesser of columns I3  and J3  (if column I3 is  negative, enter "0")  N3	e 400 of the T2 return.) In 2007 or later, the Is as follows:  Business Income  H3	G3

Part 3 –	Calcula	tion of Nova Scotia tax before credits ar	nd the Nova S	Scotia offshore tax ————	
Nova Scotia tax at the lower rate:					
Amount E2	x	Days in the tax year before April 1, 2006	_ x 5% =	ВВ	
		Days in the tax year			
Amount E3	_ x	Days in the tax year after March 31, 2006	_ x 5% =	cc	
		Days in the tax year			
		Subtotal (total of amounts BB	and CC)	<u> </u>	DD
Nova Scotia tax at the higher rate	:				
4		Days in the tay year before April 1, 2006	400/	FF	
Amount F2	_ x	Days in the tax year before April 1, 2006  Days in the tax year	_ x 16% =	FF	
A	v	Days in the tax year after March 31, 2006	400/	00	
Amount F3	- ×	Days in the tax year	_ x 16% =	GG	
		Sutotal (total of amounts F	E and GG)	_	НН
		Catotal (total of amounts)	=		пп
Nova Scotia tax (amount DD plus	amount l	HH)			II
	amount			·····	"
Only one jurisdiction  If the taxable income is allocated or	nly to Nov	va Scotia or to Nova Scotia offshore, and the cor	noration is <b>not</b>	claiming a Nova	
Scotia tax credit, enter amount II on	line 760	of the T2 return. If the corporation is claiming a	•	•	
215 or 220 of Schedule 5, whicheve	er applies	5.			
Jurisdictions in both Nova Scotia  If the corporation has taxable incom		va Scotia offshore ted to both Nova Scotia and its offshore area, ca	lculate the follo	wina.	
ii tile eerperation nae taxasie meem	io allocat			·······g.	
A	v	Taxable income for Nova Scotia offshore			JJ
Amount II	_ ×	Taxable income for Nova Scotia plus	_ =	·····	
		taxable income for Nova Scotia offshore			
Nova Scotia offshore tax – enter a	amount J	J on line 220 of Schedule 5.			
Nova Scotia tax before credits (ar	mount II	minus amount JJ)		····· <u>—</u>	KK
Enter amount KK on line 215 of Sch	nedule 5.				