



**Part 3 – Calculation of Nova Scotia tax before credits and the Nova Scotia offshore tax**

**Nova Scotia tax at the lower rate:**

Amount F \_\_\_\_\_ ×  $\frac{\text{Number of days in the tax year before January 1, 2011}}{\text{Number of days in the tax year}}$  \_\_\_\_\_ × 5.0% = \_\_\_\_\_ 1

Amount F \_\_\_\_\_ ×  $\frac{\text{Number of days in the tax year after December 31, 2010, and before January 1, 2012}}{\text{Number of days in the tax year}}$  \_\_\_\_\_ × 4.5% = \_\_\_\_\_ 2

Amount F \_\_\_\_\_ ×  $\frac{\text{Number of days in the tax year after December 31, 2011}}{\text{Number of days in the tax year}}$  \_\_\_\_\_ × 4.0% = \_\_\_\_\_ 3

**Nova Scotia tax at the lower rate** (total of amounts 1, 2, and 3) \_\_\_\_\_ ► \_\_\_\_\_ AA

**Nova Scotia tax at the higher rate:**

Amount G \_\_\_\_\_ × 16% = ..... \_\_\_\_\_ BB

**Nova Scotia tax** (amount AA plus amount BB) ..... \_\_\_\_\_ CC

**Only one jurisdiction**

If the taxable income is allocated only to Nova Scotia or to Nova Scotia offshore, and the corporation is **not** claiming a Nova Scotia tax credit, enter amount CC on line 760 of the T2 return. If the corporation is claiming a credit, enter amount CC on line 215 or 220 of Schedule 5, whichever applies.

**Jurisdictions in both Nova Scotia and Nova Scotia offshore**

If the corporation has taxable income allocated to both Nova Scotia and its offshore area, calculate the following:

Amount CC \_\_\_\_\_ ×  $\frac{\text{Taxable income for Nova Scotia offshore}}{\text{Taxable income for Nova Scotia plus taxable income for Nova Scotia offshore}}$  = ..... \_\_\_\_\_ DD

**Nova Scotia offshore tax** – enter amount DD on line 220 of Schedule 5.

**Nova Scotia tax before credits** (amount CC minus amount DD) ..... \_\_\_\_\_ EE

Enter amount EE on line 215 of Schedule 5.