

NOVA SCOTIA RESEARCH AND DEVELOPMENT TAX CREDIT (1998 and later taxation years)

Name of corporation	Business Number	Taxation year end		
		Year	Month	Day
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- Use this schedule if you are a corporation with a permanent establishment in Nova Scotia that has made eligible expenditures for scientific research to be carried out in the province, and want to:
 - calculate a Nova Scotia research and development tax credit for taxation years ending after December 31, 1993; or
 - claim a carry forward of Nova Scotia research and development tax credits from taxation years ending on or before December 31, 1993, to reduce Nova Scotia income tax otherwise payable in the current year.
- An eligible expenditure is one that meets the definition of a "qualified expenditure" in subsection 127(9) of the federal Income Tax Act but also includes an expenditure specified for a Part VIII refund.
- Credits earned in taxation years ending after December 31, 1993 are applied to reduce Nova Scotia income tax otherwise payable for the year, as well as amounts owing under the federal and provincial income tax acts, the Canada Pension Plan and the Employment Insurance Act. Any remaining balance will be refunded.
- Credits earned in taxation years prior to the 1994 taxation year can be carried forward to the seven subsequent taxation years. The credit referred to in line A is in respect of eligible expenditures made in taxation years ending on or before December 31, 1993, and which is available to reduce Nova Scotia tax otherwise payable in the current year.
- Use this schedule to show a transfer of a credit earned prior to January 1, 1994 following an amalgamation or wind-up of a subsidiary, as described under subsections 87(1) and 88(1) of the federal Income Tax Act. This schedule can also be used to allocate a credit earned after December 31, 1993 from a trust or a partnership.
- File this schedule with your T2 return for the taxation year in which the credit is earned, claimed or a refund requested

• File this scriedule with your 12 return for the taxation year	•	·	d
Part 1 – Calculation of the Preceding Pre 1994 taxation year credits at the end of the preceding Peduct: Credit expired after seven taxation years	104 105 subsidiary	110	A
Deduct: Carry-forward credit claimed against provincial ta Pre 1994 credit closing balance	·	200	
Part 2 – Qualified expenditu	res (in current taxation year)	eligible for the credit —	Investment or even addition
Total expenditures for R&D in the taxation year		103	Investment or expenditure B
Part	3 – Calculation of refundable	le credit	
Current year credit earned:	130	x 15% = 120	l <u> </u>
Credit allocated from a trust	Subtotal		
Total current year credit (enter on line 566 in Part 2 of Se	Chedule 5)	190	
Part 4 – Analysis of pre	1994 credit available for carr	y-forward by year of origin	
Year of origin (earliest year first) Year Month Day I I I I I I I I I I I I I I I I I I I		Year of origin (earliest year first) Year Month Day I I I I I I I Total (equals line 200 in Part 1)	
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