

Name of corporation	Business Number	Taxation year-end		
		Year	Month	Day

- For use by corporations with a permanent establishment (as defined in the federal *Income Tax Regulations*) in the province of Nova Scotia that are liable to pay tax on their taxable capital, for taxation years ending after March 31, 1997, and starting before July 1, 2009.
- The Nova Scotia tax on large corporations will apply to most large corporations including insurance companies, except financial institutions as defined in Part III of the Nova Scotia *Income Tax Act*. Financial institutions include banks, trust companies, and credit unions.
- Corporations exempt from federal Part I.3 tax, under subsection 181.1(3), are also exempt from Nova Scotia tax on large corporations.
- You have to complete Schedule 33, 34, or 35, whichever applies, in order to complete this schedule. File completed copies of these two schedules with the *T2 Corporation Income Tax Return* within six months of the end of the taxation year.

Part 1 – Calculation of Nova Scotia taxable capital

Taxable capital employed in Canada (enter the amount from line 590, 690, or 790, whichever applies, of Schedule 33, 34, or 35) **A**

Deduct: capital deduction claimed for the year **120** **B**

(Enter \$5,000,000 or, for related corporations, the amount allocated on Schedule 343. Enter "0" if the amount on line A above, for the corporation and any related corporations, is \$10,000,000 or more.)

Net taxable capital for the year (if negative, enter "0") **C**

If the corporation has a permanent establishment only in Nova Scotia, enter amount from line C on line G. Otherwise, complete the following:

$$\frac{\text{Line 107 plus line 108 of Schedule 5}}{\text{Line 129 minus line 127 of Schedule 5}} = \underline{\quad\quad\quad} \% \text{ D}$$

$$\frac{\text{Line 147 plus line 148 of Schedule 5}}{\text{Line 169 minus line 167 of Schedule 5}} = \underline{\quad\quad\quad} \% \text{ E}^*$$

$$\text{Add percentages D and E } \underline{\quad\quad\quad} \% \times 1/2^{**} = \underline{\quad\quad\quad} \% \text{ F}$$

Amount C $\underline{\quad\quad\quad}$ x percentage on line F $\underline{\quad\quad\quad} \% = \text{Nova Scotia taxable capital for the year } \underline{\quad\quad\quad} \text{ **130** } \underline{\quad\quad\quad} \text{ **G**$

* For an airline corporation, multiply percentage E by 3.

** If either line 129 or 169 of schedule 5 is blank or zero, do not multiply by 1/2. For ship operators, do not multiply by 1/2. For airlines, multiply by 1/4.

Part 2 – Calculation of Nova Scotia tax on large corporations

Is amount A plus the taxable capital for the year for all related corporations less than \$10,000,000? **135** 1 Yes 2 No

If the answer is Yes at line 135, complete the following:

Amount G	_____	x	$\frac{\text{Number of days in the taxation year before April 1, 2004}}{\text{Number of days in the taxation year}}$	_____	x	0.5%	=	_____	H
Amount G	_____	x	$\frac{\text{Number of days in the taxation year after March 31, 2004 and before July 1, 2005}}{\text{Number of days in the taxation year}}$	_____	x	0.6%	=	_____	I
Amount G	_____	x	$\frac{\text{Number of days in the taxation year after June 30, 2005 and before July 1, 2006}}{\text{Number of days in the taxation year}}$	_____	x	0.55%	=	_____	J
Amount G	_____	x	$\frac{\text{Number of days in the taxation year after June 30, 2006 and before July 1, 2007}}{\text{Number of days in the taxation year}}$	_____	x	0.5%	=	_____	K
Amount G	_____	x	$\frac{\text{Number of days in the taxation year after June 30, 2007 and before July 1, 2008}}{\text{Number of days in the taxation year}}$	_____	x	0.45%	=	_____	L
Amount G	_____	x	$\frac{\text{Number of days in the taxation year after June 30, 2008}}{\text{Number of days in the taxation year}}$	_____	x	0.4%	=	_____	M
Subtotal (total of amounts H through M)									===== N

If the answer is No at line 135, complete the following:

Amount G	_____	x	$\frac{\text{Number of days in the taxation year before April 1, 2004}}{\text{Number of days in the taxation year}}$	_____	x	0.25%	=	_____	O
Amount G	_____	x	$\frac{\text{Number of days in the taxation year after March 31, 2004 and before July 1, 2005}}{\text{Number of days in the taxation year}}$	_____	x	0.3%	=	_____	P
Amount G	_____	x	$\frac{\text{Number of days in the taxation year after June 30, 2005 and before July 1, 2006}}{\text{Number of days in the taxation year}}$	_____	x	0.275%	=	_____	Q
Amount G	_____	x	$\frac{\text{Number of days in the taxation year after June 30, 2006 and before July 1, 2007}}{\text{Number of days in the taxation year}}$	_____	x	0.25%	=	_____	R
Amount G	_____	x	$\frac{\text{Number of days in the taxation year after June 30, 2007 and before July 1, 2008}}{\text{Number of days in the taxation year}}$	_____	x	0.225%	=	_____	S
Amount G	_____	x	$\frac{\text{Number of days in the taxation year after June 30, 2008}}{\text{Number of days in the taxation year}}$	_____	x	0.2%	=	_____	T
Subtotal (total of amounts O through T)									===== U

For a taxation year that straddles July 1, 2009:

Amount N or U, whichever applies	_____	x	$\frac{\text{Number of days in the taxation year before July 1, 2009}}{\text{Number of days in the taxation year}}$	_____	=	_____	V
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Nova Scotia tax on large corporations

(enter amount N, U, or V, whichever applies)	_____	x	$\frac{\text{Number of days in the taxation year}^*}{365}$	=	150	_____	W
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Enter amount W on line 765 on page 8 of the T2 return. Amount W may be deducted in calculating net income for federal income tax purposes.

* Only complete the proration if the taxation year is less than 51 weeks.