



**NOVA SCOTIA TAX ON LARGE CORPORATIONS
(2006 and later tax years)**

Name of corporation	Business Number	<table style="width:100%; border-collapse: collapse;"> <tr> <td style="text-align: center;">Tax year-end</td> <td style="text-align: center;">Year</td> <td style="text-align: center;">Month</td> <td style="text-align: center;">Day</td> </tr> <tr> <td style="border: 1px solid black; height: 20px;"></td> <td style="border: 1px solid black; height: 20px;"></td> <td style="border: 1px solid black; height: 20px;"></td> <td style="border: 1px solid black; height: 20px;"></td> </tr> </table>	Tax year-end	Year	Month	Day				
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- 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 tax years ending after March 31, 1997, and starting before July 1, 2012.
- 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 described under subsection 181.1(3) of the federal *Income Tax Act* 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 tax year.
- For tax years ending after June 30, 2006, you can reduce the Nova Scotia tax on large corporations by claiming the energy efficiency tax credit for expenditures on renewable energy sources or energy efficiency. The energy efficiency tax credit is equal to 25% of the capital cost of acquisitions or additions to eligible property made after June 30, 2006. Eligible property is property that falls into class 43.1 and class 43.2 under the federal *Income Tax Regulations*. The reduction may not exceed the lesser of the amount of the credit and 50% of the amount of Nova Scotia tax on large corporations otherwise payable for the tax year. The unused balance of the energy efficiency tax credit is non-refundable and may be carried forward seven tax years.
- Use this schedule to show a transfer of the energy efficiency tax credit after an amalgamation or the windup of a subsidiary, as described under subsections 87(1) and 88(1) of the federal *Income Tax Act*. You can also use this schedule to show a credit allocated to a corporation that is a member of a partnership or a credit allocated to a corporation that is a beneficiary under a trust.

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:

$$\frac{\text{Line 107 plus line 108 of Schedule 5}}{\text{Line 129 minus line 127 of Schedule 5}} = \underline{\hspace{2cm}} \% \text{ D}$$

$$\frac{\text{Line 147 plus line 148 of Schedule 5}}{\text{Line 169 minus line 167 of Schedule 5}} = \underline{\hspace{2cm}} \% \text{ E}^*$$

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

Amount C $\underline{\hspace{2cm}}$ x percentage on line F $\underline{\hspace{2cm}}\%$ = **Nova Scotia taxable capital for the year** 130 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	$\frac{\text{Number of days in the tax year after March 31, 2004, and before July 1, 2005}}{\text{Number of days in the tax year}}$	_____	x	0.6%	=	_____	I
Amount G	_____	x	$\frac{\text{Number of days in the tax year after June 30, 2005, and before July 1, 2006}}{\text{Number of days in the tax year}}$	_____	x	0.55%	=	_____	J
Amount G	_____	x	$\frac{\text{Number of days in the tax year after June 30, 2006, and before July 1, 2007}}{\text{Number of days in the tax year}}$	_____	x	0.5%	=	_____	K
Amount G	_____	x	$\frac{\text{Number of days in the tax year after June 30, 2007, and before July 1, 2008}}{\text{Number of days in the tax year}}$	_____	x	0.45%	=	_____	L
Amount G	_____	x	$\frac{\text{Number of days in the tax year after June 30, 2008, and before July 1, 2009}}{\text{Number of days in the tax year}}$	_____	x	0.4%	=	_____	M
Amount G	_____	x	$\frac{\text{Number of days in the tax year after June 30, 2009, and before July 1, 2010}}{\text{Number of days in the tax year}}$	_____	x	0.3%	=	_____	N
Amount G	_____	x	$\frac{\text{Number of days in the tax year after June 30, 2010, and before July 1, 2011}}{\text{Number of days in the tax year}}$	_____	x	0.2%	=	_____	O
Amount G	_____	x	$\frac{\text{Number of days in the tax year after June 30, 2011, and before July 1, 2012}}{\text{Number of days in the tax year}}$	_____	x	0.1%	=	_____	P
									Subtotal (total of amounts I through P) _____ Q

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

Amount G	_____	x	$\frac{\text{Number of days in the tax year after March 31, 2004, and before July 1, 2005}}{\text{Number of days in the tax year}}$	_____	x	0.3%	=	_____	R
Amount G	_____	x	$\frac{\text{Number of days in the tax year after June 30, 2005, and before July 1, 2006}}{\text{Number of days in the tax year}}$	_____	x	0.275%	=	_____	S
Amount G	_____	x	$\frac{\text{Number of days in the tax year after June 30, 2006, and before July 1, 2007}}{\text{Number of days in the tax year}}$	_____	x	0.25%	=	_____	T
Amount G	_____	x	$\frac{\text{Number of days in the tax year after June 30, 2007, and before July 1, 2008}}{\text{Number of days in the tax year}}$	_____	x	0.225%	=	_____	U
Amount G	_____	x	$\frac{\text{Number of days in the tax year after June 30, 2008, and before July 1, 2009}}{\text{Number of days in the tax year}}$	_____	x	0.2%	=	_____	V
Amount G	_____	x	$\frac{\text{Number of days in the tax year after June 30, 2009, and before July 1, 2010}}{\text{Number of days in the tax year}}$	_____	x	0.15%	=	_____	W
Amount G	_____	x	$\frac{\text{Number of days in the tax year after June 30, 2010, and before July 1, 2011}}{\text{Number of days in the tax year}}$	_____	x	0.1%	=	_____	X
Amount G	_____	x	$\frac{\text{Number of days in the tax year after June 30, 2011, and before July 1, 2012}}{\text{Number of days in the tax year}}$	_____	x	0.05%	=	_____	Y
									Subtotal (total of amounts R through Y) _____ Z

Part 2 – Calculation of Nova Scotia tax on large corporations (continued)

Gross Nova Scotia tax on large corporations

Enter amount Q or amount Z at line 150, whichever applies.

If the tax year is less than 51 weeks, complete the following calculation:

$$\frac{\text{Amount Q or amount Z, whichever applies}}{\text{365}} \times \text{Number of days in the tax year} = \text{150} \text{ AA}$$

Deduct:
Energy efficiency tax credit (amount from line 260 in Part 4) **BB**
Net Nova Scotia tax on large corporations (amount AA minus amount BB) **370** **CC**

Enter amount CC on line 765 on page 8 of the T2 return. Amount CC may be deducted in calculating net income for federal income tax purposes.

Part 3 – Eligible property (acquired after June 30, 2006 in the current tax year) - energy efficiency tax credit

201 CCA class no.	202 Acquisition date			203 Capital cost
	Year	Month	Day	

Total capital cost (attach an additional schedule if space is insufficient) **DD**

Part 4 – Calculation of energy efficiency tax credit available for the year (for tax years ending after June 30, 2006) and credit available for carryforward

Credit at end of preceding tax year **204** _____
Deduct: Credit expired after seven tax years **205** _____ **▶** _____ **EE**
 Credit at beginning of tax year _____

Add:
 Credit transferred on an amalgamation or the windup of a subsidiary **210** _____
 Acquisitions in current tax year, from amount DD above: **222** _____ x 25%
 Credit allocated from a partnership **230** _____
 Credit allocated from a trust **240** _____
 Subtotal **▶** _____ **FF**

Total credit available (amount EE plus amount FF) _____ **GG**

Deduct:
 Credit renounced **250** _____
 Credit claimed in the current year (maximum of 50% of line 150) **260** _____
 Subtotal **▶** _____ **HH**

Closing balance (amount GG minus amount HH) **300** _____

Part 5 – Analysis of energy efficiency tax credit available for carryforward by year of origin

You can complete this part to track the amount of credit you have available to carry forward for each tax year.

Year of origin (earliest year first)			Credit available	Year of origin (earliest year first)			Credit available
Year	Month	Day		Year	Month	Day	
			_____				_____
			_____				_____
			_____				_____
			_____				_____
			_____	Total (equals line 300 in Part 4)			_____