

**PRINCE EDWARD ISLAND MANUFACTURING AND PROCESSING PROFITS TAX CREDIT**

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

Use this form if you are a corporation that maintained a permanent establishment in Prince Edward Island at any time in the taxation year, and had:

- taxable income earned in Prince Edward Island; and
- Canadian manufacturing and processing profits earned in the year in Prince Edward Island.

File one completed copy of this form with your *T2 Corporation Income Tax Return*.

**Calculation of Prince Edward Island manufacturing and processing profits tax credit**

Canadian manufacturing and processing profits for the year from line 233 on page 4 of the T2 return .....	_____		A
<b>Deduct:</b>			
The least of amounts on lines 223, 225, and 227 (or F, if it applies) of the small business deduction calculation on page 3 of the T2 return .....	_____		B
		▶	_____ C
Amount from line 235 on page 4 of the T2 return .....			_____ D
Lesser of C and D _____ x $\frac{\text{Taxable income earned in Prince Edward Island}}{\text{Taxable income earned in all provinces}}$ _____ = _____			E
Amount E _____ x $\frac{\text{Number of days in the taxation year before July 1, 1997}}{\text{Number of days in the taxation year}}$ _____ x 7.5% = _____			F
Amount E _____ x $\frac{\text{Number of days in the taxation year after June 30, 1997}}{\text{Number of days in the taxation year}}$ _____ x 8.5% = _____			G
<b>Prince Edward Island manufacturing and processing profits tax credit</b> – (amount F plus amount G) .....			_____ H

Enter amount H on line 682 of Schedule T2S-TC.

**Certification**

Signature only required if this form is filed separately from signed T2 return.

I, \_\_\_\_\_, certify that the information given on this form is, to the best of my  
 (Please print)

knowledge, correct and complete.

Date	Signature of authorized person	Position or office
------	--------------------------------	--------------------