



NOVA SCOTIA MANUFACTURING AND PROCESSING INVESTMENT TAX CREDIT
(2006 and later tax years)

Corporation's name	Business Number	<table style="width:100%; border-collapse: collapse;"> <tr> <td style="text-align: center;">Tax year-end</td> <td style="text-align: center;">Month</td> <td style="text-align: center;">Day</td> </tr> <tr> <td style="text-align: center;">Year</td> <td style="text-align: center;">Month</td> <td style="text-align: center;">Day</td> </tr> </table>	Tax year-end	Month	Day	Year	Month	Day
Tax year-end	Month	Day						
Year	Month	Day						

- For use by corporations that have acquired qualified property after December 31, 1996, and before January 1, 2003, and want to reduce Nova Scotia tax payable. Qualified property is defined in subsection 49(1) of the Nova Scotia *Income Tax Act* and in subsection 127(9) and related subsections 127(11) and (11.1) of the federal *Income Tax Act*. Deduct the amount of any government assistance or non-government assistance in calculating the capital cost of qualified property.
- The qualified property has to be used by the corporation in Nova Scotia primarily for the purpose of manufacturing or processing of goods for sale or lease. Property leased by the corporation to a lessee for this purpose (other than a person exempt from tax under section 149 of the federal *Income Tax Act*) may also qualify for the credit. "Manufacturing or processing" is defined in subsection 125.1(3) of the federal *Income Tax Act* and includes qualified activities as defined by Regulation 5202 of the federal *Income Tax Regulations*.
- Expenditures made on or after January 1, 2003, may be added to the capital cost of a qualified property under the available-for-use provision in subsection 49(10) of the Nova Scotia *Income Tax Act*. See the Nova Scotia *Manufacturing and Processing Investment Tax Credit Regulations* for more details on the available-for-use provision. Expenditures incurred after May 9, 2006, are not eligible to be added to the total capital cost of qualified property.
- Capital cost of qualified property must be identified on this schedule and filed no later than 12 months after the *T2 Corporation Income Tax Return* is due for the tax year in which the costs were incurred.
- The credit is eligible for a seven-year carryforward and a three-year carryback. You cannot carry the credit forward to any tax year ending after December 31, 2009.
- You can renounce the current year credit in whole or in part. The renouncement must be filed on or before the filing due date of the *T2 Corporation Income Tax Return*.
- Use this schedule to show a credit transfer after an amalgamation or the 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 show the credit allocated from a trust or a partnership.
- File one completed copy of this schedule with your *T2 Corporation Income Tax Return*.

Part 1 – Qualified property (acquired in current tax year) eligible for the credit

101		102	103
CCA class No.	Description of qualified property	Acquisition date	Capital cost
		Year Month Day	

Total capital cost (attach another schedule if space is insufficient) _____ **A**

Part 2 – Calculation of total credit available and credit available for carryforward

Credit at end of preceding tax year		104		
Deduct: Credit expired after seven tax years		105		
Credit at beginning of tax year				▶ _____
Add:				
Credit transferred on an amalgamation or the windup of a subsidiary		110		
Acquisitions before January 1, 2001, from amount A above x 30% =		120		
Acquisitions after December 31, 2000, from amount A above x 15% =		121		
Credit allocated from a partnership		130		
Credit allocated from a trust		140		
	Subtotal			▶ _____
Total credit available				_____ B
Deduct:				
Credit renounced		150		
Credit claimed in the current year (enter on line 561 in Part 2 of Schedule 5)		160		
Credit carried back to preceding tax year(s) (complete Part 3)				C
	Subtotal			▶ _____
Closing balance				_____ 200

Part 3 – Request for carryback of credit

Complete this part to ask for a carryback of a current-year credit earned.

	Year	Month	Day			
1st preceding tax year				Credit to be applied	901 _____
2nd preceding tax year				Credit to be applied	902 _____
3rd preceding tax year				Credit to be applied	903 _____
Total (enter on line C in Part 2)						=====

Part 4 – Analysis of credit available for carryforward by year of origin

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 200 in Part 2)				=====			