

## Newfoundland and Labrador Manufacturing and Processing Profits Tax Credit (2016 tax year)

Corporation's name	Business number	<table style="width: 100%; border-collapse: collapse;"> <tr> <td colspan="3" style="text-align: center; border-bottom: 1px solid black;">Tax year-end</td> </tr> <tr> <td style="text-align: center; border-bottom: 1px solid black;">Year</td> <td style="text-align: center; border-bottom: 1px solid black;">Month</td> <td style="text-align: center; border-bottom: 1px solid black;">Day</td> </tr> <tr> <td style="text-align: center;">     </td> <td style="text-align: center;">   </td> <td style="text-align: center;">     </td> </tr> </table>	Tax year-end			Year	Month	Day			
Tax year-end											
Year	Month	Day									

- For use by corporations that maintained a permanent establishment (as defined in Regulation 400 of the federal *Income Tax Regulations*) in Newfoundland and Labrador at any time in the tax year, and had:
  - taxable income earned in the year in Newfoundland and Labrador; and
  - Canadian manufacturing and processing profits, as defined in subsection 125.1(3) of the federal *Income Tax Act*, earned in the tax year in Newfoundland and Labrador.
  
- This credit may not be claimed unless the corporation has engaged in manufacturing or processing in the tax year from a permanent establishment in Newfoundland and Labrador. This credit will no longer be available for days after December 31, 2015.
  
- This schedule is a worksheet only and is not required to be filed with your *T2 Corporation Income Tax Return*.

### Calculation of Newfoundland and Labrador manufacturing and processing profits tax credit

Canadian manufacturing and processing profits for the year (line 200 in Part 9 of Schedule 27) .....	A	
<b>Deduct:</b>		
The least of the amounts on lines 400, 405, 410, and 427 of the T2 return .....	B	
Subtotal (amount A <b>minus</b> amount B) .....		C
Amount from line H9 in Part 9 of Schedule 27 .....		D
Amount C or D, whichever is <b>less</b> .....	×	E
	$\frac{\text{Taxable income earned in Newfoundland and Labrador}}{\text{Taxable income earned in all provinces}^*}$	=
Amount E .....	×	F
	$\frac{\text{Number of days in the tax year before January 1, 2016}}{\text{Number of days in the tax year}}$	=
<b>Newfoundland and Labrador manufacturing and processing profits tax credit</b> (9% of amount F) .....		G
Enter amount G on line 503 of Schedule 5.		

\* Includes the territories and the offshore areas of Nova Scotia and Newfoundland and Labrador