



## New Brunswick Corporation Tax Calculation (2019 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;">Year</td> <td style="text-align: center;">Month</td> <td style="text-align: center;">Day</td> </tr> <tr> <td style="text-align: center;"> </td> <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							

- Use this schedule if your corporation had a **permanent establishment** (as defined in section 400 of the federal Income Tax Regulations) in New Brunswick, and had taxable income earned in the year in New Brunswick.
- This schedule is a worksheet only and is not required to be filed with your T2 Corporation Income Tax Return.

### Part 1 – Income subject to New Brunswick lower and higher tax rates

Taxable income for New Brunswick <span style="color: blue;">Note 1</span> .....	1A
<b>Income eligible for the New Brunswick lower tax rate:</b>	
Line 400 of the T2 return .....	1B
Line 405 of the T2 return .....	1C
If your tax year starts before 2019, line 427 of the T2 return .....	1D
If your tax year starts after 2018	
Line 410 of the T2 return .....	1E
Line 415 of the T2 return .....	1F
Amount 1E _____ × Amount 1F _____ = _____	1G
Line 515 of the T2 return .....	1H
Subtotal (amount 1E <b>minus</b> amount 1G <b>minus</b> amount 1H) ▶	1I
Amount 1B, 1C, and 1D or 1I, whichever is the least .....	1J
Amount 1J _____ × $\frac{\text{Taxable income for New Brunswick Note 1}}{\text{Taxable income for all provinces Note 2}}$ = _____	1K
<b>Income subject to New Brunswick higher tax rate</b> (amount 1A <b>minus</b> amount 1K) .....	1L

**Note 1** If your corporation had a permanent establishment only in New Brunswick, enter the taxable income from line 360 of the T2 return. Otherwise, enter the taxable income allocated to New Brunswick from column F in Part 1 of Schedule 5, Tax Calculation Supplementary – Corporations.

**Note 2** Includes the territories and the offshore jurisdictions for Nova Scotia and Newfoundland and Labrador.

### Part 2 – New Brunswick tax before credits

<b>New Brunswick tax at the lower rate:</b>		
Amount 1K _____	$\times \frac{\text{Number of days in the tax year before April 1, 2018}}{\text{Number of days in the tax year}} \times 3\% =$	2A
Amount 1K _____	$\times \frac{\text{Number of days in the tax year after March 31, 2018}}{\text{Number of days in the tax year}} \times 2.5\% =$	2B
New Brunswick tax at the lower rate (amount 2A <b>plus</b> amount 2B) ▶		2C
<b>New Brunswick tax at the higher rate:</b>		
Amount 1L _____	× 14% =	2D
<b>New Brunswick tax before credits</b> (amount 2C <b>plus</b> amount 2D) <span style="color: blue;">Note 3</span> .....		2E

**Note 3** If your corporation had a permanent establishment in more than one jurisdiction or is claiming a New Brunswick tax credit, enter amount 2E on line 225 of Schedule 5. Otherwise, enter it on line 760 of the T2 return.