## Schedule 389

Code 2101

Protected B when completed

## Manitoba Book Publishing Tax Credit (2021 and later tax years)

Corporation's name	Business number	Year	Tax year-end Month	Day

- Use this schedule to claim the Manitoba book publishing tax credit under section 10.4 of the Manitoba Income Tax Act. You must apply no later than 18 months after the end of the tax year for which you are claiming the credit.
- You are eligible to claim this tax credit if you are a book publisher with a permanent establishment in Manitoba, you paid at least 25% of the wages and salaries to Manitoba residents, and you answered yes to all the questions in Part 1 of this schedule.
- The Manitoba book publishing tax credit is a refundable credit that is equal to 40% of eligible book publishing labour costs and non-refundable monetary advances made to authors, to a maximum of \$100,000. An additional 15% credit is available for eligible printing costs.
- . Book publishing labour costs include reasonable salaries and wages paid in the tax year to employees resident in Manitoba on December 31 of that tax year, and 65% of contracted Manitoba labour costs paid in the tax year. These costs are related to publishing hardcover, paperback or electronic books, but not to the marketing or promotion of books.
- Eligible printing costs are the costs paid in the tax year for printing, assembling and binding eligible books that are printed on at least 30% postconsumer recycled paper and published in the tax year or in the immediately following year.
- An eligible book is a first edition, non-periodical publication that meets all the criteria outlined in subsection 10.4(3) of the Manitoba Income Tax Act.
- Include a completed copy of this schedule with your T2 Corporation Income Tax Return.

Part 1 – Eligible publisher				
Tart English published				
Does the corporation primarily carry on the business of book publishing?	110	Yes	No	
2. Does the corporation have a permanent establishment in Manitoba in the tax year?	115	Yes	No	
3. Has the corporation published at least two eligible books within the two-year period ending at the end of the tax year?	120	Yes	No	
Proportion of Manitoba labour costs to total labour costs:  Salaries and wages paid to <b>Manitoba resident</b> employees in the tax year (keep a list of names, addresses, and social insurance numbers, as you may have to provide this information at a future date)	140			_
Total salaries and wages the corporation paid to employees in the tax year	130			_
Proportion of the total salaries and wages paid to Manitoba resident employees in the tax year (line 140 divided by line 130)				_% A
If you answered <b>No</b> to any of questions 1 to 3, or if amount A is less than 25%, you are <b>not</b> eligible for the Manitoba book publishing tax credit.				

Part 2 - Ell	igible books	(II you	i need more	space,	attacn	additional	schedules)
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	A	В
	Title of eligible book	Author(s)
	Title of eligible book  200	Author(s) 210
1.		
2.		
3.		
4.		
5.		

С		D	E	F	G	Н
International standard book number ISBN	Date of publication yyyy/mm/dd		Number of pages	Number of books in print run	Format*	Classification **
220		230	240	250	260	270

\*Enter the number corresponding to the format of the eligible book: 1. Hardcover 2. Paperback 3. Electronic

\*\*Enter the number corresponding to the classification of the eligible book: 1. Fiction 2. Non-fiction 3. Poetry 4. Drama 5. Biography 6. Children

Canada

┌──     Part 3 – Manitoba book publishing tax credit    —————		
Book publishing labour costs* (exclude marketing, promotion, legal and accounting	g costs):	
Salaries and wages paid to <b>Manitoba resident</b> employees (from line 140, Part 1)		В
Contracted Manitoba labour costs paid in the tax year **	<b>0</b> × 65% =	405
	Subtotal (amount B <b>plus</b> line	405) C
Total number of pages attributable to eligible books published in the tax year ***  (total of column E in Part 2)	D	
Total number of pages attributable to books published in the tax year ***	410	
Proportion of labour related to the production of eligible books (amount D divided by line 410)	% E	
Total book publishing labour costs (amount C multiplied by amount E)		415
Total non-refundable monetary advances made to authors of eligible books in the tax	year	420
	Total costs (line 415 plus line 420)	430
Manitoba book publishing tax credit (line 430 multiplied by 40%). This amount ca	nnot exceed \$100,000	440
Eligible printing costs bonus:		
Eligible printing costs paid in the tax year for eligible books printed on paper with at le made from post-consumer waste paper.	east 30% recycled content	
Eligible printing costs incurred	455	
Eligible printing costs bonus (line 455 multiplied by 15%)		460
Total Manitoba book publishing tax credit (line 440 plus line 460)		F
* Any part of a salary, wage or fee that comes from profits or revenues is considere	d not to be related to the publication of	books.
** Contracted Manitoba labour costs are amounts the publisher paid in the tax year t publisher, or to a corporation with a permanent establishment in Manitoba. These electronic books, but are not related to the marketing or promotion of books.	•	' '
*** An electronic book is considered to have the same number of pages as its most re	soont printed adition	