



**NEWFOUNDLAND AND LABRADOR RESEARCH AND DEVELOPMENT TAX CREDIT
(2004 and later tax years)**

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

- Use this schedule if you are a corporation with a permanent establishment in Newfoundland and Labrador that has made eligible expenditures for scientific research and experimental development carried out in the province and you want to:
 - calculate a refundable Newfoundland and Labrador research and development (R&D) tax credit on eligible expenditures made in the tax year; or
 - claim a credit allocated to you as a member of a partnership, or as a beneficiary under a trust.
- An eligible expenditure is one that meets the definition of a "qualified expenditure" under subsection 127(9) of the federal *Income Tax Act*, without reference to paragraph (d) but, with respect to paragraph (h) of the definition.
- Eligible expenditures 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 expenditures were incurred.
- If you apply for the Newfoundland and Labrador R&D tax credit on or after December 1, 2005, reduce the eligible expenditure by the following amounts you have received or claimed in respect of the eligible expenditure:
 - contract payments received after December 31, 2003;
 - GST/HST input tax credits claimed after December 31, 2003.
- Credits earned in the year are applied to reduce Newfoundland and Labrador income tax otherwise payable for the year, as well as tax, interest, or penalty owing by the corporation for that or any prior tax year under the federal and provincial income tax acts, and amounts owing under the *Canada Pension Plan* and the *Employment Insurance Act*. Any remaining balance will be refunded.
- The credit can only be refunded to corporations that are not exempt from tax under section 149 of the federal *Income Tax Act*.
- File one completed copy of this schedule with your *T2 Corporation Income Tax Return*.

Calculation of current-year refundable credit

Total eligible expenditures for R&D in the current tax year	103		A
Current-year credit earned (Amount A multiplied by 15%)	120		B
Add:			
Credit allocated to the corporation that is a member of a partnership	130		a
Credit allocated to the corporation that is a beneficiary under a trust	140		b
Subtotal			▶ C
Total current-year refundable credit (Amount B plus amount C)	160		D

Enter amount D on line 520 in Part 2 of Schedule 5, *Tax Calculation Supplementary – Corporations*.