

New Brunswick Corporation Tax Calculation (2018 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></td> <td></td> <td></td> <td></td> </tr> <tr> <td style="text-align: center;">Year</td> <td style="text-align: center;">Month</td> <td style="text-align: center;">Day</td> <td></td> <td></td> </tr> <tr> <td style="text-align: center;"> </td> </tr> </table>	Tax year-end					Year	Month	Day							
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- Use this schedule if your corporation had a permanent establishment (under 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 *		A
Income eligible for the New Brunswick lower tax rate:		
Amount from line 400 of the T2 return	=====	B
Amount from line 405 of the T2 return	=====	C
Amount from line 427 of the T2 return	=====	D
Amount B, C, or D, whichever is the least	=====	E
Amount E	× $\frac{\text{Taxable income for New Brunswick}^*}{\text{Taxable income for all provinces}^{**}}$	= F
Income subject to New Brunswick higher tax rate (amount A minus amount F)		===== G

* If the corporation has 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.
 ** Includes the territories and the offshore jurisdictions for Nova Scotia and Newfoundland and Labrador.

Part 2 – New Brunswick tax before credits

New Brunswick tax at the lower rate:					
Amount F	×	$\frac{\text{Number of days in the tax year after March 31, 2017, and before April 1, 2018}}{\text{Number of days in the tax year}}$	× 3%	=	H
Amount F	×	$\frac{\text{Number of days in the tax year after March 31, 2018}}{\text{Number of days in the tax year}}$	× 2.5%	=	I
Total New Brunswick tax at the lower rate (amount H plus amount I)					===== J
New Brunswick tax at the higher rate:					
Amount G	×	14%			= K
New Brunswick tax before credits (amount J plus amount K) ***					===== L

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