



**NEWFOUNDLAND AND LABRADOR MANUFACTURING AND PROCESSING PROFITS TAX CREDIT  
(2003 and later taxation years)**

Name of corporation	Business Number	Taxation 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 taxation 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 taxation year in Newfoundland and Labrador.
- Effective for taxation years ending after March 31, 2003, this credit may not be claimed unless the corporation has engaged in manufacturing or processing in the taxation year from a permanent establishment in Newfoundland and Labrador.
- 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 from line 200 in Part 9 of Schedule 27 .....	_____	A
<b>Deduct:</b>		
The least of amounts on lines 400, 405, 410, and 425 of the small business deduction calculation on page 4 of the T2 return .....	_____	B
Subtotal	=====	▶ ===== C
Amount from line Y in Part 9 of Schedule 27 .....	=====	D
Amount C or D, whichever is <b>less</b>	_____ × Taxable income earned in Newfoundland and Labrador	= _____ E
	Taxable income earned in all provinces *	
<b>Newfoundland and Labrador manufacturing and processing profits tax credit</b> (9% of amount E) .....	=====	F

Enter amount F on line 503 of Schedule 5

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