



New Brunswick Corporation Tax Calculation (2019 and later tax years)

Corporation's name	Business number	<div style="text-align: center;">Tax year-end</div> <div style="display: flex; justify-content: space-around;"> Year Month Day </div>
		<div style="display: flex; justify-content: space-around;"> <div style="border-bottom: 1px solid black; width: 20px;"></div> <div style="border-bottom: 1px solid black; width: 20px;"></div> <div style="border-bottom: 1px solid black; width: 20px;"></div> </div>

- 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 ^{Note 1} 1A

Income eligible for the New Brunswick lower tax rate:

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
11,250

Line 515 of the T2 return 1H

Subtotal (amount 1E minus amount 1G minus amount 1H) ► 1I

Amount 1B, 1C, and 1D or 1I, whichever is the least 1J

Amount 1J × $\frac{\text{Taxable income for New Brunswick } \text{Note 1}}{\text{Taxable income for all provinces } \text{Note 2}}$ = 1K

Income subject to New Brunswick higher tax rate (amount 1A minus 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

New Brunswick tax at the lower rate:

Amount 1K × $\frac{\text{Number of days in the tax year before April 1, 2018}}{\text{Number of days in the tax year}}$ × 3% = 2A

Amount 1K × $\frac{\text{Number of days in the tax year after March 31, 2018}}{\text{Number of days in the tax year}}$ × 2.5% = 2B

New Brunswick tax at the lower rate (amount 2A plus amount 2B) ► 2C

New Brunswick tax at the higher rate:

Amount 1L × 14% = 2D

New Brunswick tax before credits (amount 2C plus amount 2D) ^{Note 3} 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.