

MANITOBA BOOK PUBLISHING TAX CREDIT (INDIVIDUALS)

Complete this form to calculate your Manitoba book publishing tax credit for individuals. If you are completing a return for a corporation, use Schedule 389 of the T2 return. You can claim this credit if you were a resident of Manitoba at the end of the year, and met the following conditions:

- your primary business activity is publishing books;
- you have published at **least two** eligible books within the two-year period ending at the end of the year. "Eligible book" is defined in subsection 10.4(3) of the *Manitoba Income Tax Act*; and
- at least 25% of the total salaries and wages that were paid in the year by you, were paid to employees who were residents of Manitoba on December 31, 2011.

Attach a copy of this form and any other receipts to your paper return. If you are filing electronically, keep all your documents in case we ask to see them.

| | |
|--------------------------------|-------------------------------|
| Part 1 – Identification | Tax year ▶ 2011 |
| Name (print) | Social insurance number |
| Address (print) | |
| Business Name (if applicable) | |

| | | | |
|--|-------|-----------------------------|----------|
| Part 2 – Book publishing labour costs | | | |
| Book publishing labour costs are reasonable costs paid in 2011, that are related to the publication of hardcover or paperback books, and after April 12, 2011, that are related to the publication of electronic books, such as editing, design, research or project management, creating artwork or developing a prototype of the book. They include salaries and wages that were paid in 2011 to your employees who were resident in Manitoba on December 31, 2011, and contracted Manitoba labour costs or services (costs do not include marketing, promotion, legal and accounting costs and any part of a salary, wage, or fee that is determined by reference to profits or revenues). | | | |
| Total salaries and wages paid in 2011 | | | 1 |
| Total contracted Manitoba labour costs or services paid in 2011 | | | 2 |
| Applicable rate | × 65% | | 3 |
| Multiply line 2 by line 3. | = | | 4 |
| Add lines 1 and 4. | = | | 5 |
| Enter the total number of pages that make up the eligible books that were published in 2011. | | | |
| | | | 6 |
| Enter the total number of pages that make up the hardcover and paperback books published in 2011. | | | |
| | | | 7 |
| Amount from line 5 | × | Number of pages from line 6 | 8 |
| | | = | |
| | | Number of pages from line 7 | |

| | | | |
|--|----------|----------|--|
| Part 3 – Book publishing tax credit for 2011 | | | |
| Enter the amount from line 8. | | | |
| | | | 9 |
| Total non-refundable monetary advances paid to authors in 2011* | | | |
| | | | 10 |
| Add lines 9 and 10. | | | |
| | | | 11 |
| Applicable rate | × 40% | | 12 |
| Multiply line 11 by line 12. | = | | 13 |
| <small>* Non-refundable monetary advances for line 10 are those amounts paid to authors in 2011 that are related to hardcover or paperback books, and those amounts paid to authors after April 12, 2011 that are related to electronic books.</small> | | | |
| Eligible printing costs: If the eligible book you printed in 2011 contains at least 30% post-consumer waste paper, you are eligible to claim a printing bonus based on reasonable costs of printing, assembling and binding. | | | |
| Enter in column 1 the eligible printing costs paid or payable from January 1 to April 12, 2011 and enter in column 2 those paid or payable from April 13 to December 31, 2011 . | | | |
| | Column 1 | Column 2 | |
| Total eligible printing costs paid in 2011 | | | 14 |
| Applicable rate | × 10% | × 15% | 15 |
| Multiply line 14 by line 15. | = | = | 16 |
| Add the amounts from line 16 in column 1 and column 2 (if applicable). | | | 17 |
| Add lines 13 and 17. | | | 18 |
| Enter the result on line 61 of Form MB479, <i>Manitoba Credits</i> . | | | Total Manitoba book publishing tax credit |