BRITISH COLUMBIA CORPORATION TAX CALCULATION (2005 and later taxation years)

Name of corporation	Business Number	Taxation year-end						
		l	Υ	'ear	Mor	nth	Da	y

- Use this schedule if your corporation had a permanent establishment (as defined in Regulation 400 of the federal *Income Tax Regulations*) in British Columbia and had taxable income earned in the year in British Columbia.
- This schedule is a worksheet only and does not have to be filed with your T2 Corporation Income Tax Return.

	Period before January 1, 2005		
If there are days in the taxation year in this period	d, calculate the income subject to the British Columbia lower	and higher tax rates as follows:	
Taxable income for British Columbia *			A2
Income eligible for British Columbia lower tax			
Amount at line 400 of the T2 return		B2	
Amount at line 405 of the T2 return	·····	C2	
Amount at line 425 of	× 300,000 =		
the T2 return	line 4 on page 4 of the T2 return	D2	
Amount B2, C2, or D2, whichever is less		E2	
For credit unions – add the following amount:			
Amount at line D from Schedule 17,			
	·····		
Deduct: amount E2 above		F0	
	ess (if negative, enter "0")	F2 G2	
Total of amounts L2 and 12	······		
Amount G2	xtaxable income for British Columbia * _ =	<u> </u>	H2
	taxable income for all provinces **		
Income subject to British Columbia higher tax	rete in the period (amount A2 minus amount U2)		12
	trate in the period (amount Az minus amount Hz)		
	Period after December 31, 2004		12
			12
If there are days in the taxation year in this period	Period after December 31, 2004 I, calculate the income subject to the British Columbia lower a	and higher tax rates as follows:	12
If there are days in the taxation year in this period Taxable income for British Columbia *	Period after December 31, 2004 I, calculate the income subject to the British Columbia lower a	and higher tax rates as follows:	
If there are days in the taxation year in this period Taxable income for British Columbia *	Period after December 31, 2004 I, calculate the income subject to the British Columbia lower at a rate in the period:	and higher tax rates as follows:	
If there are days in the taxation year in this period Taxable income for British Columbia *	Period after December 31, 2004 d, calculate the income subject to the British Columbia lower at a rate in the period:	and higher tax rates as follows:	
If there are days in the taxation year in this period Taxable income for British Columbia * Income eligible for British Columbia lower tax Amount at line 400 of the T2 return *** Amount at line 405 of the T2 return	Period after December 31, 2004 I, calculate the income subject to the British Columbia lower at a rate in the period:	and higher tax rates as follows:	
If there are days in the taxation year in this period Taxable income for British Columbia *	Period after December 31, 2004 d, calculate the income subject to the British Columbia lower at rate in the period:	and higher tax rates as follows:	
If there are days in the taxation year in this period Taxable income for British Columbia * Income eligible for British Columbia lower tax Amount at line 400 of the T2 return *** Amount at line 405 of the T2 return	Period after December 31, 2004 d, calculate the income subject to the British Columbia lower at rate in the period:	and higher tax rates as follows: B3 C3	
If there are days in the taxation year in this period Taxable income for British Columbia * Income eligible for British Columbia lower tax Amount at line 400 of the T2 return *** Amount at line 405 of the T2 return Amount at line 425 of the T2 return	Period after December 31, 2004 d, calculate the income subject to the British Columbia lower at rate in the period: x 400,000 =	and higher tax rates as follows: B3 C3	
If there are days in the taxation year in this period Taxable income for British Columbia * Income eligible for British Columbia lower tax Amount at line 400 of the T2 return *** Amount at line 405 of the T2 return Amount at line 425 of the T2 return	Period after December 31, 2004 d, calculate the income subject to the British Columbia lower at a rate in the period: x rate in the period:	B3 C3 D3	
If there are days in the taxation year in this period Taxable income for British Columbia * Income eligible for British Columbia lower tax Amount at line 400 of the T2 return *** Amount at line 405 of the T2 return Amount at line 425 of the T2 return Amount B3, C3, or D3, whichever is less For credit unions – add the following amount: Amount at line D from Schedule 17	Period after December 31, 2004 d, calculate the income subject to the British Columbia lower at a rate in the period: x 400,000 =	B3 C3 D3	
If there are days in the taxation year in this period Taxable income for British Columbia * Income eligible for British Columbia lower tax Amount at line 400 of the T2 return *** Amount at line 405 of the T2 return Amount at line 425 of the T2 return Amount B3, C3, or D3, whichever is less For credit unions – add the following amount: Amount at line D from Schedule 17 Deduct: amount E3 above	Period after December 31, 2004 d, calculate the income subject to the British Columbia lower at a rate in the period: x	B3 C3 D3 E3	
If there are days in the taxation year in this period Taxable income for British Columbia * Income eligible for British Columbia lower tax Amount at line 400 of the T2 return *** Amount at line 405 of the T2 return Amount at line 425 of the T2 return Amount B3, C3, or D3, whichever is less For credit unions – add the following amount: Amount at line D from Schedule 17 Deduct: amount E3 above	Period after December 31, 2004 d, calculate the income subject to the British Columbia lower at a rate in the period: x 400,000 =	B3 C3 D3	
If there are days in the taxation year in this period Taxable income for British Columbia * Income eligible for British Columbia lower tax Amount at line 400 of the T2 return *** Amount at line 405 of the T2 return Amount at line 425 of the T2 return Amount B3, C3, or D3, whichever is less For credit unions – add the following amount: Amount at line D from Schedule 17 Deduct: amount E3 above	Period after December 31, 2004 d, calculate the income subject to the British Columbia lower at a rate in the period: x	B3 C3 D3 E3	
If there are days in the taxation year in this period Taxable income for British Columbia *	Period after December 31, 2004 It, calculate the income subject to the British Columbia lower at a rate in the period: X	B3 C3 D3 E3 F3 G3	A3
If there are days in the taxation year in this period Taxable income for British Columbia * Income eligible for British Columbia lower tax Amount at line 400 of the T2 return *** Amount at line 405 of the T2 return Amount at line 425 of the T2 return Amount B3, C3, or D3, whichever is less For credit unions – add the following amount: Amount at line D from Schedule 17 Deduct: amount E3 above	Period after December 31, 2004 It, calculate the income subject to the British Columbia lower at a rate in the period: X	B3 C3 D3 E3	



^{*} If the corporation has a permanent establishment only in British Columbia, enter the taxable income from line 360 on page 3 of the T2 return. Otherwise, enter the taxable income allocated to British Columbia from column F in Part 1 of Schedule 5.

^{**} Includes the territories and the offshore jurisdictions for Nova Scotia and Newfoundland and Labrador.

^{***} If the corporation is a member of a partnership, complete Part 2 to calculate income from active business. T2 SCH 427 E (05) (Ce formulaire existe en français.)

Amount M from Part 3 of Schedule 7	Net amount on line R from Deduct partnership inco	Part 4 of Schedule 7, C	culate the income from acti Calculation of Aggregate Inv	vestment Income and Active Busine	ess Income	J3
Amounts from column E in Part 2 of Schedule 7 Schedule 7 Schedule 7 Schedule 7 Schedule 7 Amount on line 370 from Part 2 of Schedule 7 Total P3 Q3 Amount on line 370 from Part 2 of Schedule 7 Amount on line 380 from Part 2 of Schedule 7 Amount on line 380 from Part 2 of Schedule 7 Amount on line 380 from Part 2 of Schedule 7 Subtotal (amount R3 plus amount S3) Subtotal (amount R3 plus amount S3) Tate amount P3 or amount T3, whichever is less Specified partnership income (amount C3 plus amount U3) Partnership income (amount C3 plus amount U3) Income from active business in this period (amount J3 minus amount W3) Enter, at line B3 on page 1 of this schedule, whichever is more: the amount from line X3 above or from line 400 of the T2 return. Part 3 – Calculation of British Columbia tax before credits British Columbia tax at the lower rate: Number of days in the taxation year after December 31, 2004 X year after December 31, 2				<u> </u>	K3	
Amounts from column E in Part 2 of Schedule 7 multiplied by 400,000 300,000 (in Part 2 of Schedule 7 multiplied by 400,000 300,000 300,000 (in Part 2 of Schedule 7 multiplied by 400,000 300,000 300,000 (in Part 2 of Schedule 7 multiplied by 400,000 300	L3	M3	N3	O3		
Amount on line 370 from Part 2 of Schedule 7	Amounts from column E in Part 2 of	Amounts from column G in Part 2 of Schedule 7 multiplied by 400,000	Column L3 minus column M3	Lesser of columns L3 and M3 (if column L3 is		
Amount on line 370 from Part 2 of Schedule 7	2.	300,000				
Amount on line 380 from Part 2 of Schedule 7		Total	P3	Q3		
Specified partnership income (amount Q3 plus amount U3) Partnership income (amount K3 minus amount V3) Income from active business in this period (amount J3 minus amount W3) Enter, at line B3 on page 1 of this schedule, whichever is more: the amount from line X3 above or from line 400 of the T2 return. Part 3 - Calculation of British Columbia tax before credits ritish Columbia tax at the lower rate: Amount H2 x Number of days in the taxation year before January 1, 2005 Number of days in the taxation year Number of days in the taxation year Number of days in the taxation year Number of days in the taxation year Number of days in the taxation year Number of days in the taxation year Number of days in the taxation year Number of days in the taxation year Number of days in the taxation year Number of days in the taxation year Number of days in the taxation year Number of days in the taxation year Number of days in the taxation year after	Amount on line 380 from	n Part 2 of Schedule 7	S3	3		
Partnership income (amount K3 minus amount V3) Income from active business in this period (amount J3 minus amount W3) Enter, at line B3 on page 1 of this schedule, whichever is more: the amount from line X3 above or from line 400 of the T2 return. Part 3 – Calculation of British Columbia tax before credits Amount H2 x Number of days in the taxation year before January 1, 2005 Number of days in the taxation year Number of days in the taxation year hounder of days in the taxation year after December 31, 2004 x Number of days in the taxation year Number of days in the taxation year Fotal British Columbia tax at the lower rate (amount A plus amount B) Fortish Columbia tax at the higher rate: Number of days in the taxation year before January 1, 2005 Number of days in the taxation year before January 1, 2005 Number of days in the taxation year						
Enter, at line B3 on page 1 of this schedule, whichever is more: the amount from line X3 above or from line 400 of the T2 return. - Part 3 - Calculation of British Columbia tax before credits - ritish Columbia tax at the lower rate: Amount H2	Specified partnership income (am	come (amount Q3 plus a ount K3 minus amount \	ımount U3)	·	V3 ▶	W3
Part 3 – Calculation of British Columbia tax before credits Columbia tax at the lower rate: Number of days in the taxation year before January 1, 2005 X 4.5% = Number of days in the taxation year Number of days in the taxation year after December 31, 2004 X 4.5% = Number of days in the taxation year Number of days in the taxation year after Number of days in the taxation year Number of da						X3
Amount H2	Enter, at line B3 on page	1 of this schedule, which	ever is more: the amount f	from line X3 above or from line 400	of the T2 return.	
Amount H2			x before credits			
Amount H3	Amount H2	x year befor	re January 1, 2005	× 4.5% =		A
ritish Columbia tax at the higher rate: Amount I2 x		number of da	lys in the taxation year			В
ritish Columbia tax at the higher rate: Number of days in the taxation Amount I2 x year before January 1, 2005 x 13.5% =	Amount H3	Number of	Docombor 21, 2004	× 4.5% =	<u> </u>	
Amount I2 Number of days in the taxation x year before January 1, 2005 x 13.5% =	Amount H3	Number of year after I	December 31, 2004	× 4.5% =		
Amount I2 xyear before January 1, 2005 x 13.5% =		Number of year after I Number of da	December 31, 2004 ays in the taxation year			c
Number of days in the taxation year after	otal British Columbia tax at tl	X Number of year after I Number of da ne lower rate (amount A	December 31, 2004 ays in the taxation year			c
	otal British Columbia tax at tl	X Number of year after I Number of da Number of da Number of da Number rate: Number of Number o	December 31, 2004 ays in the taxation year plus amount B)			C
Amount I3 x December 31, 2004 and before July 1, 2005 x 13.5% =	tal British Columbia tax at tl	Number of year after I Number of dath and I Number of dath and I Number of dath and I Number of Anigher rate: X	plus amount B) days in the taxation days in the taxation re January 1, 2005 ays in the taxation year			C

Total British Columbia tax at the higher rate (total of amounts D, E, and F)

year after June 30, 2005

Number of days in the taxation year

^{*} If the corporation has a permanent establishment in more than one jurisdiction or is claiming a British Columbia tax credit, enter amount H at line 240 of Schedule 5. Otherwise, enter it at line 760 of the T2 return.