

CAN: _____

Taxation Year Ending: _____

For corporations with taxable income that is in part allocable to permanent establishments outside Alberta.
Report all monetary values in dollars; DO NOT include cents.

Review the types of operations listed in AREA B.

Is the corporation in any of these special allocation categories? _____

| | | |
|-----|-----|----|
| 001 | Yes | No |
| | | |

If "No", complete AREA A - General Allocation Formula to determine the corporation's Alberta Allocation Factor.
If "Yes", complete the applicable line in AREA B - Special Allocation Formula to determine the corporation's Alberta Allocation Factor.

Divided Businesses (ITA Reg 412): where more than one special allocation formula applies to a corporation, complete only the calculation for Divided Businesses at the bottom of page 2.

Non-resident Corporations (ITA Reg 413): Where a corporation is not resident in Canada, "salaries and wages paid in all jurisdictions" by the corporation does not include salaries and wages paid to employees of a permanent establishment outside of Canada. When calculating using the general allocation formula under ITA Reg. 402(3)(a), "gross revenue in all jurisdictions" does not include gross revenue reasonably attributable to a permanent establishment outside Canada.

Use the amounts from the federal Schedule 5 to complete the applicable formula.

References to Regulations below are to those of the Income Tax Act (Canada), as adopted by the Alberta Corporate Tax Act.

| AREA A - General Allocation Formula (ITA Reg 402) | | | | Alberta Allocation Factor (calculate to 6 decimal places) <i>Carry this amount forward to AT1 line 065</i> |
|--|---|---------------------------------|---|---|
| A | B | C | D | I |
| 002 Salaries and wages paid in Alberta | 004 Total salaries and wages paid in all jurisdictions | 006 Gross revenue in Alberta | 008 Gross revenue in all jurisdictions | (A/B + C/D) x 1/2 * |
| | | | | |

| AREA B - Special Allocation Formulas | | | | | Alberta Allocation Factor (calculate to 6 decimal places) <i>Carry this amount forward to AT1 line 065</i> |
|---|---|------------------------------------|---|---|---|
| Type of operation | A | B | C | D | I |
| Bus and Truck Operators (ITA Reg 409) | 012 Salaries & wages paid in Alberta | 014 Total salaries & wages paid | 016 Kilometres traveled in Alberta | 018 Total kilometres traveled in jurisdictions where corporation has permanent establishment | (A/B + C/D) x 1/2 |
| Grain Elevator Operators (ITA Reg 408) | 022 Salaries & wages paid in Alberta | 024 Total salaries & wages paid | 026 Bushels of grain received at Alberta elevators | 028 Bushels of grain received at all elevators | (A/B + C/D) x 1/2 |
| Pipeline Operators (ITA Reg 411) | 032 Salaries & wages paid in Alberta | 034 Total salaries & wages paid | 036 Miles of pipeline in Alberta | 038 Total miles of pipeline in provinces where corporation has permanent establishment | (A/B + C/D) x 1/2 |
| | | | | | |

AREA B is continued on page 2

AREA B - Special Allocation Formulas continued

Alberta Allocation Factor
(calculate to 6 decimal places)
Carry this amount forward to AT1 line 065

| Type of operation | A | B | C | D | I |
|---|--|--|--|---|---|
| Insurance Corporations (ITA Reg 403) | | | ▪ 046 Net premiums in Alberta | ▪ 048 Total net premiums earned | C/D |
| Chartered Banks (ITA Reg 404) | ▪ 052 Salaries and wages paid in Alberta | ▪ 054 Total salaries and wages paid | ▪ 056 Loans & deposits in Alberta | ▪ 058 Total loans & deposits | $(A/B + 2C/D) \times 1/3$ |
| Trust & Loan Corporations (ITA Reg 405) | | | ▪ 066 Gross revenue earned in Alberta | ▪ 068 Total gross revenue | C/D |
| Airline Corporations (ITA Reg 407) | ▪ 072 Fixed asset cost (other than aircraft) in Alberta | ▪ 074 Fixed asset cost (other than aircraft) in Canada | ▪ 076 Revenue plane miles flown in Alberta | ▪ 078 Revenue plane miles flown in Canada where the corporation has permanent establishment | $(A/B + 3C/D) \times 1/4$ |
| Railway Corporations (ITA Reg 406) | ▪ 082 Equated track miles in Alberta | ▪ 084 Total equated track miles in Canada | ▪ 086 Gross ton miles in Alberta | ▪ 088 Total gross ton miles in Canada | $(A/B + C/D) \times 1/2$ |
| Ship Operators: (ITA Reg 410) | ▪ 090 Salaries and wages paid in Alberta | ▪ 092 Total salaries and wages paid in Canada* | ▪ 094 Port-call-tonnage in Alberta | ▪ 096 Total port-call-tonnage in all provinces with permanent establishments | $\frac{(G \times C/D) + H}{AT1 \text{ lines } 062 - 064}$ |
| | ▪ 098 Total port-call-tonnage in Canada | ▪ 100 Total port-call-tonnage in all countries | ▪ 102 (E/F) x (AT1 lines 062 - 064) | ▪ 104 (A/B) x [(AT1 lines 062 - 064) - G] | |
| Divided Businesses (ITA Reg 412) | A ▪ 106 Amount Taxable in Alberta (See Guide for details) | | B ▪ 108 AT1 line 062 - AT1 line 064 | | A/B |

* Salaries & wages paid by the corporation to employees of its permanent establishments (other than ships) in Canada.