



Ministry of Small Business and Revenue

MINERAL TAX ACT
MINERAL TAX RETURN

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FISCAL YEAR OF MINE FROM D M Y TO D M Y FILE NO.
NAME OF MINE
NAME OF OPERATOR
ADDRESS OF OPERATOR

Proportionate Share of the Mine Reported on this Return % 1

Remittance with this Return
Cheques in payment of any balance due must be made payable to the Minister of Finance and delivered with this return.

CERTIFICATION
I, _____, certify that this return, including accompanying schedules and statements, has been examined by me and to the best of my knowledge and belief reflects the results from the operation of the mine and is in conformity with the provisions of the Mineral Tax Act.

SUPPLEMENTARY INFORMATION REQUIRED WITH THIS RETURN
(1) Financial statements of the operator and net earnings statement for the mine.
(2) If the operator is a corporation, a copy of the federal T2 Corporation Income Tax Return, with copies of supporting schedules.

PERSON TO WHOM INQUIRIES REGARDING THIS RETURN SHOULD BE DIRECTED
Name Telephone Number
Address Fax Number

DELIVERY
This completed return and cheque for any balance payable must be delivered by the last day of the sixth month following the end of the fiscal year of the mine to:
Commissioner, Mineral Tax Act
PO Box 9328 Stn Prov Gov't
Victoria, B.C.
V8W 9N3
Facsimile 250 952-0191 Telephone 250 952-0192 or 1 800 667-1182



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CALCULATION OF AMOUNT PAYABLE

Total Taxes Payable [line 24]		3
Deduct: Reclamation Tax Credit [page 5, line 42]	()	4
Monthly instalments paid for the fiscal year	()	5
Other credits (specify)	()	6
Balance of Taxes Payable/(Overpaid)	Subtotal [sum of lines 3 to 6]	7
Add late filing penalty		8
Total Overpaid	Total Payable	11

Do you want overpayment refunded credited to another year

NET CURRENT PROCEEDS TAX CALCULATION

Net Current Proceeds [page 3, line 43]		12
Net Current Proceeds Tax rate	× 2 %	13
Net Current Proceeds Tax Payable [line 12 × line 13; to line 20 and 27]		14

NET REVENUE TAX CALCULATION

Net Revenue [page 4, line 113]		15
Net Revenue Tax rate	× 13 %	16
Net Revenue Tax [line 15 × line 16]		17
Deduct the lesser of Subtotal B in the Cumulative Tax Credit Account [line 28] and Net Revenue Tax [line 17]	()	18
Net Revenue Tax Payable [to line 21 and page 5, line 36]		19

TOTAL TAXES PAYABLE CALCULATION

Net Current Proceeds Tax Payable [line 14]		20
Net Revenue Tax Payable [line 19]		21
Subtotal A [line 20 plus line 21]		22
Deduct Earned Depletion Tax Credit - deduct the lesser of:		
(a) 25% of Subtotal A [line 22]	} ()	23
(b) Balance of Earned Depletion Base Account at the end of the preceding fiscal year [line 31]		
Total Taxes Payable [to line 3]		24

CUMULATIVE TAX CREDIT ACCOUNT

Balance at the end of the preceding fiscal year		25
Imputed Interest		26
Calculation: Balance at the end of the preceding fiscal year [line 25]		
× Investment Allowance rate		
Net Current Proceeds Tax Paid [line 14]		27
Subtotal B [sum of lines 25 to 27]		28
Deduct the lesser of Net Revenue Tax [line 17] and Subtotal B [line 28]	()	29
Ending Balance		30

EARNED DEPLETION BASE ACCOUNT

Balance at the end of the preceding fiscal year		31
Deduct amount claimed as a tax credit in the current fiscal year [line 23]	()	32
Ending Balance		33

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NET CURRENT PROCEEDS CALCULATION

Net Current Proceeds = the amount by which Gross Revenue [line 52] exceeds
Total Current Operating Costs [line 64]. This amount must not be less than zero.

Net Current Proceeds [to page 2, line 12] _____ 43

GROSS REVENUE CALCULATION

Value of mineral product sold	_____	44
Other current operating cost recoveries	_____	48
Reclamation recovery [page 5, line 149]	_____	49
Other _____	_____	49a
Exemption for individuals [page 1, line 1 × \$50,000]	(_____)	51
Gross Revenue [to page 4, line 105]	_____	52

CURRENT OPERATING COSTS CALCULATION

Refining and treatment	_____	53
Marketing and distribution	_____	54
Postproduction development costs	_____	55
Mining	_____	56
Milling	_____	57
General site services	_____	58
Non-capital reclamation cost transfer	_____	59
Minesite general and administrative	_____	60
Change in cost of mineral product inventory:		
Opening Inventory _____		
Less ending Inventory (_____)		62
Head office administrative costs	_____	63
Other _____		63a
(attach schedule for detail)		
Total Current Operating Costs	_____	64
[to page 4, line 118]		

RECONCILIATION WITH NET EARNINGS

Net earnings / (loss) per financial statements	_____	65
Additions:		
Income tax expense	_____	66
Lease/rental expense	_____	67
Reclamation expense added to the Reclamation Cost Account	_____	68
Royalties	_____	69
Business interruption insurance premiums	_____	70
Expense provisions credited to reserves	_____	71
Net realizable value of opening inventory less cost	_____	72
Unrelated overhead	_____	73
Cost of purchased product sold	_____	75
Unrelated cost of sales	_____	76
Costs of financing and arranging financing	_____	77
Interest expense	_____	78
Provisions for depreciation or depletion	_____	79
Exploration expense	_____	80
Costs of incorporation, organization or reorganization	_____	81
Writedown of asset values	_____	82
Other _____		84
(attach schedule for detail)		
Subtotal [sum of lines 65 to 84]	_____	88
Deductions:		
Non-capital reclamation cost transfer [page 5, line 144]	_____	89
Costs charged to reserves on financial statements	_____	90
Net realizable value of closing inventory less cost	_____	91
Mine revenue from the sale of purchased product	_____	92
Net gains/(losses) on disposal of assets	_____	93
Hedging gains/(losses)	_____	94
Unrelated sales revenue	_____	95
Interest income	_____	96
Dividend income	_____	97
Other _____		100
(attach schedule for detail)		
Net Mineral Tax earnings/(loss) [line 88, minus lines 89 to 100] [should equal line 52 minus line 64]	_____	104



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NET REVENUE CALCULATION

Gross Revenue [page 3, line 52]		105
Grants, subsidies and other assistance in respect of capital assets		106
Insurance proceeds in respect of capital assets		107
Revenue in the nature of capital asset cost recovery		108
Proceeds on disposal of capital assets		109
Deemed disposition proceeds for assets taken out of use at the mine		110
Subtotal C [sum of lines 105 to 110]		111
Deduct Cumulative Expenditure claim - the lesser of Subtotal E [line 127] and Subtotal C [line 111]		112
Net Revenue [to page 2, line 15]		113

CUMULATIVE EXPENDITURE ACCOUNT

Balance at the end of the preceding fiscal year		114
Adjustments (specify) _____		115
Pre-production Discovery Costs		116
Development costs prior to commercial production		117
New mine allowance [new mine expenditures × 1/3]		117a
Total Current Operating Costs [page 3, line 64]		118
Net increase /(decrease) in inventories:		
Closing mineral product inventory at cost _____		
Closing supplies inventory at cost _____		
Opening mineral product inventory at cost (_____)		
Opening supplies inventory at cost (_____)		119
Payments on leases and rentals		120
Cost of capital assets purchased		121
Exploration cost allocation [complete Election to Allocate Exploration Expenses]		122
Research costs		123
Reclamation Cost Transfer [page 5, line 146]		124
Subtotal D [sum of line 114 to 124]		125
Investment Allowance [line 135]		126
Subtotal E [line 125 plus line 126]		127
Deduct amount claimed on line 112 (_____)		128
Ending Balance		129

INVESTMENT ALLOWANCE CALCULATION

Cumulative Expenditure Account balance at the end of the preceding fiscal year [line 114 plus line 115]		130
Add the excess, if any, of Subtotal D [line 125] over Subtotal C [line 111]		131
Total [line 130 plus line 131]		132
Cumulative Expenditure Account average balance [line 132 divided by 2]		133
Investment Allowance Rate	× _____ %	134
Investment Allowance [line 133 × line 134; to line 126]		135



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RECLAMATION COSTS and RECLAMATION TAX CREDITS

RECLAMATION COST

Balance of the Reclamation Cost Account at the end of the preceding fiscal year	136
Additions:	
Reclamation fund contributions incurred before January 8, 1998	137
Non-capital reclamation costs incurred before January 8, 1998	138
Costs of assets for reclamation purposes incurred before January 8, 1998	139
Amount elected to be added under s. 5(1) of the Reclamation Regulation <i>[complete Reclamation Cost Election Schedule]</i>	139a
Subtotal G <i>[sum of lines 136 to 139a]</i>	140
Deductions:	
Reclamation fund refunds received or receivable	141
Reclamation cost recoveries	142
Amount used in respect of tax credit claimed in the preceding period <i>[credit claimed divided by the Net Revenue Tax rate]</i>	143
Non-capital reclamation cost transfer to reduce Net Current Proceeds <i>[amount elected under s. 4(1) of the Reclamation Regulation; may not exceed the sum of line 137 and line 138; to page 3, line 89]</i>	144
Subtotal H <i>[sum of lines 141 to 144]</i>	145
Reclamation cost transfer to the Cumulative Expenditure Account <i>[to page 4, line 124]</i> <i>[amount elected under s. 4(1) of the Reclamation Regulation - complete Reclamation Cost Transfer Schedule]</i>	146
Subtotal I <i>[line 145 plus line 146]</i>	147
Ending Balance <i>[the amount, if any, by which subtotal G exceeds subtotal I; to page 5, line 38]</i>	148
Reclamation Recovery <i>[the amount, if any, by which subtotal I exceeds subtotal G; to page 3, line 49]</i>	149

RECLAMATION TAX CREDIT

Balance of the account at the end of the preceding fiscal year	34
Deduct reclamation tax credit claim of the preceding fiscal year	35
Add Net Revenue Tax payable <i>[page 2, line 19]</i>	36
Ending Balance <i>[to page 5, line 41]</i>	37

RECLAMATION TAX CREDIT CLAIM

(i) Reclamation Cost Account ending balance <i>[line 148]</i>	38
Net Revenue Tax rate	39
Amount of Reclamation Cost Account creditable <i>[line 38 × line 39]</i>	40
(ii) Reclamation Tax Credit Account ending balance <i>[line 37]</i>	41
Reclamation Tax Credit Claim <i>[claim an amount up to the lesser of line 40 and 41; to page 2, line 4]</i>	42