

Attachments

Financial statement information: Use GIFI schedules 100, 125, and 141.

Schedules – Answer the following questions. For each Yes response, attach to the T2 return the schedule that applies.

Yes Schedule

Is the corporation related to any other corporations?	150	<input type="checkbox"/>	9
Is the corporation an associated Canadian-controlled private corporation?	160	<input type="checkbox"/>	23
Is the corporation an associated Canadian-controlled private corporation that is claiming the expenditure limit?	161	<input type="checkbox"/>	49
Does the corporation have any non-resident shareholders?	151	<input type="checkbox"/>	19
Has the corporation had any transactions, including section 85 transfers, with its shareholders, officers, or employees, other than transactions in the ordinary course of business? Exclude non-arm's length transactions with non-residents	162	<input type="checkbox"/>	11
If you answered Yes to the above question, and the transaction was between corporations not dealing at arm's length, were all or substantially all of the assets of the transferor disposed of to the transferee?	163	<input type="checkbox"/>	44
Has the corporation paid any royalties, management fees, or other similar payments to residents of Canada?	164	<input type="checkbox"/>	14
Is the corporation claiming a deduction for payments to a type of employee benefit plan?	165	<input type="checkbox"/>	15
Is the corporation claiming a loss or deduction from a tax shelter acquired after August 31, 1989?	166	<input type="checkbox"/>	T5004
Is the corporation a member of a partnership for which a partnership identification number has been assigned?	167	<input type="checkbox"/>	T5013
Did the corporation, a foreign affiliate controlled by the corporation, or any other corporation or trust that did not deal at arm's length with the corporation have a beneficial interest in a non-resident discretionary trust?	168	<input type="checkbox"/>	22
Did the corporation have any foreign affiliates during the year?	169	<input type="checkbox"/>	25
Has the corporation made any payments to non-residents of Canada under subsections 202(1) and/or 105(1) of the federal <i>Income Tax Regulations</i> ?	170	<input type="checkbox"/>	29
Has the corporation had any non-arm's length transactions with a non-resident?	171	<input type="checkbox"/>	T106
For private corporations: Does the corporation have any shareholders who own 10% or more of the corporation's common and/or preferred shares?	173	<input type="checkbox"/>	50
Has the corporation made payments to, or received amounts from, a retirement compensation plan arrangement during the year?	172	<input type="checkbox"/>	_____
Is the net income/loss shown on the financial statements different from the net income/loss for income tax purposes?	201	<input type="checkbox"/>	1
Has the corporation made any charitable donations; gifts to Canada, a province, or a territory; or gifts of cultural or ecological property?	202	<input type="checkbox"/>	2
Has the corporation received any dividends or paid any taxable dividends for purposes of the dividend refund?	203	<input type="checkbox"/>	3
Is the corporation claiming any type of losses?	204	<input type="checkbox"/>	4
Is the corporation claiming a provincial or territorial tax credit or does it have a permanent establishment in more than one jurisdiction?	205	<input type="checkbox"/>	5
Has the corporation realized any capital gains or incurred any capital losses during the tax year?	206	<input type="checkbox"/>	6
i) Is the corporation claiming the small business deduction and reporting income from: a) property (other than dividends deductible on line 320 of the T2 return), b) a partnership, c) a foreign business, or d) a personal services business; or ii) is the corporation claiming the refundable portion of Part I tax?	207	<input type="checkbox"/>	7
Does the corporation have any property that is eligible for capital cost allowance?	208	<input type="checkbox"/>	8
Does the corporation have any property that is eligible capital property?	210	<input type="checkbox"/>	10
Does the corporation have any resource-related deductions?	212	<input type="checkbox"/>	12
Is the corporation claiming reserves of any kind?	213	<input type="checkbox"/>	13
Is the corporation claiming a patronage dividend deduction?	216	<input type="checkbox"/>	16
Is the corporation a credit union claiming a deduction for allocations in proportion to borrowing or an additional deduction?	217	<input type="checkbox"/>	17
Is the corporation an investment corporation or a mutual fund corporation?	218	<input type="checkbox"/>	18
Was the corporation carrying on business in Canada as a non-resident corporation?	220	<input type="checkbox"/>	20
Is the corporation claiming any federal or provincial foreign tax credits, or any federal or provincial logging tax credits?	221	<input type="checkbox"/>	21
Does the corporation have any Canadian manufacturing and processing profits?	227	<input type="checkbox"/>	27
Is the corporation claiming an investment tax credit?	231	<input type="checkbox"/>	31
Is the corporation claiming any scientific research and experimental development (SR&ED) expenditures?	232	<input type="checkbox"/>	T661
Is the total taxable capital employed in Canada of the corporation and its related corporations over \$10,000,000?	233	<input type="checkbox"/>	33/34/35
Is the corporation a member of a related group with one or more members subject to gross Part I.3 tax?	236	<input type="checkbox"/>	36
Is the corporation claiming a surtax credit?	237	<input type="checkbox"/>	37
Is the corporation subject to gross Part VI tax on capital of financial institutions?	238	<input type="checkbox"/>	38
Is the corporation claiming a Part I tax credit?	242	<input type="checkbox"/>	42
Is the corporation subject to Part IV.1 tax on dividends received on taxable preferred shares or Part VI.1 tax on dividends paid?	243	<input type="checkbox"/>	43
Is the corporation agreeing to a transfer of the liability for Part VI.1 tax?	244	<input type="checkbox"/>	45
Is the corporation subject to Part II – Tobacco Manufacturers' surtax?	249	<input type="checkbox"/>	46
For financial institutions: Is the corporation a member of a related group of financial institutions with one or more members subject to gross Part VI tax?	250	<input type="checkbox"/>	39
Is the corporation claiming a Canadian film or video production tax credit refund?	253	<input type="checkbox"/>	T1131
Is the corporation claiming a film or video production services tax credit refund?	254	<input type="checkbox"/>	T1177
Is the corporation subject to Part XIII.1 tax?	255	<input type="checkbox"/>	92 *

* We do not print this schedule.

Attachments – continued from page 2

		Yes	Schedule
Did the corporation have any foreign affiliates that are not controlled foreign affiliates?	256	<input type="checkbox"/>	T1134-A
Did the corporation have any controlled foreign affiliates?	258	<input type="checkbox"/>	T1134-B
Did the corporation own specified foreign property in the year with a cost amount over \$100,000?	259	<input type="checkbox"/>	T1135
Did the corporation transfer or loan property to a non-resident trust?	260	<input type="checkbox"/>	T1141
Did the corporation receive a distribution from or was it indebted to a non-resident trust in the year?	261	<input type="checkbox"/>	T1142
Has the corporation entered into an agreement to allocate assistance for SR&ED carried out in Canada?	262	<input type="checkbox"/>	T1145
Has the corporation entered into an agreement to transfer qualified expenditures incurred in respect of SR&ED contracts?	263	<input type="checkbox"/>	T1146
Has the corporation entered into an agreement with other associated corporations for salary or wages of specified employees for SR&ED?	264	<input type="checkbox"/>	T1174

Additional information

Is the corporation inactive?	280	1 Yes <input type="checkbox"/>	2 No <input type="checkbox"/>
Has the major business activity changed since the last return was filed? (enter Yes for first-time filers)	281	1 Yes <input type="checkbox"/>	2 No <input type="checkbox"/>
What is the corporation's major business activity?	282	<input type="text"/>	
(Only complete if Yes was entered at line 281.)			
If the major business activity involves the resale of goods, show whether it is wholesale or retail	283	1 Wholesale <input type="checkbox"/>	2 Retail <input type="checkbox"/>
Specify the principal product(s) mined, manufactured, sold, constructed, or services provided, giving the approximate percentage of the total revenue that each product or service represents.	284	<input type="text"/>	285 <input type="text"/> %
	286	<input type="text"/>	287 <input type="text"/> %
	288	<input type="text"/>	289 <input type="text"/> %
Did the corporation immigrate to Canada during the tax year?	291	1 Yes <input type="checkbox"/>	2 No <input type="checkbox"/>
Did the corporation emigrate from Canada during the tax year?	292	1 Yes <input type="checkbox"/>	2 No <input type="checkbox"/>

Taxable income

Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFL.	300	<input type="text"/>	A
Deduct: Charitable donations from Schedule 2	311	<input type="text"/>	
Gifts to Canada, a province, or a territory from Schedule 2	312	<input type="text"/>	
Cultural gifts from Schedule 2	313	<input type="text"/>	
Ecological gifts from Schedule 2	314	<input type="text"/>	
Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3	320	<input type="text"/>	
Part VI.1 tax deduction from Schedule 43 *	325	<input type="text"/>	
Non-capital losses of preceding tax years from Schedule 4	331	<input type="text"/>	
Net capital losses of preceding tax years from Schedule 4	332	<input type="text"/>	
Restricted farm losses of preceding tax years from Schedule 4	333	<input type="text"/>	
Farm losses of preceding tax years from Schedule 4	334	<input type="text"/>	
Limited partnership losses of preceding tax years from Schedule 4	335	<input type="text"/>	
Taxable capital gains or taxable dividends allocated from a central credit union	340	<input type="text"/>	
Prospector's and grubstaker's shares	350	<input type="text"/>	
Subtotal		<input type="text"/>	B
Subtotal (amount A minus amount B) (if negative, enter "0")		<input type="text"/>	C
Add: Section 110.5 additions or subparagraph 115(1)(a)(vii) additions	355	<input type="text"/>	D
Taxable income (amount C plus amount D)	360	<input type="text"/>	
Income exempt under paragraph 149(1)(t)	370	<input type="text"/>	
Taxable income for a corporation with exempt income under paragraph 149(1)(t) (line 360 minus line 370)		<input type="text"/>	Z

* This amount is equal to 3 times the Part VI.1 tax payable at line 724 on page 8.

Small business deduction

Canadian-controlled private corporations (CCPCs) throughout the tax year

Income from active business carried on in Canada from Schedule 7 **400** [] A
 Taxable income from line 360 on page 3, **minus** 10/3 of the amount on line 632* on page 7, **minus** 3 times the amount on line 636** on page 7, and **minus** any amount that, because of federal law, is exempt from Part I tax **405** [] B

Calculation of the business limit:

For all CCPCs, calculate the amount at line 4 below.

250,000 x $\frac{\text{Number of days in the tax year in 2004}}{\text{Number of days in the tax year}}$ = [] 1
 300,000 x $\frac{\text{Number of days in the tax year in 2005 and in 2006}}{\text{Number of days in the tax year}}$ = [] 2
 400,000 x $\frac{\text{Number of days in the tax year after 2006}}{\text{Number of days in the tax year}}$ = [] 3
 Add amounts at lines 1, 2, and 3 [] 4

Business limit (see notes 1 and 2 below) **410** [] C

- Notes:** 1. For CCPCs that are not associated, enter the amount from line 4 on line 410. However, if the corporation's tax year is less than 51 weeks, prorate the amount from line 4 by the number of days in the tax year divided by 365, and enter the result on line 410.
 2. For associated CCPCs, use Schedule 23 to calculate the amount to be entered on line 410.

Business limit reduction:

Amount C [] x $\frac{\text{415 *** [] D}}{11,250}$ = [] E

Reduced business limit (amount C **minus** amount E) (if negative, enter "0") **425** [] F

Small business deduction – 16% of whichever amount is the least: A, B, C, or F **430** [] G
 (enter amount G on line 9 of page 7)

- * Calculate the amount of foreign non-business income tax credit deductible on line 632 without reference to the refundable tax on the CCPC's investment income (line 604) and without reference to the corporate tax reductions under section 123.4.
- ** Calculate the amount of foreign business income tax credit deductible on line 636 without reference to the corporate tax reductions under section 123.4.

***** Large corporations**

- If the corporation is not associated with any corporations in both the current and the preceding tax years, the amount to be entered at line 415 is: (Total taxable capital employed in Canada for the **prior year** minus \$10,000,000) x 0.225%.
- If the corporation is not associated with any corporations in the current tax year, but was associated in the preceding tax year, the amount to be entered at line 415 is: (Total taxable capital employed in Canada for the **current year** minus \$10,000,000) x 0.225%
- For corporations associated in the current tax year, see Schedule 23 for the special rules that apply.

Resource deduction

Taxable resource income [as defined in subsection 125.11(1)] **435** [] H

Amount H [] x $\frac{\text{Number of days in the tax year in 2004}}{\text{Number of days in the tax year}}$ x 2% = [] I

Amount H [] x $\frac{\text{Number of days in the tax year in 2005}}{\text{Number of days in the tax year}}$ x 3% = [] J

Amount H [] x $\frac{\text{Number of days in the tax year in 2006}}{\text{Number of days in the tax year}}$ x 5% = [] K

Amount H [] x $\frac{\text{Number of days in the tax year after 2006}}{\text{Number of days in the tax year}}$ x 7% = [] L

Resource deduction – total of amounts I, J, K, and L **438** [] M
 (enter amount M on line 10 of page 7)

General tax reduction for Canadian-controlled private corporations

Canadian-controlled private corporations throughout the tax year

Taxable income from line 360 on page 3	<input type="text"/>	A
Amount Z from Part 9 of Schedule 27	<input type="text"/> x 100/7 =	<input type="text"/> B
Amount QQ from Part 13 of Schedule 27	<input type="text"/>	C
Taxable resource income from line 435 on page 4	<input type="text"/>	D
Amount used to calculate the credit union deduction (amount E in Part 3 of Schedule 17)	<input type="text"/>	E
Amount on line 400, 405, 410, or 425 on page 4, whichever is the least	<input type="text"/>	F
Aggregate investment income from line 440 of page 6	<input type="text"/>	G
Total of amounts B, C, D, E, F, and G	<input type="text"/>	▶ <input type="text"/> H
Amount A minus amount H (if negative, enter "0")	<input type="text"/>	I
General tax reduction for Canadian-controlled private corporations – Amount I x 7%	<input type="text"/>	J

Enter amount J on line 638 of page 7

General tax reduction

Corporations other than a Canadian-controlled private corporation, an investment corporation, a mortgage investment corporation, or a mutual fund corporation. For tax years starting after May 1, 2006, any corporation with taxable income that is not subject to the full tax rate.

Taxable income from line 360 on page 3 (for tax years starting after May 1, 2006, Amount Z on page 3)	<input type="text"/>	M
Amount Z from Part 9 of Schedule 27	<input type="text"/> x 100/7 =	<input type="text"/> N
Amount QQ from Part 13 of Schedule 27	<input type="text"/>	O
Taxable resource income from line 435 on page 4	<input type="text"/>	P
Amount used to calculate the credit union deduction (amount E in Part 3 of Schedule 17)	<input type="text"/>	Q
Total of amounts N, O, P, and Q	<input type="text"/>	▶ <input type="text"/> R
Amount M minus amount R (if negative, enter "0")	<input type="text"/>	S
General tax reduction – Amount S x 7%	<input type="text"/>	T

Enter amount T on line 639 of page 7

Refundable portion of Part I tax

Canadian-controlled private corporations throughout the tax year

Aggregate investment income . . . **440** _____ x 26 2/3% = _____ A
 (amount O from Part 1 of Schedule 7)

Foreign non-business income tax credit from line 632 on page 7 _____

Deduct:
 Foreign investment income **445** _____ x 9 1/3% = _____
 (amount L from Part 2 of Schedule 7) (if negative, enter "0") _____ ▶ _____ B

Amount A **minus** amount B (if negative, enter "0") _____ C

Taxable income from line 360 on page 3 _____

Deduct:
 Amount on line 400, 405, 410, or 425 on page 4, whichever is the least _____
 Foreign non-business income tax credit from line 632 of page 7 _____ x 25/9 = _____
 Foreign business income tax credit from line 636 of page 7 _____ x 3 = _____
 _____ x 26 2/3% = _____ D

Part I tax payable minus investment tax credit refund (line 700 **minus** line 780 from page 8)
Deduct: Corporate surtax from line 600 of page 7 _____
 Net amount _____ ▶ _____ E

Refundable portion of Part I tax – Amount C, D, or E, whichever is the least **450** _____ F

Refundable dividend tax on hand

Refundable dividend tax on hand at the end of the preceding tax year **460** _____
Deduct: Dividend refund for the previous tax year **465** _____
 _____ ▶ _____ G

Add the total of:
 Refundable portion of Part I tax from line 450 above _____
 Total Part IV tax payable from line 360 on page 2 of Schedule 3 _____
 Net refundable dividend tax on hand transferred from a predecessor corporation on amalgamation, or from a wound-up subsidiary corporation **480** _____
 _____ ▶ _____ H

Refundable dividend tax on hand at the end of the tax year – Amount G **plus** amount H **485** _____

Dividend refund

Private and subject corporations at the time taxable dividends were paid in the tax year

Taxable dividends paid in the tax year from line 460 on page 2 of Schedule 3 _____ x 1/3 _____ I
 Refundable dividend tax on hand at the end of the tax year from line 485 above _____ J
Dividend refund – Amount I or J, whichever is less (enter this amount on line 784 of page 8) _____

Part I tax

Base amount of Part I tax – 38% of taxable income (line 360 or amount Z, whichever applies) from page 3 **550** [] A

Corporate surtax calculation

Base amount from line A above [] 1
Deduct:
 10% of taxable income (line 360 or amount Z, whichever applies) from page 3 [] 2
 Investment corporation deduction from line 620 below [] 3
 Federal logging tax credit from line 640 below [] 4
 Federal qualifying environmental trust tax credit from line 648 below [] 5

For a mutual fund corporation or an investment corporation throughout the tax year, enter amount a, b, or c below on line 6, whichever is the least:

28% of taxable income from line 360 of page 3 [] a
 28% of taxed capital gains [] b
 Part I tax otherwise payable [] c
 (line A plus lines C and D minus line F)
 Total of lines 2 to 6 [] 7
 Net amount (line 1 minus line 7) [] 8

Corporate surtax – 4% of the amount on line 8 **600** [] B

Recapture of investment tax credit from line III in Part 24 of Schedule 31 **602** [] C

Calculation for the refundable tax on the Canadian-controlled private corporation's (CCPC) investment income
 (if it was a CCPC throughout the tax year)

Aggregate investment income from line 440 on page 6 [] i
 Taxable income from line 360 on page 3 []
Deduct:
 Amount on line 400, 405, 410, or 425 of page 4, whichever is the least []
 Net amount [] ii

Refundable tax on CCPC's investment income – 6 2/3% of whichever is less: amount i or ii **604** [] D

Subtotal (add lines A, B, C, and D) [] E

Deduct:

Small business deduction from line 430 of page 4 [] 9
 Federal tax abatement **608** []
 Manufacturing and processing profits deduction from amount BB or amount RR of Schedule 27 **616** []
 Investment corporation deduction **620** []
 (taxed capital gains **624** [])
 Additional deduction – credit unions from Schedule 17 **628** []
 Federal foreign non-business income tax credit from Schedule 21 **632** []
 Federal foreign business income tax credit from Schedule 21 **636** []
 Resource deduction from line 438 on page 4 [] 10
 General tax reduction for CCPCs from amount J on page 5 **638** []
 General tax reduction from amount T on page 5 **639** []
 Federal logging tax credit from Schedule 21 **640** []
 Federal political contribution tax credit **644** []
 Federal political contributions **646** []
 Federal qualifying environmental trust tax credit **648** []
 Investment tax credit from Schedule 31 **652** []

Subtotal [] F

Part I tax payable – Line E minus line F (enter amount G on line 700 of page 8) [] G

Summary of tax and credits

Federal tax

Part I tax payable from page 7	700	<input type="text"/>
Part I.3 tax payable from Schedule 33, 34, or 35	704	<input type="text"/>
Part II surtax payable from Schedule 46	708	<input type="text"/>
Part IV tax payable from Schedule 3	712	<input type="text"/>
Part IV.1 tax payable from Schedule 43	716	<input type="text"/>
Part VI tax payable from Schedule 38	720	<input type="text"/>
Part VI.1 tax payable from Schedule 43	724	<input type="text"/>
Part XIII.1 tax payable from Schedule 92	727	<input type="text"/>
Part XIV tax payable from Schedule 20	728	<input type="text"/>
Total federal tax		<input type="text"/>

Add provincial or territorial tax:

Provincial or territorial jurisdiction	750	<input type="text"/>
(if more than one jurisdiction, enter "multiple" and complete Schedule 5)		
Net provincial or territorial tax payable (except Quebec, Ontario, and Alberta)	760	<input type="text"/>
Provincial tax on large corporations (New Brunswick and Nova Scotia)	765	<input type="text"/>
Total tax payable		770 <input type="text"/> A

Deduct other credits:

Investment tax credit refund from Schedule 31	780	<input type="text"/>
Dividend refund from page 6	784	<input type="text"/>
Federal capital gains refund from Schedule 18	788	<input type="text"/>
Federal qualifying environmental trust tax credit refund	792	<input type="text"/>
Canadian film or video production tax credit refund (Form T1131)	796	<input type="text"/>
Film or video production services tax credit refund (Form T1177)	797	<input type="text"/>
Tax withheld at source	800	<input type="text"/>
Total payments on which tax has been withheld	801	<input type="text"/>
Provincial and territorial capital gains refund from Schedule 18	808	<input type="text"/>
Provincial and territorial refundable tax credits from Schedule 5	812	<input type="text"/>
Tax instalments paid	840	<input type="text"/>
Total credits		890 <input type="text"/> B

Refund code **894**

Overpayment

Balance (line A minus line B)

If the result is negative, you have an **overpayment**.
 If the result is positive, you have a **balance unpaid**.
 Enter the amount on whichever line applies.
 Generally, we do not charge or refund a difference of \$2 or less.

Balance unpaid

Enclosed payment **898**

Direct deposit request

To have the corporation's refund deposited directly into the corporation's bank account at a financial institution in Canada, or to change banking information you already gave us, complete the information below:

Start Change information

910 Branch number

914 Institution number **918** Account number

If the corporation is a Canadian-controlled private corporation throughout the tax year, does it qualify for the one-month extension of the date the balance of tax is due?

896 1 Yes 2 No

Certification

I, **950** Last name in block letters **951** First name in block letters **954** Position, office, or rank

am an authorized signing officer of the corporation. I certify that I have examined this return, including accompanying schedules and statements, and that the information given on this return is, to the best of my knowledge, correct and complete. I further certify that the method of calculating income for this tax year is consistent with that of the previous year except as specifically disclosed in a statement attached to this return.

955 Date (yyyy/mm/dd) Signature of the authorized signing officer of the corporation **956** Telephone number

Is the contact person the same as the authorized signing officer? If *No*, complete the information below

957 1 Yes 2 No

958 Name in block letters **959** Telephone number

Language of correspondence – Langue de correspondance

990 Indicate your language of correspondence by entering 1 for English or 2 for French.
 Indiquez votre langue de correspondance en inscrivant 1 pour anglais ou 2 pour français.