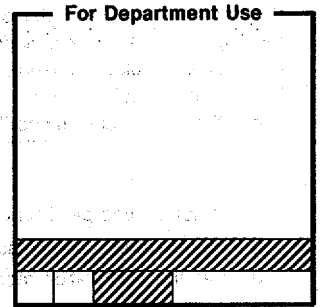




**COPY FOR WORK OR FILE**



**CORPORATION INCOME TAX RETURN (1989 and Subsequent Years)**

For use by all corporations, as a FEDERAL income tax return and as a PROVINCIAL income tax return in respect of those provinces and territories which have entered into an agreement under the Federal-Provincial Fiscal Arrangements and Established Programs Financing Act, 1977.

ONE COMPLETED RETURN together with the required financial statements and schedules is to be delivered or mailed within six months from the end of the taxation year to the DISTRICT TAXATION OFFICE or mailed to the TAXATION CENTRE. The T2 Corporation Income Tax Guide provides information on completing the T2 return. A DUPLICATE RETURN may be required. See Guide Item 1A for details.

**IDENTIFICATION**

Account Number (Guide item 6B)		Is this the first year of filing?	
Name of Corporation (Print) (Guide item 6A)		No <input type="checkbox"/> Yes <input type="checkbox"/>	
Address of Head Office (Guide item 6A)		Is this an amended return? No <input type="checkbox"/> Yes <input type="checkbox"/>	
City and Province or Territory		Mailing Address (If different from Head Office address) (Guide item 6A)	
Postal Code		1 <input type="checkbox"/>	
Return for taxation year (Guide item 6C)		City and Province or Territory	
from Day Month Year to Day Month Year		Postal Code	
(a) Has the fiscal year changed since last return was filed?		(a) Has the above address changed since last return was filed?	
No <input type="checkbox"/> Yes <input type="checkbox"/>		No <input type="checkbox"/> Yes <input type="checkbox"/>	
(b) If "Yes", was there a change of control per subsection 249(4) this year <input type="checkbox"/> last year <input type="checkbox"/>		(b) If "Yes", has the Department been previously notified of the change?	
(a) Has the above address changed since last return was filed?		No <input type="checkbox"/> Yes <input type="checkbox"/>	
(b) If "Yes", has the Department been previously notified of the change?		Is the corporation a resident of Canada?	
No <input type="checkbox"/> Yes <input type="checkbox"/>		1 No <input type="checkbox"/> 2 Yes <input type="checkbox"/>	
Type of corporation at end of taxation year (Guide item 8)		If "No", provide country of residence	
1 <input type="checkbox"/> Canadian-controlled Private 4 <input type="checkbox"/> Other (Specify)		Did the type of corporation change during this taxation year? (Guide item 8F)	
2 <input type="checkbox"/> Other Private		1 No <input type="checkbox"/> 2 Yes <input type="checkbox"/>	
3 <input type="checkbox"/> Public 5 <input type="checkbox"/> Other - Controlled by Public Corporation		If "Yes", specify change	
Provide your Employer's Remittance Account Number. If the corporation has more than one number, provide any one of those numbers.		Provide the date of incorporation and if the first return of an amalgamated corporation, the date of amalgamation (Guide items 7B and 7C)	
Describe major business activity (Guide item 9)		Date of Incorporation	
Has major activity changed since last return was filed?		Date of Amalgamation	
1 No <input type="checkbox"/> 2 Yes <input type="checkbox"/>		Day Month Year	
If major activity involves the resale of goods, indicate whether wholesale <input type="checkbox"/> or retail <input type="checkbox"/>		Day Month Year	
Specify the principal product(s) mined, manufactured, sold, constructed, or services provided, giving the approximate percentage that the revenue from each is of the total revenue 1. _____ % 2. _____ % 3. _____ %		Product or service	
(Guide item 9)		Product or service	

**COMPUTATION OF TAXABLE INCOME**

Net income (loss) for income tax purposes per financial statements or T2S(1), as applicable	111
Deduct: Charitable donations 113	115
Gifts to Canada or a province and gifts of cultural property (Guide item 25)	117
Taxable dividends deductible per Sections 112 and 113 (Guide item 26)	119
Part VI.1 tax × 5/2 (9/4 for taxation years ending after 1989)	120
Restricted farm losses of prior taxation years per T2S(4) (Guide item 28A)	121
Non-capital losses of prior taxation years per T2S(4) (Guide item 28C)	123
Net capital losses of prior taxation years per T2S(4) (Guide item 28D)	125
Farm losses of prior taxation years per T2S(4) (Guide item 28E)	126
Other Adjustments (Specify) (Guide item 29A)	
<b>Taxable Income</b>	<b>127</b>

## SCHEDULES AND INFORMATION REQUIRED

**Financial Statements** — Complete financial statements (including auditor's report, if any) **MUST** be attached to this return.

**Schedules** — All corporations must complete the following questionnaire and for each question to which a reply is "Yes", tick (✓) the box and attach the appropriate form or schedule providing full details. The "T2 Corporation Income Tax Guide" contains the instructions necessary to complete the forms or schedules. Schedules indicated with an asterisk (\*) are preprinted by the Department and are available at any District Taxation Office. All other attached schedules for which preprinted forms are not provided should be indexed in the top right hand corner with the number as indicated under the "Schedule Number" column.

	Yes	Schedule Number	Guide Item(s)
1 - Is net income per financial statements different from net income for income tax purposes? _____	<input type="checkbox"/>	T2S(1)	13
2 - Has the corporation made any charitable donations, gifts to Canada or a province or gifts of cultural property? _____	<input type="checkbox"/>	T2S(2)	24 & 25
3 - Has the corporation received or paid any dividends? _____	<input type="checkbox"/>	T2S(3)*	26 & 47
4 - Is the corporation claiming any non-capital, net capital, farm, limited partnership or restricted farm losses? _____	<input type="checkbox"/>	T2S(4)	28
5 - Has the corporation a permanent establishment in more than one jurisdiction? _____	<input type="checkbox"/>	T2S-TC*	51
6 - Has the corporation, by either an actual or a deemed disposition, realized any capital gains (including capital gains dividends) or incurred any capital losses? _____	<input type="checkbox"/>	T2S(6)*	14
7 - If a private corporation, has the corporation any income other than from an active business carried on in Canada? _____	<input type="checkbox"/>	T2S(7)*	30A
8 - If a private corporation, has the corporation carried on business as a member of one or more partnerships? _____	<input type="checkbox"/>	T2S(7)(A)*	30A
9 - Has the corporation any assets eligible for capital cost allowance? _____	<input type="checkbox"/>	T2S(8)*	15
10 - Has the corporation any assets which are eligible capital property? _____	<input type="checkbox"/>	T2S(8)(A)*	16
11 - Has the corporation any related corporations? _____	<input type="checkbox"/>	T2S(9)	10C
12 - Has the corporation any associated corporations? _____	<input type="checkbox"/>	T2013*	10A
13 - Has the corporation had any transactions during the year with a related non-resident person, including transactions involving nil or non-monetary consideration? If yes, file information return T106, under separate cover, at your District Taxation Office or Taxation Centre. _____	<input type="checkbox"/>	T106*	11F
14 - a) Has the corporation had any transactions (including section 85 transfers) with its shareholders, officers or employees, excluding those in question 13? If an election is made under section 85, form T2057 or T2058 must be filed. _____	<input type="checkbox"/>	T2S(11)	10D
b) If "Yes" and the transaction was between corporations not dealing at arm's length and in respect of which section 85 applies, were all or substantially all of the assets of the transferor disposed of to the transferee? _____	<input type="checkbox"/>	T2S(11)(A)	10E
15 - Has the corporation an earned depletion base? _____	<input type="checkbox"/>	T2S(12)	17
16 - Is the corporation claiming reserves of any kind? _____	<input type="checkbox"/>	T2S(13)	18
17 - Has the corporation paid any royalties, management fees or other similar payments to residents of Canada? _____	<input type="checkbox"/>	T2S(14)	10F
18 - Is the corporation claiming a deduction for payments to a registered pension plan, registered supplementary unemployment benefit plan, deferred profit sharing plan or employees' profit sharing plan? _____	<input type="checkbox"/>	T2S(15)	10G
19 - Is the corporation claiming a patronage dividend deduction? _____	<input type="checkbox"/>	T2S(16)*	19
20 - Is the corporation a Credit Union claiming a deduction for "Allocation in Proportion to Borrowing"? _____	<input type="checkbox"/>	T2S(17)	20
21 - Is the corporation an Investment Corporation under section 130, or a Mutual Fund Corporation under section 131? _____	<input type="checkbox"/>	T2S(18)	77
22 - Has the corporation any non-resident shareholders? _____	<input type="checkbox"/>	T2S(19)	11A
23 - Was the corporation carrying on business in Canada during the year while not a Canadian Corporation? _____	<input type="checkbox"/>	T2S(20)	50E
24 - Is the corporation claiming federal foreign tax credits or federal logging tax credits? _____	<input type="checkbox"/>	T2S(21)*	38, 39 & 40
25 - Did the corporation or any controlled foreign affiliate of the corporation or any other corporation with which the corporation did not deal at arm's length have, at any time during the taxation year, a beneficial interest in a non-resident discretionary trust to which subsection 94(1) applied? _____	<input type="checkbox"/>	T2S(22)	11B
26 - Has the corporation made a claim for scientific research and experimental development under subsection 37(1)? _____	<input type="checkbox"/>	T661*	21
27 - Is this the first return of (a) a new corporation, or (b) an amalgamated corporation, or (c) a parent corporation after winding-up a subsidiary corporation? _____	<input type="checkbox"/>	T2S(24)	7B & 7C
28 - Did the corporation have any foreign affiliates as defined in paragraph 95(1)(d) during the year? _____	<input type="checkbox"/>	T2S(25)	11C
29 - Is the corporation a Non-Resident-Owned Investment Corporation claiming an allowable refund? _____	<input type="checkbox"/>	T2S(26)	78
30 - Has the corporation any Canadian manufacturing and processing profits? _____	<input type="checkbox"/>	T2S(27)*	31
31 - Is the corporation adding an amount to taxable income under section 110.5? _____	<input type="checkbox"/>	T2S(28)	29A
32 - Has the corporation paid any royalties, rents, management fees, technical assistance fees, research and development fees, interest, dividends or film payments to non-residents of Canada in respect of which the appropriate NR4-NR4A or T4-T4A return has not been filed? _____	<input type="checkbox"/>	T2S(29)	11D
33 - Is the corporation claiming an expense for advertising space in an issue of a non-Canadian newspaper or periodical or for an advertisement broadcasted by a foreign broadcasting undertaking? _____	<input type="checkbox"/>	T2S(30)	11E
34 - Have any contributions been made to, or refunds received from, a Retirement Compensation Arrangement (R.C.A.) in the year? _____	<input type="checkbox"/>		
35 - Is the corporation claiming a loss/deduction in respect of a tax shelter acquired after August 31, 1989? _____	<input type="checkbox"/>	T5004*	10H
36 - If a non-resident corporation, has the corporation			
a) paid fees, commissions or other payments to non-residents in respect of services performed in Canada? _____	<input type="checkbox"/>		1A
b) reported income from rent on real property in Canada or from timber royalties? _____	<input type="checkbox"/>		1A
c) carried on business in Canada through a permanent establishment? _____	<input type="checkbox"/>		1A

Name of Corporation _____	Account Number <table border="1" style="width:100%; border-collapse: collapse;"> <tr> <td style="width:20%;"></td> <td style="width:20%;"></td> <td style="width:20%;"></td> <td style="width:20%;"></td> <td style="width:20%;"></td> </tr> </table>						Taxation Year End <table border="1" style="width:100%; border-collapse: collapse;"> <tr> <td style="width:33%;">Day</td> <td style="width:33%;">Month</td> <td style="width:33%;">Year</td> </tr> <tr> <td></td> <td></td> <td style="text-align: center;">1 9</td> </tr> </table>	Day	Month	Year			1 9
Day	Month	Year											
		1 9											

**SMALL BUSINESS DEDUCTION**

Guide item 30

Income from active business carried on in Canada per T2S(7) or T2S(7)(A) \_\_\_\_\_ **223** (A)

Taxable Income from line 127 on page 1 (Less Adjustment for Foreign Tax Credit per Guide item 30B) \_\_\_\_\_ **225** (B)

Business Limit for the year (For corporations associated in the year refer to Guide item 30C) \_\_\_\_\_ **227** (C)

Small Business Deduction - Total of the following amounts:

(1) 21% of the least of \_\_\_\_\_ X  $\frac{\text{number of days in the taxation year before July 1988}}{\text{number of days in the taxation year}}$  = \_\_\_\_\_

Amounts (A), (B) and (C)

(2) 16% of the least of \_\_\_\_\_ X  $\frac{\text{number of days in the taxation year after June 1988}}{\text{number of days in the taxation year}}$  = \_\_\_\_\_ **231**

**MANUFACTURING AND PROCESSING PROFITS DEDUCTION**

Guide item 31

All corporations that have such profits

Canadian manufacturing and processing profits per T2S(27) \_\_\_\_\_ **233** (A)

Deduct: The least of amounts in lines 223, 225 and 227 above \_\_\_\_\_ (B)

Subtotal \_\_\_\_\_ (C)

Taxable Income from line 127 on page 1 \_\_\_\_\_

Deduct the aggregate of:

i) Least of amounts in lines 223, 225 and 227 above \_\_\_\_\_

ii) Canadian Investment Income \_\_\_\_\_

Foreign investment Income \_\_\_\_\_

Subtotal \_\_\_\_\_ **449**

Deduct: Net Capital losses claimed at line 125 \_\_\_\_\_

iii) Business Foreign Tax Credit \_\_\_\_\_ x 10/4\* \_\_\_\_\_ (D)

\* For taxation years commencing before July 1988, "10/4" should be read as "2".

Lesser of (A) and (B) \_\_\_\_\_ X  $\frac{\text{number of days in the taxation year before July 1988}}{\text{number of days in the taxation year}}$  X 6% = \_\_\_\_\_ (E)

Lesser of (C) and (D) \_\_\_\_\_ X  $\frac{\text{number of days in the taxation year before July 1988}}{\text{number of days in the taxation year}}$  X 7% = \_\_\_\_\_ (F)

Lesser of (C) and (D) \_\_\_\_\_ X  $\frac{\text{number of days in the taxation year after June 1988 and before July 1989}}{\text{number of days in the taxation year}}$  X 2% = \_\_\_\_\_ (G)

Lesser of (C) and (D) \_\_\_\_\_ X  $\frac{\text{number of days in the taxation year after June 1989}}{\text{number of days in the taxation year}}$  X 3% = \_\_\_\_\_ (H)

Manufacturing and Processing Profits Deduction - Enter Amount (I) in Part I Tax calculation below (Total of (E) to (H)) \_\_\_\_\_ **243** (I)

**PART I TAX ON TAXABLE INCOME**

Guide item 32

All corporations

Taxable Income from line 127 on page 1 \_\_\_\_\_ (A)

Tax at 45% of Amount (A) \_\_\_\_\_ X  $\frac{\text{number of days in the taxation year before July 1988}}{\text{number of days in the taxation year}}$  = \_\_\_\_\_

Tax at 38% of Amount (A) \_\_\_\_\_ X  $\frac{\text{number of days in the taxation year after June 1988}}{\text{number of days in the taxation year}}$  = \_\_\_\_\_ **202**

Add or deduct as applicable: Adjustment to Part I Tax per page 4 (To be completed by C.C.P.C.s with Investment Income, Mutual Fund Corporations and Investment Corporations) \_\_\_\_\_ **208**

Add: Tax at 5% of Taxable Income earned in the Nova Scotia offshore area \_\_\_\_\_ **204**

**Net Amount** \_\_\_\_\_

Deduct: Small Business Deduction from line 231 above \_\_\_\_\_

Investment Corporation Deduction (Guide item 34) \_\_\_\_\_ **203**

(Taxed Capital Gains **205** ) \_\_\_\_\_

Additional Deduction - Credit Unions (Guide item 35) \_\_\_\_\_ **206**

Federal Tax Abatement (Guide item 36) \_\_\_\_\_ **207**

Manufacturing and Processing Profits Deduction from line 243 above \_\_\_\_\_

Sub-total \_\_\_\_\_ **209**

Add: Corporate Surtax from page 4 \_\_\_\_\_

Sub-total \_\_\_\_\_

Deduct: Foreign Non-Business Income Tax Credit per T2S(21) (Guide item 38) \_\_\_\_\_ **211**

Foreign Business Income Tax Credit per T2S(21) (Guide item 39) \_\_\_\_\_ **213**

Logging Tax Credit per T2S(21) (Guide item 40) \_\_\_\_\_ **215**

Federal Political Contribution Tax Credit (Guide item 41) \_\_\_\_\_ **217**

(Federal Political Contributions (per receipts attached) **219** ) \_\_\_\_\_

Part VI Tax Credit (Guide item 42) \_\_\_\_\_ **224**

Part 1.3 Tax Credit (Guide item 43) \_\_\_\_\_ **226**

Investment Tax Credit per T2038 (CORP) (Guide item 44) \_\_\_\_\_ **221**

Part I Tax Payable - enter on line 129 on page 6 \_\_\_\_\_

**CALCULATION OF 3% CORPORATE SURTAX**

Guide item 37

"Net Amount" from Part I Tax on Taxable Income calculation on page 3 \_\_\_\_\_ (A)

Deduct: (i) 10% of taxable income \_\_\_\_\_ (1)

(ii) 5% of taxable income earned in the Nova Scotia offshore area \_\_\_\_\_ (2)

(iii) Investment Corporation Deduction \_\_\_\_\_ (3)

(iv) Additional Deduction – Credit Unions \_\_\_\_\_ (4)

(v) Logging Tax Credit \_\_\_\_\_ (5)

(vi) For a corporation that was throughout the taxation year a Mutual Fund Corporation (subsection 131(8)) or an Investment Corporation (subsection 130(3)) the least of:

\* (a) 28% of Taxable Income \_\_\_\_\_

\* (b) 28% of Taxed Capital Gains \_\_\_\_\_ (6)

(c) Part I Tax Payable before application of the 3% surtax \_\_\_\_\_

Total of amounts (1) to (6) \_\_\_\_\_ (B)

Amount subject to 3% Corporate Surtax (Amount (A) minus Amount (B)) \_\_\_\_\_ (C)

Deduct: Adjustment for Taxation Years Commencing Prior to July 1989

(vii) For a Canadian-controlled Private Corporation throughout the taxation year:

(a) 4/5 of the amount at line 257 in the Refundable Portion of Part I Tax calculation on page 5 \_\_\_\_\_ (7)

(b) Small Business Deduction from line 231 on page 3 \_\_\_\_\_ (8)

(viii) Manufacturing and Processing Profits Deduction from line 243 on page 3 \_\_\_\_\_ (9)

Total of amounts (7) to (9) \_\_\_\_\_ (10)

Amount (10) \_\_\_\_\_ ×  $\frac{\text{number of days in the taxation year before July 1989}}{\text{number of days in the taxation year}}$  = \_\_\_\_\_ (D)

Adjusted amount subject to 3% Corporate Surtax (Amount (C) minus Amount (D)) \_\_\_\_\_ (E)

Amount (E) \_\_\_\_\_ × 3% = \_\_\_\_\_ (F)

Enter Amount (F) on Line 209 in the "Part I Tax on Taxable Income" calculation on page 3.

\* For taxation years that straddle June 30, 1988, 28% should be read as 36% for days before July 1988 and 28% for days after June 1988.

**PART I TAX ADJUSTMENTS**

Guide item 33

1. To be completed by a corporation that was a Canadian-controlled Private Corporation throughout the year that had Investment Income during the year.

Determination of amount subject to tax:

Taxable Income from line 127 \_\_\_\_\_ (A)

Deduct: Least of Amounts in lines 223, 225 and 227 on page 3 \_\_\_\_\_

Foreign Business Income \_\_\_\_\_

Tax Credit \_\_\_\_\_ × 2 = \_\_\_\_\_

Net Amount \_\_\_\_\_ (B)

Amount (A) from calculation of Refundable Portion of Part I Tax on page 5 \_\_\_\_\_ (C)

The lesser of Amounts (B) and (C) \_\_\_\_\_ (D)

Amount (D) \_\_\_\_\_ × 7% ×  $\frac{\text{number of days in the taxation year after 1987 and before July 1988}}{\text{number of days in the taxation year}}$  = \_\_\_\_\_ (E)

Deduction from Part I Tax – Enter Amount (E) on line 208 on page 3

2. To be completed by a corporation that was an Investment Corporation (subsection 130(3)) or a Mutual Fund Corporation (subsection 131(8)) throughout the year.

(i) Determination of amount subject to tax:

Taxable Income from line 127 on page 1 \_\_\_\_\_ (F)

Taxed Capital Gains from line 205 on page 3 \_\_\_\_\_ (G)

The lesser of Amounts (F) and (G) \_\_\_\_\_ (H)

(ii) Amount (H) \_\_\_\_\_ × 1% ×  $\frac{\text{number of days in the taxation year before July 1988}}{\text{number of days in the taxation year}}$  = \_\_\_\_\_ (I)

Addition to Part I Tax – Enter Amount (I) on line 208 on page 3.

Name of Corporation _____	Account Number _____	Taxation Year End Day _____ Month _____ Year <b>1 9</b> _____
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**SMALL BUSINESS DEDUCTION**

Guide item 30

Income from active business carried on in Canada per T2S(7) or T2S(7)(A) ----- **223** (A)

Taxable Income from line 127 on page 1 (Less Adjustment for Foreign Tax Credit per Guide item 30B) ----- **225** (B)

Business Limit for the year (For corporations associated in the year refer to Guide item 30C) ----- **227** (C)

Small Business Deduction - Total of the following amounts:

(1) 21% of the least of Amounts (A), (B) and (C) _____	X	number of days in the taxation year before July 1988 _____	=	_____
(2) 16% of the least of Amounts (A), (B) and (C) _____	X	number of days in the taxation year after June 1988 _____	=	<b>231</b>

**MANUFACTURING AND PROCESSING PROFITS DEDUCTION**

Guide item 31

All corporations that have such profits

Canadian manufacturing and processing profits per T2S(27) ----- **233** (A)

Deduct: The least of amounts in lines 223, 225 and 227 above ----- (B)

Subtotal ----- (C)

Taxable Income from line 127 on page 1 -----

Deduct the aggregate of:

i) Least of amounts in lines 223, 225 and 227 above -----

ii) Canadian Investment Income -----

Foreign investment Income -----

Subtotal ----- **449**

Deduct: Net Capital losses claimed at line 125 -----

iii) Business Foreign Tax Credit ----- x 10/4\* -----

\* For taxation years commencing before July 1988, "10/4" should be read as "2".

Lesser of (A) and (B) ----- X ----- number of days in the taxation year before July 1988 ----- X 6% = ----- (E)

Lesser of (C) and (D) ----- X ----- number of days in the taxation year before July 1988 ----- X 7% = ----- (F)

Lesser of (C) and (D) ----- X ----- number of days in the taxation year after June 1988 and before July 1989 ----- X 2% = ----- (G)

Lesser of (C) and (D) ----- X ----- number of days in the taxation year after June 1989 ----- X 3% = ----- (H)

Manufacturing and Processing Profits Deduction - Enter Amount (I) in Part I Tax calculation below (Total of (E) to (H)) ----- **243** (I)

**PART I TAX ON TAXABLE INCOME**

Guide item 32

All corporations

Taxable Income from line 127 on page 1 ----- (A)

Tax at 45% of Amount (A) ----- X ----- number of days in the taxation year before July 1988 ----- = -----

Tax at 38% of Amount (A) ----- X ----- number of days in the taxation year after June 1988 ----- = ----- **202**

Add or deduct as applicable: Adjustment to Part I Tax per page 4 (To be completed by C.C.P.C.s with Investment Income, Mutual Fund Corporations and Investment Corporations) ----- **208**

Add: Tax at 5% of Taxable Income earned in the Nova Scotia offshore area ----- **204**

**Net Amount** -----

Deduct: Small Business Deduction from line 231 above -----

Investment Corporation Deduction (Guide item 34) ----- **203**

(Taxed Capital Gains **205** ) -----

Additional Deduction - Credit Unions (Guide item 35) ----- **206**

Federal Tax Abatement (Guide item 36) ----- **207**

Manufacturing and Processing Profits Deduction from line 243 above -----

Sub-total -----

Add: Corporate Surtax from page 4 ----- **209**

Sub-total -----

Deduct: Foreign Non-Business Income Tax Credit per T2S(21) (Guide item 38) ----- **211**

Foreign Business Income Tax Credit per T2S(21) (Guide item 39) ----- **213**

Logging Tax Credit per T2S(21) (Guide item 40) ----- **215**

Federal Political Contribution Tax Credit (Guide item 41) ----- **217**

(Federal Political Contributions (per receipts attached) **219** ) -----

Part VI Tax Credit (Guide item 42) ----- **224**

Part 1.3 Tax Credit (Guide item 43) ----- **226**

Investment Tax Credit per T2038 (CORP) (Guide item 44) ----- **221**

Part I Tax Payable - enter on line 129 on page 6 -----

**CALCULATION OF 3% CORPORATE SURTAX**

Guide item 37

"Net Amount" from Part I Tax on Taxable Income calculation on page 3 \_\_\_\_\_ (A)

Deduct: (i) 10% of taxable income \_\_\_\_\_ (1)

(ii) 5% of taxable income earned in the Nova Scotia offshore area \_\_\_\_\_ (2)

(iii) Investment Corporation Deduction \_\_\_\_\_ (3)

(iv) Additional Deduction - Credit Unions \_\_\_\_\_ (4)

(v) Logging Tax Credit \_\_\_\_\_ (5)

(vi) For a corporation that was throughout the taxation year a Mutual Fund Corporation (subsection 131(8)) or an Investment Corporation (subsection 130(3)) the least of:

\* (a) 28% of Taxable Income \_\_\_\_\_

\* (b) 28% of Taxed Capital Gains \_\_\_\_\_

(c) Part I Tax Payable before application of the 3% surtax \_\_\_\_\_

Total of amounts (1) to (6) \_\_\_\_\_ (B)

Amount subject to 3% Corporate Surtax (Amount (A) minus Amount (B)) \_\_\_\_\_ (C)

Deduct: Adjustment for Taxation Years Commencing Prior to July 1989

(vii) For a Canadian-controlled Private Corporation throughout the taxation year:

(a) 4/5 of the amount at line 257 in the Refundable Portion of Part I Tax calculation on page 5 \_\_\_\_\_ (7)

(b) Small Business Deduction from line 231 on page 3 \_\_\_\_\_ (8)

(viii) Manufacturing and Processing Profits Deduction from line 243 on page 3 \_\_\_\_\_ (9)

Total of amounts (7) to (9) \_\_\_\_\_ (10)

Amount (10) \_\_\_\_\_ ×  $\frac{\text{number of days in the taxation year before July 1989}}{\text{number of days in the taxation year}}$  = \_\_\_\_\_ (D)

Adjusted amount subject to 3% Corporate Surtax (Amount (C) minus Amount (D)) \_\_\_\_\_ (E)

Amount (E) \_\_\_\_\_ × 3% = \_\_\_\_\_ (F)

Enter Amount (F) on Line 209 in the "Part I Tax on Taxable Income" calculation on page 3.

\* For taxation years that straddle June 30, 1988, 28% should be read as 36% for days before July 1988 and 28% for days after June 1988.

**PART I TAX ADJUSTMENTS**

Guide item 33

1. To be completed by a corporation that was a Canadian-controlled Private Corporation throughout the year that had Investment Income during the year.

Determination of amount subject to tax:

Taxable Income from line 127 \_\_\_\_\_ (A)

Deduct: Least of Amounts in lines 223, 225 and 227 on page 3

Foreign Business Income \_\_\_\_\_

Tax Credit \_\_\_\_\_ × 2 = \_\_\_\_\_

Net Amount \_\_\_\_\_ (B)

Amount (A) from calculation of Refundable Portion of Part I Tax on page 5 \_\_\_\_\_ (C)

The lesser of Amounts (B) and (C) \_\_\_\_\_ (D)

Amount (D) \_\_\_\_\_ × 7% ×  $\frac{\text{number of days in the taxation year after 1987 and before July 1988}}{\text{number of days in the taxation year}}$  = \_\_\_\_\_ (E)

Deduction from Part I Tax - Enter Amount (E) on line 208 on page 3

2. To be completed by a corporation that was an Investment Corporation (subsection 130(3)) or a Mutual Fund Corporation (subsection 131(8)) throughout the year.

(i) Determination of amount subject to tax:

Taxable Income from line 127 on page 1 \_\_\_\_\_ (F)

Taxed Capital Gains from line 205 on page 3 \_\_\_\_\_ (G)

The lesser of Amounts (F) and (G) \_\_\_\_\_ (H)

(ii) Amount (H) \_\_\_\_\_ × 1% ×  $\frac{\text{number of days in the taxation year before July 1988}}{\text{number of days in the taxation year}}$  = \_\_\_\_\_ (I)

Addition to Part I Tax - Enter Amount (I) on line 208 on page 3.

Name of Corporation	Account Number	Taxation Year End		
		Day	Month	Year
				1 9

**REFUNDABLE PORTION OF PART I TAX**

Guide item 46

Canadian-controlled Private Corporations throughout the taxation year

(1) Net Canadian Investment Income or Loss from T2S(7) 247

Add or deduct as applicable: Net Foreign Investment Income or Loss from T2S(7) 249

Deduct: Net Capital Losses claimed at line 125 on page 1

If negative, enter NIL

---

(2) Net Canadian Investment Income from line 247 above

Add: Foreign Investment Income from line 249 above  $\times 30\%$

Deduct: Foreign Non-Business Income Tax Credit from line 211 on page 3  $\times 4$

Subtotal

Deduct: Net Capital Losses claimed from line 125 on page 1

If negative, enter NIL

---

(3) Taxable Income

Deduct: Least of Amounts in lines 223, 225 and 227 on page 3\*

Foreign Non-Business Income Tax Credit from line 211  $\times 10/3^{**}$

Foreign Business Income Tax Credit from line 213  $\times 10/4^{***}$

25% of least of Amounts (A), (B) and (C) 257

Part I Tax Payable from page 3

Deduct: Corporate Surtax from line 209 on page 3  $\times 5/4$

Refundable Portion of Part I Tax — 4/5 of the lesser of Amounts (D) and (E) 261

\* For taxation years commencing before July 1988, the "least of lines 223, 225 and 227" is to be read as "line 231 times 4".

\*\* For taxation years commencing before July 1988, "10/3" is to be read as "10/4".

\*\*\* For taxation years commencing before July 1988, "10/4" is to be read as "2".

**PART IV TAX ON TAXABLE DIVIDENDS RECEIVED**

Guide item 47

Private and Subject corporations at any time in the taxation year

Taxable Dividends subject to Part IV Tax from column 5 of T2S(3) 405

Deduct: Total Non-Capital and/or Farm loss claimed for purposes of Part IV per T2S(4) 406

Taxable Amount

Part IV Tax Payable  $\times 1/4$  418

Part IV.1 Tax Payable, if any, on dividends subject to Part IV Tax from form T761

Total Part IV Tax Payable — Amount (B) minus Amount (C) enter on line 131 on page 6

**REFUNDABLE DIVIDEND TAX ON HAND**

Guide item 48

Private and Subject corporations at the end of the taxation year

Refundable Dividend Tax on Hand at the end of the preceding taxation year 409

Deduct: Dividend Refund for the preceding taxation year 410

Add: Refundable Portion of Part I Tax from line 261 above

Total Part IV Tax Payable 465

Net Refundable Dividend Tax on Hand transferred from predecessor corporation

Refundable Dividend Tax on Hand at the end of the taxation year 411

**DIVIDEND REFUND**

Guide item 49

Private and Subject corporations at the end of the taxation year

Taxable Dividends Paid in the taxation year from T2S(3) 414  $\times 1/4$  (A)

Refundable Dividend Tax on Hand at the end of the taxation year from line 411 above (B)

Dividend Refund — Lesser of (A) and (B) enter on line 147 on page 6

**ADDITIONAL INFORMATION**

(1) Total remuneration (including salaries, wages, commissions) paid to employees during the taxation year. Do not include employee fringe benefits or bonuses or management salaries included below.

Total management salaries (including bonuses and directors' fees) paid during the taxation year to corporate owners acting as Officers, Directors, etc. \_\_\_\_\_

(2) Number of employees at taxation year end of corporation. \_\_\_\_\_

(3) Total employee benefits. Include employee fringe benefits or bonuses. \_\_\_\_\_

(4) Enter the gross profit (the excess of sales over the cost of goods sold). If the nature of business does not involve the sale of goods, leave blank. \_\_\_\_\_

(5) For a Canadian-controlled private corporation, as determined by reference to the voting shares held, provide the following information for the three most significant shareholders.

Name of shareholder(s)	Social Insurance or Account Number	% of Voting Shares Held
		%
		%
		%

**LOCATION OF BOOKS AND RECORDS**

Address – \_\_\_\_\_

Name of Person to Contact – \_\_\_\_\_

Telephone Number – \_\_\_\_\_

**SUMMARY OF TAX AND CREDITS**

Guide item 50

**Federal Tax:**

Part I – Tax Payable from page 3 (Guide items 45 and 50A) _____	129	_____
Part IV – Tax Payable from page 5 (Guide item 50B) _____	131	_____
Part IV.1 – Tax Payable (per form T761) (Guide item 50C) _____	132	_____
Part VI.1 – Tax Payable (per forms T761 and T770) (Guide item 50D) _____	133	_____
Part XIV – Tax Payable (per T2S(20)) (Guide item 50E) _____	135	_____
<b>Total Federal Tax</b>	_____	_____

**Provincial and Territorial Tax:**

Provincial or Territorial Jurisdiction (Guide item 51) \_\_\_\_\_ **137**

(where more than one jurisdiction, enter "multiple" and complete form T2S-TC)

Provincial and Territorial Tax Payable (except Quebec, Ontario and Alberta) (Guide item 51) _____	139	_____
Deduct: Prov. and Territorial Tax Credits and Rebates per T2S-TC (Guide items 52 to 73) _____	141	_____
<b>Total Tax Payable</b>	<b>143</b>	_____

Deduct Credits: Instalments (Guide item 74) _____	145	_____
Investment Tax Credit Refund (Guide items 44E and 75) _____	146	_____
Dividend Refund from page 5 (Guide items 49 and 76) _____	147	_____
Federal Capital Gains Refund per T2S(18) (Guide item 77) _____	149	_____
Prov. and Territorial Capital Gains Refund per T2S(18) (Guide item 77) _____	151	_____
Allowable Refund per T2S(26) (Guide item 78) _____	153	_____
Tax Withheld at Source (attach T4A, T4A-NR) (Guide item 79) _____	157	_____
British Columbia Refundable Tax Credits per form T87 (Guide item 80) _____	158	_____

Payment on Filing **159** \_\_\_\_\_ Balance Unpaid **163**  Refund Code **161**  Overpayment **165**

(Guide item 81) (Guide item 82) (Guide item 83)

A balance of less than \$1.00 will be neither charged nor refunded.

**CERTIFICATION**

I, \_\_\_\_\_ of \_\_\_\_\_  
(Name in block letters) (Address)

am an authorized signing officer of the corporation.

I certify that this return, including accompanying schedules and statements, has been examined by me and is a true, correct, and complete return. I further certify that the method of computing income for this taxation year is consistent with that of the previous year except as specifically disclosed in a statement to this return.

Signature of an authorized signing officer of the Corporation

Date

Position, Rank or Office



Name of Corporation	Account Number	Taxation Year End		
		Day	Month	Year
	1	9		

**REFUNDABLE PORTION OF PART I TAX**

Guide item 46

**Canadian-controlled Private Corporations throughout the taxation year**

(1) Net Canadian Investment Income or Loss from T2S(7) 247

Add or deduct as applicable: Net Foreign Investment Income or Loss from T2S(7) 249

Deduct: Net Capital Losses claimed at line 125 on page 1

If negative, enter NIL

(A)

(2) Net Canadian Investment Income from line 247 above

Add: Foreign Investment Income from line 249 above  $\times 30\%$

Deduct: Foreign Non-Business Income Tax Credit from line 211 on page 3  $\times 4$

Subtotal

Deduct: Net Capital Losses claimed from line 125 on page 1

If negative, enter NIL

(B)

(3) Taxable Income

Deduct: Least of Amounts in lines 223, 225 and 227 on page 3\*

Foreign Non-Business Income Tax Credit from line 211  $\times 10/3^{**}$

Foreign Business Income Tax Credit from line 213  $\times 10/4^{***}$

(C)

25% of least of Amounts (A), (B) and (C) 257

Part I Tax Payable from page 3

Deduct: Corporate Surtax from line 209 on page 3  $\times 5/4$

(E)

Refundable Portion of Part I Tax — 4/5 of the lesser of Amounts (D) and (E) 261

\* For taxation years commencing before July 1988, the "least of lines 223, 225 and 227" is to be read as "line 231 times 4".

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**PART IV TAX ON TAXABLE DIVIDENDS RECEIVED**

Guide item 47

**Private and Subject corporations at any time in the taxation year**

Taxable Dividends subject to Part IV Tax from column 5 of T2S(3) 405

Deduct: Total Non-Capital and/or Farm loss claimed for purposes of Part IV per T2S(4) 406

(A)

Part IV Tax Payable  $\times 1/4$  418 (B)

Part IV.1 Tax Payable, if any, on dividends subject to Part IV Tax from form T761

Total Part IV Tax Payable — Amount (B) minus Amount (C) enter on line 131 on page 6

**REFUNDABLE DIVIDEND TAX ON HAND**

Guide item 48

**Private and Subject corporations at the end of the taxation year**

Refundable Dividend Tax on Hand at the end of the preceding taxation year 409

Deduct: Dividend Refund for the preceding taxation year 410

Add: Refundable Portion of Part I Tax from line 261 above

Total Part IV Tax Payable 465

Net Refundable Dividend Tax on Hand transferred from predecessor corporation

Refundable Dividend Tax on Hand at the end of the taxation year 411

**DIVIDEND REFUND**

Guide item 49

**Private and Subject corporations at the end of the taxation year**

Taxable Dividends Paid in the taxation year from T2S(3) 414  $\times 1/4$  (A)

Refundable Dividend Tax on Hand at the end of the taxation year from line 411 above (B)

Dividend Refund — Lesser of (A) and (B) enter on line 147 on page 6

**ADDITIONAL INFORMATION**

- (1) Total remuneration (including salaries, wages, commissions) paid to employees during the taxation year. Do not include employee fringe benefits or bonuses or management salaries included below. \_\_\_\_\_
- Total management salaries (including bonuses and directors' fees) paid during the taxation year to corporate owners acting as Officers, Directors, etc. \_\_\_\_\_
- (2) Number of employees at taxation year end of corporation. \_\_\_\_\_
- (3) Total employee benefits. Include employee fringe benefits or bonuses. \_\_\_\_\_
- (4) Enter the gross profit (the excess of sales over the cost of goods sold). If the nature of business does not involve the sale of goods, leave blank. \_\_\_\_\_
- (5) For a Canadian-controlled private corporation, as determined by reference to the voting shares held, provide the following information for the three most significant shareholders.

Name of shareholder(s)	Social Insurance or Account Number	% of Voting Shares Held
		%
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		%

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Part IV.1 -- Tax Payable (per form T761) (Guide item 50C) _____	132	_____
Part VI.1 -- Tax Payable (per forms T761 and T770) (Guide item 50D) _____	133	_____
Part XIV -- Tax Payable (per T2S(20)) (Guide item 50E) _____	135	_____
<b>Total Federal Tax</b>	_____	_____

**Provincial and Territorial Tax:**

Provincial or Territorial Jurisdiction (Guide item 51) \_\_\_\_\_ **137** \_\_\_\_\_

(where more than one jurisdiction, enter "multiple" and complete form T2S-TC)

Provincial and Territorial Tax Payable (except Quebec, Ontario and Alberta) (Guide item 51) _____	139	_____
Deduct: Prov. and Territorial Tax Credits and Rebates per T2S-TC (Guide items 52 to 73) _____	141	_____
<b>Total Tax Payable</b>	143	_____

Deduct Credits: Instalments (Guide item 74) \_\_\_\_\_ **145** \_\_\_\_\_

Investment Tax Credit Refund (Guide items 44E and 75) _____	146	_____
Dividend Refund from page 5 (Guide items 49 and 76) _____	147	_____
Federal Capital Gains Refund per T2S(18) (Guide item 77) _____	149	_____
Prov. and Territorial Capital Gains Refund per T2S(18) (Guide item 77) _____	151	_____
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Signature of an authorized signing officer of the Corporation

Date

Position, Rank or Office