BRITISH COLUMBIA CORPORATION TAX CALCULATION (2003 and later taxation years)

Name of corporation	Business Number	Taxation year-end						
		l	Yea	ır		Month	1 1	Day

- 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.

Part 1 — Calculation of income subject	ct to British Columbia lower and higher tax rate First period – before April 1, 2002		
If there are days in the taxation year in the first pe	eriod, calculate the income subject to British Columbia lower and hig	her tax rate as follows:	
Taxable income for British Columbia *			A1
Income eligible for British Columbia lower tax	rate in the first period:		
Amount at line 400 of the T2 return		B1	
Amount at line 405 of the T2 return		C1	
Amount at line 425 of	200.000		
the T2 return	x 200,000 = =	D1	
Amount R1 C1 or D1 whichever is less	illie 4 on page 4 or the 12 fetum	E1	
For credit unions—add the following amount:		L '	
9	· · · · · · · · · · · · · · · · · · ·		
Deduct: amount E1 above			
	ess (if negative, enter "0")	F1	
	Total of amounts E1 and F1	G1	
Amount G1	x taxable income for British Columbia * =		H1
	taxable income for all provinces **		
Income subject to British Columbia higher tax	crate in the first period (amount A1 minus amount H1)		I1
	Second period – after March 31, 2002		
If there are days in the taxation year in the second	d period, calculate the income subject to British Columbia lower and	I higher tax rate as follows	:
Taxable income for British Columbia *			A2
Income eligible for British Columbia lower tax			
Amount at line 400 of the T2 return ***		B2	
	······	B2 C2	
Amount at line 425 of			
the T2 return	× 300,000 =	D2	
	line 4 on page 4 of the T2 return		
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			
Exc	ess (if negative, enter "0")	F2	
	Total of amounts E2 and F2	G2	
Amount G2	x taxable income for British Columbia * =		H2
	taxable income for all provinces **		
	rate in the second period (amount A2 minus amount H2)		12

^{***} If the corporation is a member of a partnership, use Schedule 70 to calculate income from active business. Enter the amount from line 400 of the T2 return or amount K from Schedule 70, whichever is greater.



^{*} 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.

— Part 2 — Calculation of British Columbia tax before credits							
British Columbia tax at the lo	ower	rate:					
Amount H1	_ x	Number of days in the taxation year before April 1, 2002	x 4.5% =	A			
		Number of days in the taxation year					
Amount H2	_ x	Number of days in the taxation year after March 31, 2002	x 4.5% =	В			
		Number of days in the taxation year					
Total British Columbia tax at th	ie Iow	ver rate (amount A plus amount B)	······	C			
British Columbia tax at the higher rate:							
Amount I1	_ x	Number of days in the taxation year after December 31, 2001, and before April 1, 2002	x 13.5% =	D			
		Number of days in the taxation year					
Amount I2	_ x		x 13.5% =	E			
		Number of days in the taxation year					
Total British Columbia tax at th	ıe hig	her rate (amount D plus amount E)		F			
British Columbia tax before	credi	ts (amount C plus amount F) *	=	G			

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