



- For use by individuals resident in Canada at any time in a taxation year, whose income includes an amount which had its source in a foreign country and who has paid foreign non-business and/or business income tax in respect of that foreign source income to calculate the federal foreign tax credit and an additional foreign tax deduction against the individual surtax.
- A separate calculation is required for each country except where the aggregate of income taxes paid to all foreign countries does not exceed \$200.00.
- Attach one completed copy of this form to your income Tax return.

Name	Social Insurance Number			
Address				

PART I — CALCULATION OF FEDERAL FOREIGN TAX CREDIT

A. NON-BUSINESS FOREIGN INCOME

1. Non-business-Income Tax Paid by the taxpayer to a foreign Country* \$ _____ (A)

2.

<table border="1" style="border-collapse: collapse;"> <tr> <td style="padding: 2px;">Net Foreign Non-business Income**</td> <td style="padding: 2px;">\$</td> <td style="padding: 2px;">_____</td> </tr> <tr> <td style="padding: 2px;">Net Income***</td> <td style="padding: 2px;">\$</td> <td style="padding: 2px;">_____</td> </tr> </table>	Net Foreign Non-business Income**	\$	_____	Net Income***	\$	_____	X	<table border="1" style="border-collapse: collapse;"> <tr> <td style="padding: 2px;">"Basic Federal Tax" plus any Dividend Tax Credit less any Refundable Quebec Abatement, plus Federal Surtax (47%)</td> <td style="padding: 2px;">\$</td> <td style="padding: 2px;">_____</td> </tr> </table>	"Basic Federal Tax" plus any Dividend Tax Credit less any Refundable Quebec Abatement, plus Federal Surtax (47%)	\$	_____	=	\$ _____ (B)
Net Foreign Non-business Income**	\$	_____											
Net Income***	\$	_____											
"Basic Federal Tax" plus any Dividend Tax Credit less any Refundable Quebec Abatement, plus Federal Surtax (47%)	\$	_____											

Federal Non-business Foreign Tax Credit Allowed is the lesser of (A) and (B) \$ _____ (C)

B. BUSINESS FOREIGN INCOME

1. Business-Income Tax paid by the taxpayer to a foreign country plus any unused foreign tax credit for that country**** \$ _____ (D)

2.(a)

<table border="1" style="border-collapse: collapse;"> <tr> <td style="padding: 2px;">Net Foreign Business Income</td> <td style="padding: 2px;">\$</td> <td style="padding: 2px;">_____</td> </tr> <tr> <td style="padding: 2px;">Net Income***</td> <td style="padding: 2px;">\$</td> <td style="padding: 2px;">_____</td> </tr> </table>	Net Foreign Business Income	\$	_____	Net Income***	\$	_____	X	<table border="1" style="border-collapse: collapse;"> <tr> <td style="padding: 2px;">"Basic Federal Tax" plus any Dividend Tax Credit</td> <td style="padding: 2px;">\$</td> <td style="padding: 2px;">_____</td> </tr> </table>	"Basic Federal Tax" plus any Dividend Tax Credit	\$	_____	=	\$ _____
Net Foreign Business Income	\$	_____											
Net Income***	\$	_____											
"Basic Federal Tax" plus any Dividend Tax Credit	\$	_____											

(b) Any Federal Surtax (47%) \$ _____

TOTAL ((a) plus (b)) \$ _____ (E)

3.

<table border="1" style="border-collapse: collapse;"> <tr> <td style="padding: 2px;">"Basic Federal Tax" plus any Dividend Tax Credit plus Federal Surtax (47%)</td> <td style="padding: 2px;">\$</td> <td style="padding: 2px;">_____</td> </tr> </table>	"Basic Federal Tax" plus any Dividend Tax Credit plus Federal Surtax (47%)	\$	_____	minus	<table border="1" style="border-collapse: collapse;"> <tr> <td style="padding: 2px;">Any Fed. Non-business Foreign Tax Credit</td> <td style="padding: 2px;">\$</td> <td style="padding: 2px;">_____</td> </tr> </table>	Any Fed. Non-business Foreign Tax Credit	\$	_____	=	\$ _____ (F)
"Basic Federal Tax" plus any Dividend Tax Credit plus Federal Surtax (47%)	\$	_____								
Any Fed. Non-business Foreign Tax Credit	\$	_____								

Federal Business Foreign Tax Credit allowed is the least of (D) (E) and (F) \$ _____ (G)

C. FEDERAL FOREIGN TAX CREDIT

Total of line (C) plus line (G) (Enter at line 509 on Schedule 1) \$ _____ (H)

PART II — CALCULATION OF ADDITIONAL FOREIGN TAX CREDITS TO BE DEDUCTED FROM INDIVIDUAL SURTAX

NOTE: IF THE AMOUNT DETERMINED AT LINE (C) OF THE SPECIAL FOREIGN TAX CREDIT CALCULATION (ON FORM T691) EXCEEDS THE AMOUNT AT LINE (H) ABOVE, NO ADDITIONAL DEDUCTION FROM INDIVIDUAL SURTAX IS AVAILABLE. ENTER ZERO AT LINE 511 ON SCHEDULE 1.

D. NON-BUSINESS FOREIGN INCOME

1. Non-business-Income Tax Paid by the taxpayer to a foreign Country* \$ _____ (I)

2.

<table border="1" style="border-collapse: collapse;"> <tr> <td style="padding: 2px;">Net Foreign Non-business Income**</td> <td style="padding: 2px;">\$</td> <td style="padding: 2px;">_____</td> </tr> <tr> <td style="padding: 2px;">Net Income***</td> <td style="padding: 2px;">\$</td> <td style="padding: 2px;">_____</td> </tr> </table>	Net Foreign Non-business Income**	\$	_____	Net Income***	\$	_____	X	<table border="1" style="border-collapse: collapse;"> <tr> <td style="padding: 2px;">"Basic Federal Tax" plus any Dividend Tax Credit less any Refundable Quebec Abatement, plus Federal Surtax (47%) plus Individual Surtax from line 510 on Schedule 1.</td> <td style="padding: 2px;">\$</td> <td style="padding: 2px;">_____</td> </tr> </table>	"Basic Federal Tax" plus any Dividend Tax Credit less any Refundable Quebec Abatement, plus Federal Surtax (47%) plus Individual Surtax from line 510 on Schedule 1.	\$	_____	=	\$ _____ (J)
Net Foreign Non-business Income**	\$	_____											
Net Income***	\$	_____											
"Basic Federal Tax" plus any Dividend Tax Credit less any Refundable Quebec Abatement, plus Federal Surtax (47%) plus Individual Surtax from line 510 on Schedule 1.	\$	_____											

Adjusted Federal Non-business Foreign Tax Deduction is the lesser of (I) and (J) \$ _____ (K)

E. BUSINESS FOREIGN INCOME

1. Business-Income Tax paid by the taxpayer to a foreign country plus any unused foreign tax credit for that country**** \$ _____ (L)

2.(a)

<table border="1" style="border-collapse: collapse;"> <tr> <td style="padding: 2px;">Net Foreign Business Income</td> <td style="padding: 2px;">\$</td> <td style="padding: 2px;">_____</td> </tr> <tr> <td style="padding: 2px;">Net Income***</td> <td style="padding: 2px;">\$</td> <td style="padding: 2px;">_____</td> </tr> </table>	Net Foreign Business Income	\$	_____	Net Income***	\$	_____	X	<table border="1" style="border-collapse: collapse;"> <tr> <td style="padding: 2px;">"Basic Federal Tax" plus any Dividend Tax Credit plus Individual Surtax from line 510 on Schedule 1.</td> <td style="padding: 2px;">\$</td> <td style="padding: 2px;">_____</td> </tr> </table>	"Basic Federal Tax" plus any Dividend Tax Credit plus Individual Surtax from line 510 on Schedule 1.	\$	_____	=	\$ _____
Net Foreign Business Income	\$	_____											
Net Income***	\$	_____											
"Basic Federal Tax" plus any Dividend Tax Credit plus Individual Surtax from line 510 on Schedule 1.	\$	_____											

(b) Any Federal Surtax (47%) \$ _____

TOTAL ((a) plus (b)) \$ _____ (M)

3.

<table border="1" style="border-collapse: collapse;"> <tr> <td style="padding: 2px;">"Basic Federal Tax" plus any Dividend Tax Credit plus Federal Surtax (47%) plus Individual Surtax from line 510 on Schedule 1.</td> <td style="padding: 2px;">\$</td> <td style="padding: 2px;">_____</td> </tr> </table>	"Basic Federal Tax" plus any Dividend Tax Credit plus Federal Surtax (47%) plus Individual Surtax from line 510 on Schedule 1.	\$	_____	minus	<table border="1" style="border-collapse: collapse;"> <tr> <td style="padding: 2px;">Any Adjusted Fed. Non-business Foreign Tax Deduction</td> <td style="padding: 2px;">\$</td> <td style="padding: 2px;">_____</td> </tr> </table>	Any Adjusted Fed. Non-business Foreign Tax Deduction	\$	_____	=	\$ _____ (N)
"Basic Federal Tax" plus any Dividend Tax Credit plus Federal Surtax (47%) plus Individual Surtax from line 510 on Schedule 1.	\$	_____								
Any Adjusted Fed. Non-business Foreign Tax Deduction	\$	_____								

Adjusted Federal Foreign Tax Deduction is the least of (L), (M) and (N) \$ _____ (O)

F. TOTAL ADJUSTED FEDERAL FOREIGN TAX DEDUCTION

Total of line (K) plus line (O) \$ _____

Subtract: Total Foreign Tax Credit (from line 509 on Schedule 1 or line (H) above) \$ _____

Additional Federal Foreign Tax Deduction to be claimed against Individual Surtax (enter at line 511 on Schedule 1) \$ _____

* Foreign Tax for the year not included in Business-Income Tax, minus any amount deductible under subsection 20(11) or deducted under subsection 20(12) of the Income Tax Act, but does not include a tax, or a portion of a tax: (a) that would not have been payable had the taxpayer not been a citizen of the foreign country, and that cannot reasonably be regarded as attributable to income from a source outside Canada, (b) that may reasonably be regarded as relating to an amount that any other person or partnership received or is entitled to receive from the foreign country, (c) that may reasonably be regarded as attributable to the taxpayer's income from employment to the extent of the lesser of the amounts determined in respect thereof under paragraphs 122.3(1)(c) and (d) for the year, or (d) that may reasonably be attributed to a taxable capital gain or a portion thereof in respect of which the taxpayer has claimed a deduction for the year under section 110.6.

** Net foreign non-business income less any capital gains deduction claimed attributable to capital gains from the foreign country and any portion thereof that was deductible under subparagraph 110(1)(f)(i).

*** Net income less any capital losses of other years allowed, capital gains deduction claimed, stock option and shares deductions, employee home relocation loan deduction, and any portion thereof that was deductible under paragraph 110(1)(f).

NOTE: If an election was made on form T581 for the year, use line (9) of that form. If negative, the "Net Income" is Nil.

**** Does not include a tax, or the portion of a tax, that may reasonably be regarded as relating to an amount that any other person or partnership received or is entitled to receive from the foreign country.