

**SASKATCHEWAN CORPORATION TAX CALCULATION
(2002 and later taxation years)**

Name of corporation	Business Number	Taxation year-end Year Month Day
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- Use this schedule if your corporation had a permanent establishment (as defined in Regulation 400 of the federal *Income Tax Regulations*) in Saskatchewan and had taxable income earned in the year in Saskatchewan.
- 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 to Saskatchewan lower and higher tax rate

First period – before January 1, 2002

If there are days in the taxation year in the first period, calculate the income subject to Saskatchewan lower and higher tax rate as follows:

Taxable income for Saskatchewan *		A1
Income eligible for Saskatchewan 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 the T2 return	D1	
Amount B1, C1, or D1, whichever is less	E1	
For credit unions — add amount from line E of Schedule 17	F1	
Total of amounts E1 and F1	G1	
Amount G1	×	taxable income for Saskatchewan *
	=	taxable income for all provinces **
		H1
Income subject to Saskatchewan higher tax rate in the first period (amount A1 minus amount H1)		I1

Second period – after December 31, 2001

If there are days in the taxation year in the second period, calculate the income subject to Saskatchewan lower and higher tax rate as follows:

Taxable income for Saskatchewan *		A2
Income eligible for Saskatchewan lower tax rate in the second period:		
Amount at line 400 of the T2 return ***	B2	
Amount at line 405 of the T2 return	C2	
Amount at line 425 of the T2 return	D2	
Amount B2, C2, or D2, whichever is less	E2	
For credit unions — add the following amount:		
Amount at line D from Schedule 17	F2	
Deduct: amount E2 above	F2	
Excess (if negative, enter "0")	F2	
Total of amounts E2 and F2	G2	
Amount G2	×	taxable income for Saskatchewan *
	=	taxable income for all provinces **
		H2
Income subject to Saskatchewan higher tax rate in the second period (amount A2 minus amount H2)		I2

* If the corporation has a permanent establishment only in Saskatchewan, enter the taxable income from line 360, or amount Z if applicable, on page 3 of the T2 return. Otherwise, enter the taxable income allocated to Saskatchewan from column F in Part 1 of Schedule 5.

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*** 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.

Part 2 — Calculation of Saskatchewan tax before credits

Saskatchewan tax at the lower rate:

Amount H1 _____ x $\frac{\text{Number of days in the taxation year before July 1, 2001}}{\text{Number of days in the taxation year}}$ x 8% = A

Amount H1 _____ x $\frac{\text{Number of days in the taxation year after June 30, 2001, and before January 1, 2002}}{\text{Number of days in the taxation year}}$ x 6% = _____ B

Amount H2 _____ x $\frac{\text{Number of days in the taxation year after December 31, 2001}}{\text{Number of days in the taxation year}}$ x 6% = _____ C

Subtotal (amount B plus amount C) ▶ D

Total Saskatchewan tax at the lower rate (amount A plus amount D) E

Saskatchewan tax at the higher rate:

Amount I1 _____ x $\frac{\text{Number of days in the taxation year before January 1, 2002}}{\text{Number of days in the taxation year}}$ x 17% = _____ F

Amount I2 _____ x $\frac{\text{Number of days in the taxation year after December 31, 2001}}{\text{Number of days in the taxation year}}$ x 17% = _____ G

Total Saskatchewan tax at the higher rate (amount F plus amount G) ▶ H

Saskatchewan tax before credits (amount E plus amount H) * I

* If the corporation has a permanent establishment in more than one jurisdiction or is claiming a Saskatchewan tax credit, enter amount I at line 235 of Schedule 5. Otherwise, enter it at line 760 of the T2 return.