

**SASKATCHEWAN CORPORATION TAX CALCULATION
(2005 and later taxation years)**

Name of corporation	Business Number	<table style="width:100%; border-collapse: collapse;"> <tr> <td colspan="3" style="text-align: center; padding: 2px;">Taxation year-end</td> </tr> <tr> <td style="width:33%; padding: 2px;">Year</td> <td style="width:33%; padding: 2px;">Month</td> <td style="width:34%; padding: 2px;">Day</td> </tr> <tr> <td style="border-bottom: 1px solid black; height: 15px;"></td> <td style="border-bottom: 1px solid black; height: 15px;"></td> <td style="border-bottom: 1px solid black; height: 15px;"></td> </tr> </table>	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

Taxable income for Saskatchewan *	A2
Income eligible for Saskatchewan lower tax rate:	
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
$\frac{300,000}{\text{line 4 on page 4 of the T2 return}}$	
Amount B2, C2, or D2, whichever is less	E2
For credit unions – add the following amount:	
Amount at line D from Schedule 17, <i>Credit Union Deductions</i>	F2
Deduct: amount E2 above	F2
Excess (if negative, enter "0")	F2
Total of amounts E2 and F2	G2
Amount G2	H2
$\frac{\text{taxable income for Saskatchewan}^*}{\text{taxable income for all provinces}^{**}}$	
Income subject to Saskatchewan higher tax rate (amount A2 minus amount H2)	I2

* If the corporation has a permanent establishment only in Saskatchewan, enter the taxable income from line 360 on page 3 of the T2 return. Otherwise, enter the taxable income allocated to Saskatchewan 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 Saskatchewan tax before credits

Saskatchewan tax at the lower rate:

Amount H2 _____ x $\frac{\text{Number of days in the taxation year before January 1, 2004}}{\text{Number of days in the taxation year}}$ _____ x 6% = _____ A

Amount H2 _____ x $\frac{\text{Number of days in the taxation year in 2004}}{\text{Number of days in the taxation year}}$ _____ x 5.5% = _____ B

Amount H2 _____ x $\frac{\text{Number of days in the taxation year after December 31, 2004}}{\text{Number of days in the taxation year}}$ _____ x 5% = _____ C

Total Saskatchewan tax at the lower rate (total of amounts A, B, and C). D

Saskatchewan tax at the higher rate:

Saskatchewan tax at the higher rate: Amount I2 _____ x 17% = E

Saskatchewan tax before credits (amount D plus amount E) * F

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