TAX ON SPLIT INCOME - 2001

Use this form to calculate your tax on split income if you:

- were born in 1984 or later:
- were a non-resident at no time in 2001:
- have a parent who was resident in Canada at any time in 2001; and
- reported on your 2001 return, split income as described below.

Split income **includes** the following amounts:

- taxable amount of dividends from ownership of shares of a corporation (other than from shares of a class listed on a prescribed stock exchange and those of a mutual fund corporation) whether received directly or through a partnership or trust (other than a mutual fund trust);
- shareholder benefits (other than from ownership of shares of a class listed on a prescribed stock exchange) conferred on you whether directly or through a partnership or trust (other than a mutual fund trust); and
- other income you received from a partnership or trust (other than a mutual fund trust) that came from income that a partnership or trust earned from providing goods or services to or in support of a business carried on by:
 - a person related to you at any time in 2001;
 - a corporation of which one of your relatives was a specified shareholder at any time in 2001; or
 - a professional corporation of which one of your relatives was a shareholder at any time in 2001.

The part of the taxable amount of dividends described above received from taxable

Split income does not include the income described above from property you inherited from your parent. It also does not include the income described above from property you inherited from anyone else provided you were either enrolled as a full-time student at a post-secondary educational institution in 2001, or you were eligible to claim the disability amount for 2001.

Complete Part 1 to calculate your federal tax on split income. Complete Part 2 to calculate your provincial or territorial tax.

Attach a completed copy of this form to your return.

Part 1 – Federal tax on split income

Canadian corporations	6835	5	1
Canadian corporations All other split income		+	2
Total split income: Add lines 1 and 2			
Enter this amount on line 232 of your return		<u>=</u>	3
Federal tax on split income: Multiply the amount on line 3 by 29%		1	
Enter this amount on line 424 of Schedule 1			4
Note: To determine the amount to enter on line 417 of Schedule 1, co	ontinue.		
Federal dividend tax credit on split income: Multiply the amount on line 1 b	oy 13.3333%	_	5
Line 4 minus line 5		=	6
federal surtax on income earned outside Canada. Federal foreign tax credit on split income: The part of the amount on line 2 that is from foreign sources Total income from foreign sources 6837 X	ount from line 14 of Schedule 1 =		7
Line 6 minus line 7 (if negative, enter "0")		<u>=</u>	8
Enter the amount from line 406 of Schedule 1	9		
Enter the amount from line 416 of Schedule 1	10		
Line 9 minus line 10 (if negative, enter "0")	<u>=</u> 11		
Enter the amount from line 8 or line 11, whichever is more.			
Also enter this amount on line 417 of Schedule 1		1	12



Part 2 – Provincial/territorial tax payable by an individual with split income

Provincial/territorial tax on split income				
Total split income from line 3 on the front				13
Total split income from line 3 on the front	m column 2 in the chart below	× ×	%	14
Multiply the amount on line 13 by the tax rate you entered on	line 14.			
Enter this amount on the line of your Form 428 indicated in co	olumn 3 in the chart below	<u>=</u>		15
Note: To determine the amount to enter on line 428 of yo	ur return, continue.			
Provincial/territorial dividend tax credit on split income				
Enter the amount from line 1 on the front		16		
Enter the dividend tax credit rate that applies to your province	e or territory from column 4	_		
		% 17		
in the chart below	= 17 =	<u> </u>		18
Line 15 minus line 18		=		19
Provincial/territorial foreign tax credit on split income Amount from line 6837 on the front	Amount that applies to your province or territory from column 5	= <u>-</u>		20
Amount from line 6838 on the front	Trom column 5 in the chart below			
Line 19 minus line 20		<u>=</u>		21
Enter the amount from the line number of your Form 428 sho chart below		22		
Enter the amount from line 21 or line 22, whichever is more . Also enter this amount on line 428 of your return				23

Column 1	Column 2	Column 3	Column 4	Column 5	Column 6
Province/territory	Tax rate	Enter the amount from line 15 on:	Dividend tax credit rate	Provincial/territorial foreign tax credit from:	Enter on line 22, the amount from:
Newfoundland	18.02%	line 38 of Form NF428	9%	line 50 of Form NF428	line 51 of Form NF428
Prince Edward Island	16.7%	line 38 of Form PE428	7.7%	line 68 of Form PE428	line 69 of Form PE428
Nova Scotia	16.67%	line 38 of Form NS428	7.7%	line 50 of Form NS428	line 65 of Form NS428
New Brunswick	17.84%	line 14 of Form NB428	7.6%	line 23 of Form NB428	line 41 of Form NB428
Ontario	11.16%	line 38 of Form ON428	5.13%	line 52 of Form ON428	line 68 of Form ON428
Manitoba	17.4%	line 14 of Form MB428	6%	line 45 of Form MB428	line 46 of Form MB428
Saskatchewan	16%	line 40 of Form SK428	8%	line 49 of Form SK428	line 65 of Form SK428
Alberta	10%	line 4 of Form AB428	6.4%	line 40 of Form AB428	line 46 of Form AB428
British Columbia	16.7%	line 38 of Form BC428	5.9%	line 48 of Form BC428	line 60 of Form BC428
Yukon	13.34%	line 14 of Form YT428	6.1%	line 27 of Form YT428	line 38 of Form YT428
Northwest Territories	13.05%	line 14 of Form NT428	6%	line 25 of Form NT428	line 26 of Form NT428
Nunavut	13.05%	line 14 of Form NU428	6%	line 25 of Form NU428	line 26 of Form NU428