

YUKON MINERAL EXPLORATION TAX CREDIT

Complete this form to calculate your Yukon mineral exploration tax credit for expenses incurred in 2004. If you are completing a return for a corporation, use Schedule 441 of the T2 return. To claim the Yukon mineral exploration tax credit, eligible expenditures must be identified on this form and filed with the Canada Revenue Agency no later than 12 months after the tax year in which the expenditures were incurred.

You must be resident in Yukon on the last day of the year for which you are applying for this credit.

Attach a copy of this form to your return and also send a copy to:

Yukon Department of Finance, 3rd Floor – 2071, 2nd Avenue, Box 2703, Whitehorse YT Y1A 2C6. Do not attach supporting documents, but keep them in case we ask to see them.

If you need more space when completing Part 2 and Part 3, attach a separate sheet of paper.

| | | Tax year 2004 |
|--|--|--|
| Part 1 – Identification Name (print) | | Social insurance number |
| Address (print) | | |
| - Part 2 – Exploration information | on — | |
| bituminous sands, oil shale, ammonite of from sandstone or quartzite, and minera | edit include the following mineral and other gemstone, calcium chloride, kaolin, diamon all deposits in respect of which the Minister of all mineral contained in a non-bedded deposite in the mineral contained in the mineral and other permitted in the mineral and other permitt | d, gypsum, halite, sylvite, and silica extracted of Natural Resources has certified that the |
| For eligible mineral exploration expense where the claim is registered. | s in Part 3, identify each project and claim | grant number (if any), and the mining district |
| Project name | Claim grant number | Mining district |
| | | |
| | | |

Part 3 – Eligible mineral exploration expenses -

The expenses must be incurred in 2004 for determining the existence, location, extent, or quality of a mineral resource in Yukon.

Expenses that do not qualify for this credit include:

- any expense related to a mine that has come into production in reasonable commercial quantities, or to a potential or actual extension of such a mine:
- a Canadian development expense as defined in subsection 66.2(5) of the federal *Income Tax Act*,
- an expense described in paragraphs (g), (j), and (l) to (o) of the definition of Canadian exploration expense in subsection 66.1(6) of the federal act;
- the cost of seismic data defined in paragraph 66(12.6)(b.1) of the federal act;
- an expense renounced in your favour under section 66 of the federal act;
- an expense incurred in drilling or completing an oil or gas well, or in building a temporary access road to, or in preparing the site for, any such well; and
- a Canadian exploration and development overhead expense (CEDOE) as defined in the federal *Income Tax Regulations*. A CEDOE includes administration, management, or financing of your business, and salary, wages, or other remuneration or related benefits paid to a person whose duties were not all or substantially all directed towards exploration or development activities. It also includes payments for taxes, insurance, maintenance, and leases for property, all or substantially all of the use of which by you was not for the purposes of exploration or development activities.

Complete the calculation on the next page.



| ┌ Part 3 – continued | |
|--|---|
| Enter by category the total eligible exploration expenses incurred in the tax | year for the mineral resources listed in Part 2. |
| Prospecting | 1 |
| Geological, geophysical, or geochemical surveys | + 2 |
| Drilling by rotary, diamond, percussion, or other methods | + 3 |
| Trenching, digging test pits, and preliminary sampling | + 4 |
| Other eligible mineral exploration expenses (describe) | |
| Add lines 1 to 5 | |
| <u> </u> | |
| ┌─ Part 4 – Assistance and reimbursements ───── | |
| Total of all assistance (grants, subsidies, refunds, forgivable loans, contribu | |
| reimbursements that you have received or are entitled to receive for expens | ses claimed in Part 3 7 |
| Enter any assistance or reimbursements that you have repaid Line 7 minus line 8 | 8 |
| Line / minus line o | = 9 |
| | |
| ─ Part 5 – Calculating your mineral exploration tax credit – | |
| Total eligible mineral exploration expenditures from line 6 in Part 3 | 10 |
| Net assistance and reimbursements from line 9 in Part 4 | 11 |
| Line 10 minus line 11 | =12 |
| Applicable rate | <u>× 25%</u> 13 |
| Multiply line 12 by line 13. Enter the result on line 25 of Form YT479, Yukor | n Credits. |
| inutiply line 12 by line 13. Effet the result of line 23 of 1 offi 1 1473, Tunor | 14 <u> 14 14 14 14 15 16 16 16 16 16 16 16</u> |
| ┌ Certification ─── | |
| | Access to Information and Protection of Privacy Act |
| I certify that the information given on this form is correct and complete. | The personal information requested on this form is collected under the authority of and used for the purpose of administering the <i>Income Tax</i> |
| Signatura | Act (Yukon). If you have questions about the collection or use of this |
| Signature | information, contact the Yukon Department of Finance, 3rd Floor – |

2071, 2nd Avenue, Box 2703, Whitehorse YT Y1A 2C6.

The telephone number is (867) 667-5343.

Date

Month

Day

Year