

CLAIM FOR SCIENTIFIC RESEARCH AND EXPERIMENTAL DEVELOPMENT (SR&ED) CARRIED OUT IN CANADA

- Use this form to claim SR&ED carried out in Canada during the year. File it with your return of income.
- If you are filing a T2 corporation return of income, place this form on top of the return so that we can identify your SR&ED claim quickly.
- Use a separate form to support SR&ED expenditures incurred by each partnership of which you are a partner.
- Use Guide T4088, *Claiming Scientific Research and Experimental Development Expenditures*, to help you fill out this form. You can also consult our Web site at www.cra.gc.ca/sred/ for an online help guide.
- If the SR&ED was performed in the province of Newfoundland and Labrador, Nova Scotia, New Brunswick, Québec, Ontario, Manitoba, Saskatchewan, or British Columbia, or in the Yukon Territory, you may be entitled to a provincial or territorial tax credit.
- Complete schedules A, B, C, D, and E, if they apply to your situation.
- Prepare and retain schedules to support the breakdown for each expenditure claimed in this form and on the required attachments.
- On this form, references to the Act are to the *Income Tax Act*. References to the Regulations are to the *Income Tax Regulations*.
- All the information requested in this form and in the documents supporting your prescribed expenditures is prescribed information. You have to file the information that applies to your claim, along with Schedule T2SCH31 or Form T2038(IND), within 12 months of the filing-due date of your return of income for the year you incurred the expenditures. If you do not meet this reporting deadline, we may reject your claim.

Part 1 – General Information (please print)

Name of claimant BURLINGTON HYDRO INC.		Claimant's business address and postal code 1340 BRANT STREET BURLINGTON Claimant's Web site (if available) http://www.		
Business number, social insurance number, or partnership identification number 868291980RC0001		Return for tax year from: 2004-01-01 to: 2004-12-31 <div style="display: flex; justify-content: space-around; font-size: small;"> Year Month Day Year Month Day </div>		
100 Name of contact person MICHAEL KYSLEY		142 Is the claim filed for a partnership? <div style="text-align: right;"> 1 Yes <input type="checkbox"/> 2 No <input checked="" type="checkbox"/> </div>		
105 Telephone number/extension 905-332-1851	110 Fax number	145 If yes, what is the name of the partnership? 		
130 Is this the first time you are claiming for SR&ED? <div style="text-align: right;"> 1 Yes <input checked="" type="checkbox"/> 2 No <input type="checkbox"/> </div>		150 Percentage of SR&ED investment tax credits allocated from the partnership <div style="text-align: right;"> 0.00% </div>		
132 If not, when was the last claim? <div style="text-align: right;"> Year 0 </div>		155 Name of the person or firm who prepared this form KPMG LLP		

Certification and Election

I certify that I have examined the information provided on this form, and on the related schedules and attachments and it is true, correct, and complete.		
I elect (choose) to use the following method to calculate my SR&ED expenditures and related investment tax credits (ITC) for the year. I understand that my election (choice) is irrevocable for this year.		
160	I elect to use the proxy method under clause 37(8)(a)(ii)(B)	1 Yes <input checked="" type="checkbox"/>
162	I choose to use the traditional method	1 Yes <input type="checkbox"/>
165	MICHAEL KYSLEY Name of authorized signing officer of the corporation, authorized partner, or individual	<div style="text-align: right;"> 170 Signature </div>
		<div style="text-align: right;"> Date </div>

For Canada Revenue Agency use only

490	491	492
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Part 2 – Scientific or Technological Project Information

2

Provide the information requested in Step 1 on separate sheets of paper for each project, and attach them to this form. In Step 2, provide the information requested on this form and complete Schedule E. For more information, see Guide T4088, *Claiming Scientific Research and Experimental Development*.

Step 1 – Detailed project description

Identify each of the projects you are claiming and use questions A to E below to help you provide the information we need to process your claim. Answer the parts of the questions that apply to your project, and give enough information to show how your project work meets the requirements of the SR&ED Program.

We recommend that you read Guide T4088 before you answer questions A to E. This will help you understand the type of information the Canada Revenue Agency needs to process your claim and will reduce or eliminate the need for you to submit more information. It will also help you avoid preparing unnecessary information. Most projects can be described in four pages or less. It would be helpful to take into account whether your project involved experimental development work or scientific research work, because the eligibility requirements for these are different. In general, **experimental development** work is done either in or outside a laboratory in order to achieve a technological advancement for creating new, or improving existing materials, devices, products, or processes. **Scientific research** work is done mostly in a laboratory setting to obtain new scientific knowledge.

- A.

Scientific or technological objectives – What is the scientific or technological objective of your project? Does this project involve scientific research or experimental development? (You can use the information you provided last year if you are continuing your project from last year and have not changed or achieved its objectives.)
- B.

Technology or knowledge base or level – If your project work is mostly experimental development, what were the technological limitations of your products or processes before you started your project? If your project work is mostly scientific research, give a perspective in terms of the scientific knowledge that you were seeking before you started the work.
- C.

Scientific or technological advancement – What advancement in technology is being sought? What were the problems or challenges that you could not solve using commonly available experience and required you to seek an advance in the underlying technology to achieve the objective in A above, or what was the new scientific knowledge sought in your work? In what field of science or technology does your project take place?
- D.

Description of work in the tax year – Describe the work, including experiments and analyses, that you did in this tax year to achieve the technological or scientific objectives above. If all or part of the work that you are claiming was performed by contractors, describe what work was performed by contractors and include a copy of the statement of work from the contract.
- E.

Supporting information – What technical records or documents generated over the course of the work, such as records of trials, test results, progress and final reports, minutes of meetings, employee activity records, prototypes, and new products, are available to support your claim?

Step 2 – Project summary information

Total number of projects you are claiming in this tax year.

200

1

If you received an amount under the Industrial Research Assistance Program (IRAP) for SR&ED type work, please indicate the amount you received.

206

0

Complete Schedule E to provide a list of all your SR&ED projects that you are claiming expenditures for this year regardless of whether you are providing project descriptions only for the 20 largest in term of their dollar value.

Part 3 – Summary of SR&ED Expenditures (nearest dollar)**Step 1 – Allowable SR&ED expenditures for SR&ED carried out in Canada**

SR&ED portion of salaries or wages of employees directly engaged in SR&ED:

• employees other than specified employees	300	+	164,108
• specified employees (do not include bonuses or remuneration based on profits) (see guide)	305	+	0

Amounts deemed incurred in the year under subsection 78(4) (salaries or wages)

310 + 0

Unpaid amounts deemed not incurred in the year under subsection 78(4)

315 0

Cost of materials consumed in the prosecution of SR&ED

320 + 0

Cost of materials transformed in the prosecution of SR&ED

325 + 0

SR&ED contracts performed on your behalf (use the table in the guide and attach to Form T661):

• arm's length contracts	340	+	112,419
• non-arm's length contracts	345	+	0

Lease costs of equipment used:

• all or substantially all (90% of the time or more) for SR&ED	350	+	0
• primarily (more than 50% but less than 90% of the time) for SR&ED. Enter only 50% of the lease costs if you use the proxy method. If you use the traditional method, enter "0".	355	+	0

Overhead or other expenditures (enter "0" if you use the proxy method)

360 + 0

Subtotal (add lines 300 to 360; do not add line 315)

365 = 276,527

Third-party payments (complete Schedule A)

370 + 0

Total current SR&ED expenditures (add lines 365 and 370)

380 = 276,527

Capital expenditures (for ASA equipment, see guide)

390 + 0

Total allowable SR&ED expenditures (add lines 380 and 390)

400 = 276,527

Step 2 – Pool of deductible SR&ED expenditures

Amount from line 400 276,527

less

• government and non-government assistance for expenditures included on line 400	430	–	0
• previous year's ITC claimed for SR&ED (other than ITC on shared-use equipment)	435	–	0
• sale of SR&ED capital assets (see guide) and other deductions	440	–	0

add

• previous year's ending balance in the pool of deductible SR&ED expenditures	450	+	0
• amount of ITC recaptured in the preceding tax year	453	+	0
• adjustments to the pool of deductible expenditures (complete Schedule B, Section 1)	454	+	0

Amount available for deduction (if the amount is negative, enter "0" and add to income in the year)

455 = 276,527

Deduction claimed in the year

460 – 276,527

Current year's balance of deductible SR&ED expenditures applicable to future years
(line 455 minus line 460)

470 = 0

Step 3 – Qualified SR&ED expenditures for ITC purposes

Enter the breakdown between current and capital expenditures for ITC purposes.

Enter the breakdown between current and capital expenditures for ITC purposes.		Current Expenditures	Capital Expenditures
Total expenditures for SR&ED (from lines 380 and 390)	492	<u>276,527</u>	496 <u>0</u>
add			
• unpaid amounts (other than salaries or wages) from previous years that were paid in the year under subsection 127(26)	<u>500</u>	+ <u>0</u>	
• prescribed proxy amount (complete Schedule D); enter "0" if you use the traditional method	<u>502</u>	+ <u>104,595</u>	
• expenditures on shared-use equipment (25% of the capital cost of the equipment)			<u>504</u> + <u>0</u>
• qualified expenditures transferred to you (from Form T1146)	<u>508</u>	+ <u>0</u>	<u>510</u> + <u>0</u>
less			
• government and non-government assistance, and contract payments	<u>534</u>	- <u>0</u>	<u>536</u> - <u>0</u>
• amounts from lines 552 and 554 of Schedule B, Section 2	<u>552</u>	- <u>0</u>	<u>554</u> - <u>0</u>
• amounts from lines 555 and 556 of Schedule C	<u>555</u>	- <u>0</u>	<u>556</u> - <u>0</u>
Subtotal	<u>557</u>	= <u>381,122</u>	<u>558</u> = <u>0</u>
SR&ED qualified expenditure pool (add lines 557 and 558)			<u>559</u> = <u>381,122</u>
add			
• Repayments (of assistance and contract payments) made in the year			<u>560</u> + <u>0</u>
Total SR&ED expenditures that qualify for ITC purposes (add lines 559 and 560) *			<u>570</u> = <u>381,122</u>

* To claim an ITC on this amount, you must complete Schedule T2SCH31 – *Investment Tax Credit – Corporation*, or Form T2038(IND), *Investment Tax Credit (Individuals)*, whichever applies.

Part 4 – Background Information

4

This information is used to administer the SR&ED program.

Expenditures for SR&ED performed by you (line 400 minus lines 340, 345, and 370)				605	164,108	
A. Sources of funds for SR&ED						
From the total you entered on line 605, estimate the percentage of distribution of the sources of funds for SR&ED performed within your organization.				Canadian (%)		Foreign (%)
Internal	600	100.00				
Parent companies, subsidiaries, and affiliated companies	602	0.00		604	0.00	
Federal grants (do not include funds or tax credits from SR&ED tax incentives)	606	0.00				
Federal contracts	608	0.00				
Provincial funding	610	0.00				
SR&ED contract work performed for other companies on their behalf	612	0.00		614	0.00	
Other funding (e.g., universities, foreign governments)	616	0.00		618	0.00	
B. Business personnel						
Total number of employees				630	89	
SR&ED personnel (full-time SR&ED staff, plus full-time equivalent for staff engaged part-time in this activity):						
Scientists and engineers	632	0		Technologists and technicians	634	0
Managers and administrators	636	0		Other technical supporting staff	638	0
C. Nature of SR&ED work						
From the total you entered on line 605, estimate the approximate distribution of your SR&ED effort:						
Basic research (no specific application in view)	650	0.00		Applied research (specific practical application in view)	652	0.00
Development of new: product	654	0.00		process	656	0.00
Improvement to existing: product	660	0.00		process	662	100.00
				technical services	658	0.00
				technical services	664	0.00
D. Specialized field of research						
Indicate, if applicable, the percentage of the amount on line 605 attributed to the following field of research:						
Software development	670	0.00		Biotechnology	672	0.00
				Environmental protection	674	0.00

Complete Claim Checklist

To speed up the processing of your claim, make sure you have:

1. Used the current version of Form T661 if you are filing a current-year claim.	X
2. Signed the "Certification and Election" section in Part 1 of Form T661.	X
3. Indicated the method you have chosen for reporting your SR&ED expenditures in fields 160 or 162 of Part 1.	X
4. Attached a list of contracts (arm's length and non-arm's length) for which the amounts paid exceed \$30,000 as required on lines 340 and 345 of Form T661 (see table format in the guide).	X
5. Provided a summary of information for each project, with a breakdown of expenditures (labour, materials, and contracts) as per Schedule E.	X
6. Submitted a detailed project description of your 20 largest projects in terms of their dollar value.	X
7. Retained documents prepared to support the SR&ED expenditures claimed in Part 3. If you forget to claim an expenditure, you have up to 12 months after the filing-due date of your tax return for the year to submit an amended Form T661.	X
8. Completed Part 4 – Background Information.	X
9. Completed schedules A, B, C, D, and E, if they apply to your situation, and attached to form T661.	X
10. Filed a completed Schedule T2SCH31, <i>Investment Tax Credit – Corporations</i> , or Form T2038(IND), <i>Investment Tax Credit (Individuals)</i> , to claim ITCs on your qualified SR&ED expenditures.	X

All the information requested in this form and in the documents to support your claim is prescribed information. You have to file the information that applies to your claim, along with Schedule T2SCH31 or Form T2038(IND), within 12 months of the filing-due date of your income tax return for the year you incurred the expenditures. If you do not meet this reporting deadline, your claim may be rejected.

(Complete a separate Schedule A for each third-party payment for SR&ED and attach to Form T661)

Schedule B – Special Situations (attach to Form T661)

Section 1 – Adjustments to the pool of deductible SR&ED expenditures incurred in Canada

Repayments of government and non-government assistance (include only the repayments of assistance that previously reduced the deductible SR&ED expenditure pool)

445

+

0

SR&ED expenditure pool transfer from amalgamation or wind-up

452

+

0

Total (add lines 445 and 452)

454

=

0

Report on line 454 in Part 3, Step 2 of Form T661

Section 2 – Adjustments to the qualified SR&ED expenditures for ITC purposes

Unpaid amounts (other than salaries or wages on line 315) deemed not to be incurred in the year under subsection 127(26)

520

–

0

Current expenditures for SR&ED contract paid or payable to, or for the benefit of a person or partnership that is not a taxable supplier in respect of the expenditures

528

–

0

Prescribed expenditures (Section 2902 of the Regulations)

530

–

0

532

–

0

Other deductions (see guide)

548

–

0

550

–

0

Total (add lines 520, 528, 530, and 548, also add lines 532 and 550)

552

=

0

554

=

0

Report on lines 552 and 554 respectively in Part 3, Step 3 of Form T661

Schedule C – Non-Arm's Length Transactions (attach to Form T661)

Adjustments to the qualified SR&ED expenditures for ITC purposes

Purchases of goods and services from non-arm's length suppliers (except for shared-use equipment) (see notes 1 and 2)

522

–

0

524

–

0

Expenditures for non-arm's length SR&ED contracts (from line 345)

526

–

0

Assistance allocated to you (from Form T1145)

538

–

0

540

–

0

Qualified expenditures you transferred (from Form T1146)

544

–

0

546

–

0

Total (add lines 522, 526, 538, and 544, also add lines 524, 540, 546)

555

=

0

556

=

0

Report on line 555 and 556 respectively in Part 3, Step 3 of Form T661

Note 1

The expenditure is deemed to be 1/4 of the capital cost of the equipment, after the application of subsection 127(11.6), if the equipment was purchased from a non-arm's length supplier.

Note 2

Subsections 127(11.6) to (11.8) provide rules for determining a taxpayer's expenditures to services rendered by, or property acquired from, a non-arm's length supplier. On line 522, enter the difference, if any, between the amount included in your SR&ED expenditure pool for the purchases of goods and services from non-arm's length suppliers and the expenditure's deemed amount under subsection 127(11.6). (read the Guide).

Schedule D – Calculation of the Salary Base and the Prescribed Proxy Amount

If you are using the proxy method, complete this calculation table and attach it to Form T661

Schedule E – List of all SR&ED projects claimed (attach to Form T661)

For each project you are claiming, provide the following information using the table below. Expenditures should be recorded and allocated on a project basis.

Schedule F – Expenditures for SR&ED contracts

You must complete a Schedule F if you have made expenditures for SR&ED contracts performed on your behalf.

Corporate Taxprep / Taxprep des sociétés - TP-11

T661 Schedule D - Calculation of the Salary Base and the Prescribed Proxy Amount

If you are using the proxy method, complete this calculation table and attach it to Form T661

This table will help you to calculate the prescribed proxy amount (PPA) to enter on line 502 of Form T661. You can only claim a PPA if you elected in Part 1 of Form T661 (line 160) to use the proxy method for the year.

The PPA is 65% of the salary base determined in Section A. The salary base is the total of salaries or wages paid to and incurred for the employees directly engaged in SR&ED in Canada during the year.

Special rules apply for specified employees. Calculate your salary base in Section A, the PPA in Section B, and the salaries or wages of specified employees eligible to be included in the salary base in Section C.

Section A - Salary base

Salaries or wages of employees directly engaged in SR&ED, other than specified employees (from line 300)	+ 810	164,108
Less:		
Remuneration based on profits, bonuses, and taxable benefits under section 6 and 7 of the Act, and an amount deemed incurred in the year under subsection 78(4) of the Act, included on line 810 above	- 812	3,193

Subtotal (line 810 minus line 812)	= 814	160,915
Plus:		
Total salaries or wages of specified employees directly engaged in SR&ED (from Section C of column 6 amounts below)	+ 816	0

Salary base (total of lines 814 and 816)	= 818	160,915
		=====

Section B - Prescribed Proxy Amount

Calculate 65% of the salary base per line 818.	= 820	104,595
Report the PPA on line 502 of Part 3, Step 3 of Form T661.		
In certain situations, an overall cap on the PPA may limit the amount otherwise determined. (See help <F1>)		

Section C - Determining the salaries or wages of specified employees

Special rules apply to restrict the amount of salaries or wages of specified employees that you can include in the salary base. Use the chart below to calculate this amount.

<div>850</div> <div>Column 1</div> <div>Name of specified employee</div>	<div>852</div> <div>Column 2</div> <div>Total salaries or wages for the year (SR&ED and non-SR&ED)*</div>	<div>854</div> <div>Column 3</div> <div>Percentage of time spent on SR&ED in Canada (Maximum 75%)</div>	<div>856</div> <div>Column 4</div> <div>Amount in column 2 multiplied by percentage in column 3</div>	<div>858</div> <div>Column 4a</div> <div>Number of days in year employed (Maximum 365)</div>	<div>858</div> <div>Column 5**</div> <div>2.5 x A x B / 365</div>	<div>860</div> <div>Column 6</div> <div>Amount in column 4 or 5, whichever amount is less</div>
	0	0.00	0	0	0	0
	0	0.00	0	0	0	0
	0	0.00	0	0	0	0
	0	0.00	0	0	0	0
	0	0.00	0	0	0	0
	0	0.00	0	0	0	0
	0	0.00	0	0	0	0
	0	0.00	0	0	0	0
	0	0.00	0	0	0	0
	0	0.00	0	0	0	0

Total (enter total of column 6 amounts on line 816 in Section A above)						0
						=====

* Do not include taxable benefits under sections 6 and 7, (bonuses, remuneration based on profits), or an amount deemed incurred in the year under subsection 78(4) of the "Income Tax Act."

** **A** is the year's maximum pensionable earnings (section 18 of the "Canada Pension Plan") for the calendar year in which your tax year ends. For 2005, the year's maximum pensionable earnings are \$41,100 (total \$41,100 x 2.5 = \$102,750), and for 2004 year, the year's maximum pensionable earnings are \$40,500 (total \$40,500 x 2.5 = \$101,250).

B is the number of days in the taxation year that you employ the individual.

T661 Schedule E - List of all SR&ED projects claimed (attach to Form T661)

Expenditures should be recorded and allocated on a project basis.

[illegible]

	0	0	0
	0	0	0
	0	0	0
	0	0	0
Use copies of this schedule if you have more than 50 projects and attach them to Form T661 or to the RSI 32.			

T661 Schedule F - Expenditures for SR&ED Contracts

Section A - Complete this section for each arm's length contractor on line 340

Name of contractor	Contractor's Business Number or GST Registration Number	Number of Contracts One/More	Total dollar amount of the contract(s)	Project code for expenditures claimed	Contract expenditures incurred
S&C Electric Canada Ltd	104739925RC0001	X	107,931	1	107,931
AESI	100289438RC0001	X	4,488	1	4,488
			0		0
			0		0
			0		0
			0		0
			0		0
			0		0
			0		0
			0		0
			0		0
			0		0
			0		0
			0		0
			0		0
			0		0
			0		0
			0		0
			0		0
			0		0
			0		0
Total contract expenditures to report on line 340.					112,419

Section B - Complete this section for each non-arm's length contractor on line 345

[illegible]



This form serves as a federal, provincial, and territorial corporation income tax return, unless the corporation is located in Quebec, Ontario, or Alberta. If the corporation is located in one of these provinces, you have to file a separate provincial corporate return.

Parts, sections, subsections, and paragraphs mentioned on this return refer to the *Income Tax Act*. This return may contain changes that had not yet become law at the time of printing. If you need more information about items on the return, see the corresponding items in the *T2 Corporation – Income Tax Guide* (T4012).

Send one completed copy of this return, including schedules and the *General Index of Financial Information* (GIFI), to your tax services office or tax centre. You have to file the return within six months after the end of the corporation's taxation year. For more information on when and how to file T2 returns, see items 1 to 5 in the guide.

055 Do not use this area**Identification****Business Number (BN)** **001** 868291980RC0001**Corporation's name****002** BURLINGTON HYDRO INC.Has the corporation changed its name since the last time we were notified? ... **003** 1 Yes ☐ 2 No ☒If Yes, do you have a copy of the articles of amendment? **004** 1 Yes ☐ 2 No ☐**Address of head office**Has the address changed since the last time we were notified? **010** 1 Yes ☐ 2 No ☒**011** 1340 BRANT STREET**012**

City Province, territory, or state

015 BURLINGTON**016** ON

Country (other than Canada) Postal code/ZIP code

017 **018** L7R-3Z7**Mailing address** (if different from head office address)Has the address changed since the last time we were notified? **020** 1 Yes ☐ 2 No ☒**021** c/o**022****023**

City Province, territory, or state

025**026**

Country (other than Canada) Postal code/ZIP code

027 **028****Location of books and records**Has the location of books and records changed since the last time we were notified? **030** 1 Yes ☐ 2 No ☒**031** 1340 BRANT STREET**032**

City Province, territory, or state

035 BURLINGTON**036** ON

Country (other than Canada) Postal code/ZIP code

037 **038** L7R-3Z7**040** Type of corporation at the end of the taxation year

- | | |
|--|---|
| 1 <input checked="" type="checkbox"/> Canadian-controlled private corporation (CCPC) | 4 <input type="checkbox"/> Corporation controlled by a public corporation |
| 2 <input type="checkbox"/> Other private corporation | 5 <input type="checkbox"/> Other corporation (specify, below) |
| 3 <input type="checkbox"/> Public corporation | |

If the type of corporation changed during the taxation year, provide the effective date of the change **043** YYYY/MM/DD**To which taxation year does this return apply?**

Taxation year start

Taxation year-end

060 2004-01-01
YYYY/MM/DD**061** 2004-12-31
YYYY/MM/DDHas there been an acquisition of control to which subsection 249(4) applies since the previous taxation year? **063** 1 Yes ☐ 2 No ☒If Yes, give the date control was acquired **065** YYYY/MM/DD**Is the corporation a professional corporation that is a member of a partnership?****067** 1 Yes ☐ 2 No ☒**Is this the first year of filing after:**Incorporation? **070** 1 Yes ☐ 2 No ☒Amalgamation? **071** 1 Yes ☐ 2 No ☒

If Yes, complete and attach Schedule 24.

Has there been a windup of a subsidiary under section 88 during the current taxation year?**072** 1 Yes ☐ 2 No ☒

If Yes, complete and attach Schedule 24.

Is this the final taxation year before amalgamation?**076** 1 Yes ☐ 2 No ☒**Is this the final return up to dissolution?****078** 1 Yes ☐ 2 No ☒**Is the corporation a resident of Canada?****080** 1 Yes ☒ 2 No ☐ If No, give the country of residence.**081** Is the non-resident corporation claiming an exemption under an income tax treaty?**082** 1 Yes ☐ 2 No ☒

If Yes, complete and attach Schedule 91.

If the corporation is exempt from tax under section 149, tick one of the following boxes:

- | | | |
|------------|----------------------------|--|
| 085 | 1 <input type="checkbox"/> | Exempt under paragraph 149(1)(e) or (l) |
| | 2 <input type="checkbox"/> | Exempt under paragraph 149(1)(j) |
| | 3 <input type="checkbox"/> | Exempt under paragraph 149(1)(t) |
| | 4 <input type="checkbox"/> | Exempt under other paragraphs of section 149 |

Attachments**Financial statement information:** Use GIFI schedules 100, 125, and 141.

* We do not print these schedules.

Schedules – Answer the following questions. For each Yes response, attach to the T2 return the schedule that applies.

Guide item		Yes	Schedule
27	Is the corporation related to any other corporations?	150 <input checked="" type="checkbox"/>	9
28	Does the corporation have any non-resident shareholders?	151 <input type="checkbox"/>	19
29	Is the corporation an associated Canadian-controlled private corporation?	160 <input checked="" type="checkbox"/>	23
30	Is the corporation an associated Canadian-controlled private corporation that is claiming the expenditure limit?	161 <input checked="" type="checkbox"/>	49
32	Has the corporation had any transactions, including section 85 transfers, with its shareholders, officers, or employees, other than transactions in the ordinary course of business? Exclude non-arm's length transactions with non-residents	162 <input type="checkbox"/>	11
33	If you answered Yes to the above question, and the transaction was between corporations not dealing at arm's length, were all or substantially all of the assets of the transferor disposed of to the transferee?	163 <input type="checkbox"/>	44
34	Has the corporation paid any royalties, management fees, or other similar payments to residents of Canada?	164 <input checked="" type="checkbox"/>	14
35	Is the corporation claiming a deduction for payments to a type of employee benefit plan?	165 <input type="checkbox"/>	15
37	Is the corporation claiming a loss or deduction from a tax shelter acquired after August 31, 1989?	166 <input type="checkbox"/>	T5004
38	Is the corporation a member of a partnership for which a partnership identification number has been assigned?	167 <input type="checkbox"/>	T5013
40	Did the corporation, a foreign affiliate controlled by the corporation, or any other corporation or trust that did not deal at arm's length with the corporation have a beneficial interest in a non-resident discretionary trust?	168 <input type="checkbox"/>	22
41	Did the corporation have any foreign affiliates during the year?	169 <input type="checkbox"/>	25
42	Has the corporation made any payments to non-residents of Canada under subsections 202(1) and 105(1) of the federal <i>Income Tax Regulations</i> ?	170 <input type="checkbox"/>	29
43	Has the corporation had any non-arm's length transactions with a non-resident?	171 <input type="checkbox"/>	T106
47	Has the corporation made payments to, or received amounts from, a retirement compensation arrangement in the year?	172 <input type="checkbox"/>	—
46	For private corporations: Does the corporation have any shareholders who own 10% or more of the corporation's common and/or preferred shares?	173 <input checked="" type="checkbox"/>	50
55	Is the net income/loss shown on the financial statements different from the net income/loss for income tax purposes?	201 <input checked="" type="checkbox"/>	1
78-81	Has the corporation made any charitable donations, gifts to Canada, a province or a territory, or gifts of cultural or ecological property?	202 <input checked="" type="checkbox"/>	2
82,104	Has the corporation received any dividends or paid any taxable dividends for purposes of the dividend refund?	203 <input checked="" type="checkbox"/>	3
69-76	Is the corporation claiming any type of losses?	204 <input type="checkbox"/>	4
132	Is the corporation claiming a provincial or territorial tax credit or does it have a permanent establishment in more than one jurisdiction?	205 <input type="checkbox"/>	5
56	Has the corporation realized any capital gains or incurred any capital losses during the taxation year?	206 <input type="checkbox"/>	6
103	i) Is the corporation claiming the small business deduction and reporting income from: a) property (other than dividends deductible on line 320 of the T2 return, b) a partnership, c) a foreign business, or d) a personal services business; or ii) is the corporation claiming the refundable portion of Part I tax?	207 <input type="checkbox"/>	7
57	Does the corporation have any property that is eligible for capital cost allowance?	208 <input checked="" type="checkbox"/>	8
58	Does the corporation have any property that is eligible capital property?	210 <input checked="" type="checkbox"/>	10
59	Does the corporation have any resource-related deductions?	212 <input type="checkbox"/>	12
60	Is the corporation claiming reserves of any kind?	213 <input type="checkbox"/>	13
61	Is the corporation claiming a patronage dividend deduction?	216 <input type="checkbox"/>	16
62	Is the corporation a credit union claiming a deduction for allocations in proportion to borrowing or an additional deduction?	217 <input type="checkbox"/>	17
150	Is the corporation an investment corporation or a mutual fund corporation?	218 <input type="checkbox"/>	18
131	Was the corporation carrying on business in Canada as a non-resident corporation?	220 <input type="checkbox"/>	20
118	Is the corporation claiming any federal or provincial foreign tax credits, or any federal or provincial logging tax credits?	221 <input type="checkbox"/>	21
155	Is the corporation a non-resident-owned investment corporation claiming an allowable refund?	226 <input type="checkbox"/>	26 *
111	Does the corporation have any Canadian manufacturing and processing profits?	227 <input type="checkbox"/>	27
121	Is the corporation claiming an investment tax credit?	231 <input checked="" type="checkbox"/>	31
63	Is the corporation claiming any scientific research and experimental development expenditures?	232 <input checked="" type="checkbox"/>	T661
124	Is the corporation subject to gross Part I.3 tax?	233 <input checked="" type="checkbox"/>	33/34/35
124	Is the corporation a member of a related group with one or more members subject to gross Part I.3 tax?	236 <input checked="" type="checkbox"/>	36
124	Is the corporation claiming a surtax credit?	237 <input type="checkbox"/>	37
128	Is the corporation subject to gross Part VI tax on capital of financial institutions?	238 <input type="checkbox"/>	38
128	Is the corporation claiming a Part I tax credit?	242 <input type="checkbox"/>	42
129	Is the corporation subject to Part IV.1 tax on dividends received on taxable preferred shares or Part VI.1 tax on dividends paid?	243 <input type="checkbox"/>	43
129	Is the corporation agreeing to a transfer of the liability for Part VI.1 tax?	244 <input type="checkbox"/>	45
125	Is the corporation subject to Part II – Tobacco Manufacturers' surtax?	249 <input type="checkbox"/>	46
128	For financial institutions: Is the corporation a member of a related group of financial institutions with one or more members subject to gross Part VI tax?	250 <input type="checkbox"/>	39
152	Is the corporation claiming a Canadian film or video production tax credit refund?	253 <input type="checkbox"/>	T1131
153	Is the corporation claiming a film or video production services tax credit refund?	254 <input type="checkbox"/>	T1177
130	Is the corporation subject to Part XIII.1 tax?	255 <input type="checkbox"/>	92 *

Attachments – continued from page 2

Guide item

Yes Schedule

44	Did the corporation have any foreign affiliates that are not controlled foreign affiliates?	256	<input type="checkbox"/>	T1134-A
44	Did the corporation have any controlled foreign affiliates?	258	<input type="checkbox"/>	T1134-B
44	Did the corporation own specified foreign property in the year with a cost amount over \$100,000?	259	<input type="checkbox"/>	T1135
44	Did the corporation transfer or loan property to a non-resident trust?	260	<input type="checkbox"/>	T1141
44	Did the corporation receive a distribution from or was it indebted to a non-resident trust in the year?	261	<input type="checkbox"/>	T1142
—	Has the corporation entered into an agreement to allocate assistance for SR&ED carried out in Canada?	262	<input type="checkbox"/>	T1145
—	Has the corporation entered into an agreement to transfer qualified expenditures incurred in respect of SR&ED contracts?	263	<input type="checkbox"/>	T1146
—	Has the corporation entered into an agreement with other associated corporations for salary or wages of specified employees for SR&ED?	264	<input type="checkbox"/>	T1174

Additional information

Is the corporation inactive? 280 1 Yes ☐ 2 No ☒

Has the major business activity changed since the last return was filed? (enter Yes for first-time filers) 281 1 Yes ☐ 2 No ☒

What is the corporation's major business activity? 282 _____
(Only complete if Yes was entered at line 281)

If the major activity involves the resale of goods, indicate whether it is wholesale or retail 283 1 Wholesale ☐ 2 Retail ☐

Specify the principal product(s) mined, manufactured, sold, constructed, or services provided, giving the approximate percentage of the total revenue that each product or service represents.

284 ELECTRICITY DISTRIB.	285 100%
286	287 0%
288	289 0%

Did the corporation immigrate to Canada during the taxation year? 291 1 Yes ☐ 2 No ☒

Did the corporation emigrate from Canada during the taxation year? 292 1 Yes ☐ 2 No ☒

Taxable income

Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIF 300 7,332,139 A

Deduct:

Charitable donations from Schedule 2	311	11,316
Gifts to Canada, a province, or a territory from Schedule 2	312	0
Cultural gifts from Schedule 2	313	0
Ecological gifts from Schedule 2	314	0
Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3	320	0
Part VI.1 tax deduction from Schedule 43**	325	0
Non-capital losses of preceding taxation years from Schedule 4	331	0
Net-capital losses of preceding taxation years from Schedule 4	332	0
Restricted farm losses of preceding taxation years from Schedule 4	333	0
Farm losses of preceding taxation years from Schedule 4	334	0
Limited partnership losses of preceding taxation years from Schedule 4	335	0
Taxable capital gains or taxable dividends allocated from a central credit union	340	0
Prospector's and grubstaker's shares	350	0
Subtotal	<u>11,316</u>	<u>11,316</u> B

Subtotal (amount A minus amount B) (if negative, enter "0") 7,320,823 C

Add: Section 110.5 additions and/or subparagraph 115(1)(a)(vii) additions 355 0 D

Taxable income (amount C plus amount D) 360 7,320,823

Income exempt under paragraph 149(1)(t) 370 0

Taxable income for a corporation with exempt income under paragraph 149(1)(t) (line 360 minus line 370) 7,320,823 Z

** This amount is equal to 3 times the Part VI.1 tax payable at line 724 on page 8.

Small business deduction**Canadian-controlled private corporations (CCPCs) throughout the taxation year**

Income from active business carried on in Canada from Schedule 7 **400** 7,332,139 A

Taxable income from line 360 on page 3, **minus** 10/3 of the amount at line 632* on page 7, **minus** 3 times the amount at line 636** on page 7, and **minus** any amount that, because of federal law, is exempt from Part I tax ... **405** 7,320,823 B

Calculation of the business limit:

For all CCPCs, calculate the amount at line 4 below.

200,000	x	Number of days in the taxation year before 2003	<u>0</u>	=	.....	<u>0</u>	1
		Number of days in the taxation year	<u>366</u>				
225,000	x	Number of days in the taxation year in 2003	<u>0</u>	=	.....	<u>0</u>	2
		Number of days in the taxation year	<u>366</u>				
250,000	x	Number of days in the taxation year in 2004	<u>366</u>	=	.....	<u>250,000</u>	3
		Number of days in the taxation year	<u>366</u>				
300,000	x	Number of days in the taxation year after 2004	<u>0</u>	=	.....	<u>0</u>	3.1
		Number of days in the taxation year	<u>366</u>				

Add amounts at lines 1, 2, 3, and 3.1 250,000 4

Business limit (see notes 1 and 2 below) **410** 250,000 C

Notes: 1. For CCPCs that are not associated, enter the amount from line 4 at line 410. However, if the corporation's taxation year is less than 51 weeks, prorate the amount from line 4 by the number of days in the taxation year divided by 365, and enter the result on line 410.

2. For associated CCPCs, use Schedule 23 to calculate the amount to be entered at line 410.

Business limit reduction:

Amount C 250,000 x **415***** 206,290 D = 4,584,222 E

11,250

Reduced business limit (amount C minus amount E) (if negative, enter "0") **425** 0 F

Small business deduction -16.00% of whichever amount is least: A, B, C, or F **430** 0 G
(enter amount G on line 9 of page 7)

* Calculate the amount of foreign non-business income tax credit deductible at line 632 without reference to the refundable tax on the CCPC's investment income (line 604) and without reference to the corporate tax reductions under section 123.4.

** Calculate the amount of foreign business income tax credit deductible at line 636 without reference to the corporate tax reductions under section 123.4.

***** Large corporation tax**

- The large corporation tax to be entered at line 415 is the gross Part I.3 tax, which is the amount before deducting the surtax credits, increased to reflect a full-year tax liability if the taxation year is less than 51 weeks. For the purpose of the business limit reduction, the gross Part I.3 tax is equal to 0.225% x (taxable capital employed in Canada minus \$10,000,000).
- If the corporation is not associated with any corporations in both the current and the preceding taxation years, enter the corporation's gross Part I.3 tax for its **preceding** taxation year.
- If the corporation is not associated with any corporations in the current taxation year, but was associated in the preceding taxation year, and its current taxation year:
 - starts before December 21, 2002, enter the corporation's gross Part I.3 tax for its **preceding** taxation year; or
 - starts after December 20, 2002, enter the corporation's gross Part I.3 tax for its **current** taxation year.
- For corporations associated in the current taxation year, see Schedule 23 for the special rules that apply.

Accelerated tax reduction**Canadian-controlled private corporations throughout the taxation year that claimed the small business deduction**

Reduced business limit (amount from line 425) 0 x $\frac{300,000}{\text{line 4 above}}$ = 0 A

Net active business income (amount from line 400) * 7,332,139 B

Taxable income from line 360 on page 3 **minus** 3 times the amount at line 636** on page 7, and **minus** any amount that, because of federal law, is exempt from Part I tax 7,320,823 C

Deduct:

Aggregate investment income (amount from line 440 of page 6) 0 D

Amount C minus amount D (if negative, enter "0") 7,320,823 E

Amount A, B, or E above, whichever is less 0 F

Amount Z from Part 9 of Schedule 27 0 x 100/7 = 0 G

Amount QQ from Part 13 of Schedule 27 0 H

Taxable resource income from line 435 of page 5 0 I

Amount used to calculate the credit union deduction (amount E in Part 3 of Schedule 17) .. 0 J

Amount on line 400, 405, 410, or 425 of the small business deduction, whichever is less .. 0 K

Total of amounts G, H, I, J, and K 0 L

Amount F minus amount L (if negative, enter "0") 0 M

Accelerated tax reduction - 7% of amount M (enter amount N on line 637 of page 7) 0 N

* If the amount at line 450 of Schedule 7 is positive, members of partnerships need to use Schedule 70 to calculate net active business income.

** Calculate the amount of foreign business income tax credit deductible at line 636 without reference to the corporate tax reductions under section 123.4.

Resource deduction

Taxable resource income [as defined in subsection 125.11(1)]		435	0	A
Amount A	0	x	Number of days in the taxation year in 2003	0
			Number of days in the taxation year	366
				x 1% =
				0
Amount A	0	x	Number of days in the taxation year in 2004	366
			Number of days in the taxation year	366
				x 2% =
				0
Amount A	0	x	Number of days in the taxation year in 2005	0
			Number of days in the taxation year	366
				x 3% =
				0
Amount A	0	x	Number of days in the taxation year in 2006	0
			Number of days in the taxation year	366
				x 5% =
				0
Resource deduction – total of amounts B, C, C.1, and C.2 (enter amount D on line 10 of page 7)		438	0	D

General tax reduction for Canadian-controlled private corporations**Canadian-controlled private corporations throughout the taxation year**

Taxable income from line 360 on page 3		7,320,823	E
Amount Z from Part 9 of Schedule 27	0	x 100/7 =	0
Amount QQ from Part 13 of Schedule 27			0
Taxable resource income from line 435 above			0
Amount used to calculate the credit union deduction (amount E in Part 3 of Schedule 17)			0
Amount on line 400, 405, 410, or 425 on page 4, whichever is less			0
Aggregate investment income from line 440 of page 6			0
Amount used to calculate the accelerated tax reduction (amount M of page 4)			0
Total of amounts F, G, H, I, J, K, and L			0
Amount E minus amount M (if negative, enter "0")			7,320,823
Amount N	7,320,823	x	Number of days in the taxation year in 2002
			Number of days in the taxation year
			0
			x 3% =
			0
Amount N	7,320,823	x	Number of days in the taxation year in 2003
			Number of days in the taxation year
			366
			x 5% =
			0
Amount N	7,320,823	x	Number of days in the taxation year after 2003
			Number of days in the taxation year
			366
			x 7% =
			512,458
General tax reduction for Canadian-controlled private corporations - total of amounts O, P, and Q (enter amount R on line 638 of page 7)			512,458

General tax reduction**Corporations other than a Canadian-controlled private corporation, an investment corporation, a mortgage investment corporation, a mutual fund corporation, or a non-resident-owned investment corporation**

Taxable income from line 360 on page 3			0	S
Amount Z from Part 9 of Schedule 27	0	x 100/7 =	0	T
Amount QQ from Part 13 of Schedule 27			0	U
Taxable resource income from line 435 above			0	V
Amount used to calculate the credit union deduction (amount E in Part 3 of Schedule 17)			0	W
Total of amounts T, U, V, and W			0	
Amount S minus amount X (if negative, enter "0")			0	
Amount Y	0	x	Number of days in the taxation year in 2002	0
			Number of days in the taxation year	366
				x 3% =
				0
Amount Y	0	x	Number of days in the taxation year in 2003	0
			Number of days in the taxation year	366
				x 5% =
				0
Amount Y	0	x	Number of days in the taxation year after 2003	366
			Number of days in the taxation year	366
				x 7% =
				0
General tax reduction - total of amounts Z, AA, and BB (enter amount CC on line 639 of page 7)			0	CC

Refundable portion of Part I tax**Canadian-controlled private corporations throughout the taxation year**

Aggregate investment income 440 0 x 26 2/3% = 0 A
(amount P from Part 1 of Schedule 7)

Foreign non-business income tax credit from line 632 on page 7 0

Deduct:

Foreign investment income 445 0 x 9 1/3% = 0
(amount O from Part 1 of Schedule 7) (if negative, enter "0") 0 B

Amount A minus amount B (if negative, enter "0") 0 C

Taxable income from line 360 on page 3 7,320,823

Deduct:

Amount on line 400, 405, 410, or 425 on page 4, whichever is less 0

Foreign non-business
income tax credit from
line 632 of page 7 0 x 25/9 = 0

Foreign business income
tax credit from line 636
of page 7 0 x 3 = 0

7,320,823 x 26 2/3% = 1,952,219 D

Part I tax payable minus investment tax credit refund (line 700 minus line 780 of page 8) ... 1,543,142

Deduct: Corporate surtax from line 600 of page 7 81,993

Net amount 1,461,149 E

Refundable portion of Part I tax – Amount C, D, or E, whichever is less 450 0 F

Refundable dividend tax on hand

Refundable dividend tax on hand at the end of the preceding taxation year 460 0

Deduct: Dividend refund for the previous taxation year 465 0

0 A

Add the total of:

Refundable portion of Part I tax from line 450 above 0

Total Part IV tax payable from line 360 on page 3 of Schedule 3 0

Net refundable dividend tax on hand transferred from a predecessor
corporation on amalgamation, or from a wound-up subsidiary corporation 480 0

0 B

Refundable dividend tax on hand at the end of the taxation year – Amount A plus amount B 485 0

Dividend refund**Private and subject corporations at the time taxable dividends were paid in the taxation year**

Taxable dividends paid in the taxation year from line 460 on page 3 of Schedule 3 3,350,000 x 1/3 1,116,667 A

Refundable dividend tax on hand at the end of the taxation year from line 485 above 0 B

Dividend refund – Amount A or B, whichever is less (enter this amount on line 784 of page 8) 0

Part I tax

Base amount of Part I tax – 38.00% of taxable income (line 360 or amount Z, whichever applies) from page 3 **550** 2,781,913 A

Corporate surtax calculation

Base amount from line A above	<u>2,781,913</u>	1
Deduct:		
10% of taxable income (line 360 or amount Z, whichever applies) from page 3	<u>732,082</u>	2
Investment corporation deduction from line 620 below	<u>0</u>	3
Federal logging tax credit from line 640 below	<u>0</u>	4
Federal qualifying environmental trust tax credit from line 648 below	<u>0</u>	5

For a mutual fund corporation or an investment corporation throughout the taxation year, enter amount a, b, or c below on line 6, whichever is less:

28.00% of taxable income from line 360 of page 3 ...	<u>0</u>	a	}	<u>0</u>	6
28.00% of taxed capital gains	<u>0</u>	b			
Part I tax otherwise payable	<u>0</u>	c			
(line A plus lines C and D minus line F)					
Total of lines 2 to 6	<u>732,082</u>	7			
Net amount (line 1 minus line 7)	<u>2,049,831</u>	8			

Corporate surtax – 4.00% of the amount on line 8 **600** 81,993 B

Recapture of investment tax credit from line PPP in Part 21 of Schedule 31 **602** 0 C

Calculation for the refundable tax on the Canadian-controlled private corporation's (CCPC) investment income

(for a CCPC throughout the taxation year)

Aggregate investment income from line 440 on page 6	<u>0</u>	i
Taxable income from line 360 on page 3	<u>7,320,823</u>	
Deduct:		
Amount on lines 400, 405, 410, or 425 of page 4, whichever is less ..	<u>0</u>	
Net amount	<u>7,320,823</u>	ii

Refundable tax on CCPC's investment income – 6 2/3% of the lesser of amounts i or ii **604** 0 D

Subtotal (add lines A, B, C, and D) 2,863,906 E

Deduct:

Small business deduction from line 430 of page 4	<u>0</u>	9
Federal tax abatement	608 <u>732,082</u>	
Manufacturing and processing profits deduction from amount BB or amount RR of Schedule 27	616 <u>0</u>	
Investment corporation deduction	620 <u>0</u>	
(taxed capital gains 624 <u>0</u>)	628 <u>0</u>	
Additional deduction – credit unions from Schedule 17	632 <u>0</u>	
Federal foreign non-business income tax credit from Schedule 21	636 <u>0</u>	
Federal foreign business income tax credit from Schedule 21	637 <u>0</u>	
Accelerated tax reduction from amount N of page 4	<u>0</u>	10
Resource deduction from line 438 of page 5	638 <u>512,458</u>	
General tax reduction for CCPCs from amount R of page 5	639 <u>0</u>	
General tax reduction from amount CC of page 5	640 <u>0</u>	
Federal logging tax credit from Schedule 21	644 <u>0</u>	
Federal political contribution tax credit		
Federal political contributions 646 <u>0</u>	648 <u>0</u>	
Federal qualifying environmental trust tax credit	652 <u>76,224</u>	
Investment tax credit from Schedule 31		

Subtotal 1,320,764 1,320,764 F

Part I tax payable – Line E minus line F (enter amount G on line 700 of page 8) 1,543,142 G

Summary of tax and credits**Federal tax**

Part I tax payable from page 7	700	1,543,142
Part I.3 tax payable from Schedule 33, 34, or 35	704	20,765
Part II surtax payable from Schedule 46	708	0
Part IV tax payable from Schedule 3	712	0
Part IV.1 tax payable from Schedule 43	716	0
Part VI tax payable from Schedule 38	720	0
Part VI.1 tax payable from Schedule 43	724	0
Part XIII.1 tax payable from Schedule 92	727	0
Part XIV tax payable from Schedule 20	728	0
Total federal tax		1,563,907

Add provincial or territorial tax:Provincial or territorial jurisdiction **750** ON

(if more than one jurisdiction, enter "multiple" and complete Schedule 5)

Net provincial or territorial tax payable (except Quebec, Ontario, and Alberta) 760 0

Provincial tax on large corporations (New Brunswick and Nova Scotia) 765 0

Total tax payable **770** 1,563,907 A**Deduct other credits:**

Investment tax credit refund from Schedule 31	780	0
Dividend refund from page 6	784	0
Federal capital gains refund from Schedule 18	788	0
Federal qualifying environmental trust tax credit refund	792	0
Canadian film or video production tax credit refund from Form T1131	796	0
Film or video production services tax credit refund from Form T1177	797	0
Tax withheld at source	800	0

Total payments on which tax has been withheld **801** 0

Allowable refund for non-resident-owned investment corporations from Schedule 26

804 0

Provincial and territorial capital gains refund from Schedule 18 808 0

Provincial and territorial refundable tax credits from Schedule 5 812 0

Royalties deductible under Syncrude Remission Order **815** 0

Tax remitted under Syncrude Remission Order 816 0

Tax instalments paid 840 1,669,938

Total credits **890** 1,669,938 1,669,938 BRefund code **894** 1 Overpayment 106,031

Balance (line A minus line B) -106,031

Direct deposit request

To have the corporation's refund deposited directly into the corporation's bank account at a financial institution in Canada, or to change banking information you already gave us, complete the information below:

☐ Start ☐ Change information **910** _____
Branch number

914 _____ **918** _____
Institution number Account number

If the result is negative, you have an **overpayment**.If the result is positive, you have a **balance unpaid**.

Enter the amount on whichever line applies.

We do not charge or refund a difference of \$2 or less.

Balance unpaid 0

Enclosed payment **898** 0

If the corporation is a Canadian-controlled private corporation throughout the taxation year, does it qualify for the one-month extension of the date the balance of tax is due?

..... **896** 1 Yes ☐ 2 No ☒**Certification**

I, **950** KYSLEY Last name in block letters **951** MICHAEL First name in block letters **954** VICE PRESIDENT, FINANCE Position, office, or rank

am an authorized signing officer of the corporation. I certify that I have examined this return, including accompanying schedules and statements, and that the information given on this return is, to the best of my knowledge, correct and complete. I further certify that the method of calculating income for this taxation year is consistent with that of the previous year except as specifically disclosed in a statement attached to this return.

955 _____ **956** 905-332-1851
Date (yyyy/mm/dd) Signature of the authorized signing officer of the corporation Telephone number

Is the contact person the same as the authorized signing officer? If No, complete the information below **957** 1 Yes ☒ 2 No ☐

958 _____ **959** _____
Name in block letters Telephone number

Language of correspondence - Langue de correspondance

990 Indicate the language of your choice.
Indiquer la langue de correspondance de votre choix.

1 English/Anglais ☒ 2 Français/French ☐

GENERAL INDEX OF FINANCIAL INFORMATION (GIFI)

Identification of the corporation (Imported Data)			
Name of the corporation.....	BURLINGTON HYDRO INC.	Taxation year end.....	2004-12-31
Business Number.....	868291980RC0001	City.....	BURLINGTON
Address.....	1340 BRANT STREET	Postal code.....	L7R-3Z7
Province, Territory.....	ON		

Balance Sheet Information

Account	Description	GIFI	Amount	Prior Year
---------	-------------	------	--------	------------

Assets				
	Total current assets.....	+	159940,091,935	40,125,229
	Total tangible capital assets.....	+	200877,675,798	75,769,717
	Total accumulated amortization of tangible capital assets.....	-	20090	0
	Total intangible capital assets.....	+	21780	0
	Total accumulated amortization of intangible capital assets.....	-	21790	0
	Total long-term assets.....	+	25895,599,022	5,487,263
*	Assets held in trust.....	+	25900	0
			-----	-----
	Total assets (mandatory field)	=	2599123,366,755	121,382,209
			=====	=====

Liabilities				
	Total current liabilities.....		313920,765,786	19,610,469
	Total long-term liabilities.....		345052,937,846	52,658,308
*	Subordinated debt.....		34600	0
*	Amounts held in trust.....		34700	0
			-----	-----
	Total liabilities (mandatory field)		349973,703,632	72,268,777
			=====	=====

Shareholder equity				
	Total shareholder equity (mandatory field).....		362049,663,123	49,113,432
			=====	=====

	Total liabilities and shareholder equity		3640123,366,755	121,382,209
			=====	=====

	Retained earnings/deficit - end (mandatory field)		38493,647,757	3,098,066
			=====	=====

* Generic item

GENERAL INDEX OF FINANCIAL INFORMATION (GIFI)

Current assets

Account	Description	GIFI	Amount	Prior year
Cash and deposits				
*	Cash and deposits	1000	10,862,069	0
	Cash	1001	0	5,496,799
	Deposits in Canadian banks and institutions			
	- Canadian currency	1002	0	8,999,807
	Deposits in Canadian banks and institutions			
	- foreign currency	1003	0	0
	Deposits in foreign banks - Canadian currency	1004	0	0
	Deposits in foreign banks - foreign currency	1005	0	0
	Credit union central deposits	1006	0	0
	Other cash like instruments	1007	0	0
			-----	-----
	Cash and deposits	+	10,862,069	14,496,606
			=====	=====

Accounts receivable				
*	Accounts receivable	1060	12,501,413	10,122,976
	Trade accounts receivable	1062	0	0
	Trade accounts receivable from related parties	1064	0	0
	Taxes receivable	1066	0	0
	Interest receivable	1067	0	0
	Holdbacks receivable	1068	0	0
	Leases receivable	1069	0	0
	Accounts receivable from employees	1071	0	0
	Amounts receivable from members of NPOs	1073	0	0
			-----	-----
	Accounts receivable	+	12,501,413	10,122,976
			=====	=====

Allowance for doubtful accounts				
*	Allowance for doubtful accounts	1061	0	0
	Allowance for doubtful trade accounts receivable	1063	0	0
	Allowance for doubtful trade accounts receivable			
	from related parties	1065	0	0
	Allowance for doubtful amounts contained in leases receivable	1070	0	0
	Allowance for doubtful accounts receivable from employees	1072	0	0
			-----	-----
	Allowance for doubtful accounts	-	0	0
			=====	=====

* Generic item

Inventories

* Inventories	1120	1,039,249	1,019,606
Inventory of goods for sale	1121	0	0
Inventory parts and supplies	1122	0	0
Inventory properties	1123	0	0
Inventory of aggregates	1124	0	0
Work in progress	1125	447,626	1,083,991
Raw materials	1126	0	0
Inventory of securities	1127	0	0
		-----	-----
Inventories	+	1,486,875	2,103,597
		=====	=====

Short-term investments

* Short-term investments	1180	0	0
Canadian term deposits	1181	0	0
Canadian shares	1182	0	0
Canadian bonds	1183	0	0
Canadian treasury bills	1184	0	0
Securities purchased under resale agreements	1185	0	0
Other short-term Canadian investments	1186	0	0
Short-term foreign investments	1187	0	0
		-----	-----
Short-term investments	+	0	0
		=====	=====

Loans and notes receivable

* Loans and notes receivable	1240	0	0
Demand loans receivable	1241	0	0
Other loans receivable	1242	0	0
Notes receivable	1243	0	0
Mortgages receivable	1244	0	0
		-----	-----
Loans and notes receivable	+	0	0
		=====	=====

Due from shareholder(s)/director(s)

* Due from shareholder(s)/director(s)	1300	0	0
Due from individual shareholder(s)	1301	0	0
Due from corporate shareholder(s)	1302	0	0
Due from director(s)	1303	0	0
		-----	-----
Due from shareholder(s)/director(s)	+	0	0
		=====	=====

* Investment in joint venture(s)/partnership(s)	+	1360	0	0
* Due from joint venture(s)/partnership(s)	+	1380	0	0

* Generic item

Due from/investment in related parties			
* Due from/investment in related parties	1400	0	0
Demand notes from related parties	1401	0	0
Interest receivable from related parties	1402	0	0
Loans/advances due from related parties	1403	0	0
		-----	-----
Due from/investment in related parties	+	0	0
		=====	=====

* Customers' liability under acceptances	+	1460	0	0
--	---	------	---	---

Other current assets			
* Other current assets	1480	14,875,920	13,090,245
Future (deferred) income taxes	1481	0	0
Accrued investment income	1482	0	0
Taxes recoverable/refundable	1483	0	0
Prepaid expenses	1484	365,658	311,805
Drilling advances	1485	0	0
Security/tender deposits	1486	0	0
		-----	-----
Other current assets	+	15,241,578	13,402,050
		=====	=====

Total current assets	=	1599	40,091,935	40,125,229
			=====	=====

GENERAL INDEX OF FINANCIAL INFORMATION (GIFI)

Tangible capital assets

Account	Description	GIFI	Amount	Prior year
* Land		1600	0	0
Land improvements		1601	0	0

Depletable assets				
* Depletable assets		1620	0	0
Petroleum and natural gas properties		1622	0	0
Mining properties		1624	0	0
Deferred exploration and development charges		1626	0	0
Quarries		1628	0	0
Gravel pits		1630	0	0
Timber limits		1632	0	0
			-----	-----
Depletable assets	+		0	0
			=====	=====

Buildings				
* Buildings		1680	0	0
Manufacturing and processing plant		1682	0	0
Buildings under construction		1684	0	0
			-----	-----
Buildings	+		0	0
			=====	=====

Machinery, equipment, furniture, and fixtures				
* Machinery, equipment, furniture, and fixtures		1740	0	0
Motor vehicles		1742	0	0
Tools and dies		1744	0	0
Construction and excavating equipment		1746	0	0
Forestry and logging equipment		1748	0	0
Fishing gear and nets		1750	0	0
Mining equipment		1752	0	0
Oil and gas systems		1754	0	0
Production equipment for resource industries		1756	0	0
Production equipment for other than resource industries		1758	0	0
Exploration equipment		1760	0	0
Shipping equipment		1762	0	0
Ships and boats		1764	0	0
Aircraft		1766	0	0
Signs		1768	0	0

* Generic item

Machinery, equipment, furniture, and fixtures (cont'd)

Small tools	1770	0	0
Radio and communication equipment	1772	0	0
Computer equipment/software	1774	0	0
Musical instruments	1776	0	0
Satellites	1778	0	0
Earth stations	1780	0	0
Machinery and equipment under construction	1782	0	0
Transportation equipment	1783	0	0
Other machinery and equipment	1785	0	0
Furniture and fixtures	1787	0	0
		-----	-----
Machinery, equipment, furniture, and fixtures	+	0	0
		=====	=====

Other tangible capital assets

* Other tangible capital assets	1900	77,675,798	75,769,717
Logging roads	1902	0	0
Asphalt and parking areas	1904	0	0
Wharves	1906	0	0
Fences	1908	0	0
Capital leases - buildings	1910	0	0
Capital leases - equipment	1912	0	0
Capital leases - vehicles	1914	0	0
Capital leases - others	1916	0	0
Leasehold improvements	1918	0	0
Other capital assets under construction	1920	0	0
Campsites	1921	0	0
		-----	-----
Other tangible capital assets	+	77,675,798	75,769,717
		=====	=====

Total tangible capital assets	=	2008	77,675,798	75,769,717
			=====	=====

* Generic item

GENERAL INDEX OF FINANCIAL INFORMATION (GIFI)

Long-term assets

Account	Description	GIFI	Amount	Prior year
Due from shareholder(s)/director(s)				
*	Due from shareholder(s)/director(s)	2180	0	0
	Due from individual shareholder(s)	2181	0	0
	Due from corporate shareholder(s)	2182	0	0
	Due from director(s)	2183	0	0
			-----	-----
	Due from shareholder(s)/director(s)	+	0	0
			=====	=====
*	Due from members	2190	0	0
*	Investment in joint venture(s)/partnership(s)	2200	0	0
*	Due from joint venture(s)/partnership(s)	2220	0	0
Due from/investment in related parties				
*	Due from/investment in related parties	2240	0	0
	Due from/investment in Canadian related parties	2241	0	0
	Shares in Canadian related corporations	2242	0	0
	Loans/advances to Canadian related corporations	2243	0	0
	Investment in Canadian related corporations at cost	2244	0	0
	Investment in Canadian related corporations at equity	2245	0	0
	Due from/investment in foreign related parties	2246	0	0
	Shares in foreign related corporations	2247	0	0
	Loans/advances to foreign related corporations	2248	0	0
	Investment in foreign related corporations at cost	2249	0	0
	Investment in foreign related corporations at equity	2250	0	0
			-----	-----
	Due from/investment in related parties	+	0	0
			=====	=====
*	Investment in co-tenancy	2280	0	0

Long-term investments

* Long-term investments	<input type="text" value="2300"/>	0	0
Foreign shares	<input type="text" value="2301"/>	0	0
Other types of foreign investments	<input type="text" value="2302"/>	0	0
Canadian shares	<input type="text" value="2303"/>	0	0
Government of Canada debt	<input type="text" value="2304"/>	0	0
Canadian, provincial, and municipal government debt	<input type="text" value="2305"/>	0	0
Canadian corporate bonds and debentures	<input type="text" value="2306"/>	0	0
Debt securities	<input type="text" value="2307"/>	0	0
Equity securities	<input type="text" value="2308"/>	0	0
Securities purchased under resale agreements	<input type="text" value="2309"/>	0	0
Central credit union shares	<input type="text" value="2310"/>	0	0
Other Canadian long-term investments	<input type="text" value="2311"/>	0	0
		-----	-----
Long-term investments	+	0	0
		=====	=====

Long-term loans

* Long-term loans	<input type="text" value="2360"/>	2,823,944	2,698,131
Mortgages	<input type="text" value="2361"/>	0	0
Personal and credit card loans	<input type="text" value="2362"/>	0	0
Business and government loans	<input type="text" value="2363"/>	0	0
Line of credit	<input type="text" value="2364"/>	0	0
		-----	-----
Long-term loans	+	2,823,944	2,698,131
		=====	=====

Other long-term assets

* Other long-term assets	<input type="text" value="2420"/>	1,553,078	2,567,132
Future (deferred) income taxes	<input type="text" value="2421"/>	1,222,000	222,000
Deferred pension charges	<input type="text" value="2422"/>	0	0
Deferred unrealized exchange losses	<input type="text" value="2423"/>	0	0
Other deferred items/charges	<input type="text" value="2424"/>	0	0
Reserve fund	<input type="text" value="2426"/>	0	0
Cash surrender value of life insurance	<input type="text" value="2427"/>	0	0
		-----	-----
Other long-term assets	+	2,775,078	2,789,132
		=====	=====

Accumulated amortization of deferred charges	-	<input type="text" value="2425"/>	0	0
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Total long-term assets	=	<input type="text" value="2589"/>	5,599,022	5,487,263
			=====	=====

* Generic item

GENERAL INDEX OF FINANCIAL INFORMATION (GIFI)

Current liabilities

Account	Description	GIFI	Amount	Prior year
*	Bank overdraft	2600	0	0

Amounts payable and accrued liabilities

*	Amounts payable and accrued liabilities	2620	16,940,154	14,660,800
	Trade payables	2621	0	0
	Trade payables to related parties	2622	0	0
	Holdbacks payable	2623	0	0
	Wages payable	2624	0	0
	Management fees payable	2625	0	0
	Bonuses payable	2626	0	0
	Employee deductions payable	2627	0	0
	Withholding taxes payable	2628	0	0
	Interest payable	2629	0	0
	Amounts payable to members of NPOs	2630	0	0
	Amounts payable and accrued liabilities	+	16,940,154	14,660,800
			=====	=====

*	Taxes payable	2680	190,809	1,678,839
---	-------------------------	------	---------	-----------

Short-term debt

*	Short-term debt	2700	0	0
	Loans from Canadian banks	2701	0	0
	Liability for securities sold short	2702	0	0
	Liability for securities sold under repurchase agreements	2703	0	0
	Gold and silver certificates	2704	0	0
	Cheques and other items in transit	2705	0	0
	Lien notes	2706	0	0
	Short-term debt	+	0	0
			=====	=====

*	Deferred income	2770	0	0
---	---------------------------	------	---	---

Due to shareholder(s)/director(s)

*	Due to shareholder(s)/director(s)	2780	0	0
	Due to individual shareholder(s)	2781	0	0
	Due to corporate shareholder(s)	2782	0	0
	Due to director(s)	2783	0	0
	Due to shareholder(s)/director(s)	+	0	0
			=====	=====

* Generic item

* Due to joint venture(s)/partnership(s)	+	2840	0	0
--	---	------	---	---

Due to related parties				
* Due to related parties		2860	0	0
Demand notes due to related parties		2861	0	0
Interest payable to related parties		2862	0	0
Advances due to related parties		2863	0	0
			-----	-----
Due to related parties	+		0	0
			=====	=====

* Current portion of long-term liability	+	2920	0	0
* Bankers' acceptances	+	2940	0	0

Other current liabilities				
* Other current liabilities		2960	1,672,598	1,523,868
Deposits received		2961	1,962,225	1,746,962
Dividends payable		2962	0	0
Future (deferred) income taxes		2963	0	0
Reserves for guarantees, warranties, or indemnities		2964	0	0
General provisions/reserves		2965	0	0
Crew shares		2966	0	0
			-----	-----
Other current liabilities	+		3,634,823	3,270,830
			=====	=====

Total current liabilities	=	3139	20,765,786	19,610,469
			=====	=====

GENERAL INDEX OF FINANCIAL INFORMATION (GIFI)

Long-term liabilities

Account	Description	GIFI	Amount	Prior year
Long-term debt				
*	Long-term debt	3140	47,878,608	47,878,608
	Mortgages	3141	0	0
	Farm credit corporation loan	3142	0	0
	Chartered bank loan	3143	0	0
	Credit Union/Caisse Populaire loan	3144	0	0
	Provincial government loan	3145	0	0
	Supply company loan	3146	0	0
	Private loan	3147	0	0
	Central, league, and federation loans	3148	0	0
	Line of credit	3149	0	0
	Liability for securities sold short	3150	0	0
	Liability for securities sold under repurchase agreements	3151	0	0
	Lien notes	3152	0	0
			-----	-----
	Long-term debt	+	47,878,608	47,878,608
			=====	=====

*	Deposit liabilities of financial institutions	+	3200	0	0
*	Bonds and debentures	+	3210	0	0
*	Deferred income	+	3220	0	0
*	Future (deferred) income taxes	+	3240	0	0

Due to shareholder(s)/director(s)					
*	Due to shareholder(s)/director(s)		3260	0	0
	Due to individual shareholder(s)		3261	0	0
	Due to corporate shareholder(s)		3262	0	0
	Due to director(s)		3263	0	0
				-----	-----
	Due to shareholder(s)/director(s)	+		0	0
				=====	=====

*	Due to members	+	3270	0	0
*	Due to joint venture(s)/partnership(s)	+	3280	0	0

Due to related parties					
*	Due to related parties		3300	0	0
	Amounts owing to related Canadian parties		3301	0	0
	Amounts owing to related foreign parties		3302	0	0
				-----	-----
	Due to related parties	+		0	0
				=====	=====

* Generic item

Other long-term liabilities			
* Other long-term liabilities	3320	2,909,841	2,700,769
Long-term obligations/commitments/capital leases	3321	2,149,397	2,078,931
Reserves for guarantees, warranties, or indemnities	3322	0	0
Provision for site restoration	3323	0	0
Contributions to qualifying environmental trust	3324	0	0
General provisions/reserves	3325	0	0
Preference shares restated	3326	0	0
Member allocations	3327	0	0
Deferred revenue from incomplete contracts	3328	0	0
		-----	-----
Other long-term liabilities	+	5,059,238	4,779,700
		=====	=====

Total long-term liabilities	=	3450	52,937,846	52,658,308
			=====	=====

GENERAL INDEX OF FINANCIAL INFORMATION (GIFI)

Shareholder equity

Account	Description	GIFI	Amount	Prior year
Shareholder equity				
*	Common shares.....	+ 3500	45,139,138	45,139,138
*	Preferred shares.....	+ 3520	0	0
Contributed and other surplus				
*	Contributed and other surplus.....	3540	0	0
	Contributed surplus.....	3541	876,228	876,228
	Appraisal surplus.....	3542	0	0
	General reserve.....	3543	0	0
			-----	-----
	Contributed and other surplus	+	876,228	876,228
			=====	=====
*	Head office account.....	+ 3570	0	0
*	Retained earnings/deficit.....	+ 3600	3,647,757	3,098,066
Total shareholder equity				
		= 3620	49,663,123	49,113,432
			=====	=====

* Generic item

GENERAL INDEX OF FINANCIAL INFORMATION (GIFI)

Retained earnings/deficit

Account	Description	GIFI	Amount	Prior year
* Retained earnings/deficit - start	+	3660	3,098,066	3,668,702
* Net income/loss	+	3680	3,899,691	4,479,364
Dividends declared				
* Dividends declared		3700	3,350,000	5,050,000
Cash dividends		3701	0	0
Patronage dividends		3702	0	0
			-----	-----
Dividends declared	-		3,350,000	5,050,000
			=====	=====
* Prior period adjustments	+	3720	0	0
Other items affecting retained earnings				
* Other items affecting retained earnings		3740	0	0
Share redemptions		3741	0	0
Special reserves		3742	0	0
Currency adjustments		3743	0	0
Unusual revenue items		3744	0	0
Interfund transfer		3745	0	0
			-----	-----
Other items affecting retained earnings	+		0	0
			=====	=====
Retained earnings/deficit - end	=	3849	3,647,757	3,098,066
			=====	=====

* Generic item

GENERAL INDEX OF FINANCIAL INFORMATION (GIFI)

Income Statement Information

Description	
Operating name	0001
Description of the operation	0002
Sequence Number	0003

DISTRIBUTION OF ELECTRICITY

Account	Description	GIFI	Amount	Prior year
Income statement				
	Total sales of goods and services	+ 8089	137,137,445	135,727,645
	Cost of sales	- 8518	113,002,412	111,205,783
			-----	-----
	Gross profit/loss	= 8519	24,135,033	24,521,862
			=====	=====
	Cost of sales	+ 8518	113,002,412	111,205,783
	Total operating expenses	+ 9367	20,409,523	19,594,522
			-----	-----
	Total expenses (mandatory field)	= 9368	133,411,935	130,800,305
			=====	=====
	Total revenue (mandatory field)	+ 8299	139,021,576	137,685,984
	Total expenses (mandatory field)	- 9368	133,411,935	130,800,305
			-----	-----
	Net non-farming income	= 9369	5,609,641	6,885,679
			=====	=====
Farming income statement				
	Total farm revenue (mandatory field)	+ 9659	0	0
	Total farm expenses (mandatory field)	- 9898	0	0
			-----	-----
	Net farm income	= 9899	0	0
			=====	=====
	Net income/loss before taxes and extraordinary items	9970	5,609,641	6,885,679
			=====	=====

Extraordinary item(s).....	9975	0	0
Legal settlements.....	9976	0	0
Unrealized gains/losses.....	9980	0	0
Unusual items.....	9985	0	0
Current income taxes.....	9990	2,709,950	2,603,315
Deferred income tax provision.....	9995	-1,000,000	-197,000
		-----	-----
Net Income/Loss after Taxes and Extraordinary Items (mandatory field)	9999	3,899,691	4,479,364
		=====	=====

GENERAL INDEX OF FINANCIAL INFORMATION (GIFI)

Revenue

Account	Description	GIFI	Amount	Prior year
* Trade sales of goods and services		8000	137,137,445	135,727,645
* Sales of goods and services to related parties		8020	0	0
* Interdivisional sales		8030	0	0

Sales from resource properties				
* Sales from resource properties		8040	0	0
Petroleum and natural gas sales		8041	0	0
Petroleum and natural gas sales to related parties		8042	0	0
Gas marketing		8043	0	0
Processing revenue		8044	0	0
Pipeline revenue		8045	0	0
Seismic sales		8046	0	0
Mining revenue		8047	0	0
Coal revenue		8048	0	0
Oil sands revenue		8049	0	0
Royalty income		8050	0	0
Oil and gas partnership/joint venture income/loss		8051	0	0
Mining partnership/joint venture income/loss		8052	0	0
Other production revenue		8053	0	0
			-----	-----
Sales from resource properties	+		0	0
			=====	=====

Total sales of goods and services	=	8089	137,137,445	135,727,645
			=====	=====

Investment revenue				
* Investment revenue		8090	0	0
Interest from foreign sources		8091	0	0
Interest from Canadian bonds and debentures		8092	0	0
Interest from Canadian mortgage loans		8093	0	0
Interest from other Canadian sources		8094	0	0
Dividend income		8095	0	0
Dividends from Canadian sources		8096	0	0
Dividends from foreign sources		8097	0	0
			-----	-----
Investment revenue	+		0	0
			=====	=====

* Generic item

Interest income (financial institutions)

* Interest income (financial institutions)	8100	0	0
Loan interest	8101	0	0
Securities interest	8102	0	0
Deposits with banks interest	8103	0	0
		-----	-----
Interest income (financial institutions)	+	0	0
		=====	=====

Commission revenue

* Commission revenue	8120	0	0
Commission income on real estate transactions	8121	0	0
		-----	-----
Commission revenue	+	0	0
		=====	=====

Rental revenue

* Rental revenue	8140	0	0
Real estate rental revenue	8141	0	0
Film rental revenue	8142	0	0
		-----	-----
Rental revenue	+	0	0
		=====	=====

* Vehicle leasing	8150	0	0
-----------------------------	------	---	---

Fishing revenue

* Fishing revenue	8160	0	0
Fish products	8161	0	0
Other marine products	8162	0	0
Fishing grants, credits, and rebates	8163	0	0
Fishing subsidies	8164	0	0
Compensation for loss of fishing income or property	8165	0	0
Sharesman income	8166	0	0
		-----	-----
Fishing revenue	+	0	0
		=====	=====

Realized gains/losses on disposal of assets

* Realized gains/losses on disposal of assets	8210	0	0
Realized gains/losses on sale of investments	8211	0	0
Realized gains/losses on sale of resource properties	8212	0	0
		-----	-----
Realized gains/losses on disposal of assets	+	0	0
		=====	=====

* Generic item

NPO amounts received

* NPO amounts received	8220	0	0
Membership fees	8221	0	0
Assessments	8222	0	0
Gifts	8223	0	0
Gross sales and revenues from organizational activities	8224	0	0
		-----	-----
NPO amounts received	+	0	0
		=====	=====

Other revenue

* Other revenue	8230	1,884,131	1,958,339
Foreign exchange gains/losses	8231	0	0
Income/loss of subsidiaries/affiliates	8232	0	0
Income/loss of other divisions	8233	0	0
Income/loss of joint ventures	8234	0	0
Income/loss of partnerships	8235	0	0
Realization of deferred revenues	8236	0	0
Royalty income other than resource	8237	0	0
Alberta royalty tax credits	8238	0	0
Management and administration fees	8239	0	0
Telecommunications revenue	8240	0	0
Consulting fees	8241	0	0
Subsidies and grants	8242	0	0
Sale of by-products	8243	0	0
Deposit services	8244	0	0
Credit services	8245	0	0
Card services	8246	0	0
Patronage dividends	8247	0	0
Insurance recoveries	8248	0	0
Expense recoveries	8249	0	0
Bad debt recoveries	8250	0	0
		-----	-----
Other revenue	+	1,884,131	1,958,339
		=====	=====

Total revenue	=	8299	139,021,576	137,685,984
			=====	=====

* Generic item

GENERAL INDEX OF FINANCIAL INFORMATION (GIFI)

Cost of sales

Account	Description	GIFI	Amount	Prior year
Opening inventory				
*	Opening inventory	8300	0	0
	Opening inventory - finished goods	8301	0	0
	Opening inventory - raw materials	8302	0	0
	Opening inventory - goods in process	8303	0	0
			-----	-----
	Opening inventory	+	0	0
			=====	=====

*	Purchases/cost of materials	8320	0	0
*	Direct wages	8340	0	0
*	Benefits on direct wages	8350	0	0
*	Trades and sub-contracts	8360	0	0
*	Production costs other than resource	8370	0	0

Resource production costs				
*	Resource production costs	8400	0	0
	Pipeline operations	8401	0	0
	Drilling	8402	0	0
	Site restoration costs	8403	0	0
	Gross overriding royalty	8404	0	0
	Freehold royalties	8405	0	0
	Other producing properties rental	8406	0	0
	Prospect/geological	8407	0	0
	Well operating, fuel and equipment	8408	0	0
	Well abandonment and dry holes	8409	0	0
	Other lease rentals	8410	0	0
	Exploration expenses	8411	0	0
	Development expenses	8412	0	0
			-----	-----
	Resource production costs	+	0	0
			=====	=====

Crown charges				
*	Crown charges	8435	0	0
	Crown royalties	8436	0	0
	Crown lease rentals	8437	0	0
	Freehold mineral tax	8438	0	0
	Mining taxes	8439	0	0
	Oil sand leases	8440	0	0
	Saskatchewan resource surcharge	8441	0	0
			-----	-----
	Crown charges	+	0	0
			=====	=====

* Generic item

Other direct costs			
* Other direct costs	8450	113,002,412	111,205,783
Equipment hire and operation	8451	0	0
Log yard	8452	0	0
Forestry costs	8453	0	0
Logging road costs	8454	0	0
Stumpage costs	8455	0	0
Royalty costs	8456	0	0
Freight in and duty	8457	0	0
Inventory write down	8458	0	0
Direct cost amortization of tangible assets	8459	0	0
Direct cost amortization of natural resource assets	8460	0	0
Overhead expenses allocated to cost of sales	8461	0	0
		-----	-----
Other direct costs	+	113,002,412	111,205,783
		=====	=====

Closing inventory			
* Closing inventory	8500	0	0
Closing inventory - finished goods	8501	0	0
Closing inventory - raw materials	8502	0	0
Closing inventory - goods in process	8503	0	0
		-----	-----
Closing inventory	-	0	0
		=====	=====

Cost of sales	=	8518	113,002,412	111,205,783
			=====	=====

GENERAL INDEX OF FINANCIAL INFORMATION (GIFI)

Operating expenses

Account	Description	GIFI	Amount	Prior year
Advertising and promotion				
*	Advertising and promotion	8520	0	0
	Advertising	8521	0	0
	Donations	8522	0	0
	Meals and entertainment	8523	0	0
	Promotion	8524	0	0
			-----	-----
	Advertising and promotion	+	0	0
			=====	=====
Amortization of intangible assets				
*	Amortization of intangible assets	8570	0	0
*	Bad debt expense	8590	0	0
Loan losses				
*	Loan losses	8610	0	0
	Provision for loan losses	8611	0	0
			-----	-----
	Loan losses	+	0	0
			=====	=====
Employee benefits				
*	Employee benefits	8620	0	0
	Group insurance benefits	8621	0	0
	Employer's portion of employee benefits	8622	0	0
	Contributions to deferred income plans	8623	0	0
			-----	-----
	Employee benefits	+	0	0
			=====	=====
Amortization of natural resource assets				
*	Amortization of natural resource assets	8650	0	0
Amortization of tangible assets				
*	Amortization of tangible assets	8670	0	0
Insurance				
*	Insurance	8690	0	0
	Life insurance on executives	8691	0	0
			-----	-----
	Insurance	+	0	0
			=====	=====

* Generic item

Interest and bank charges

* Interest and bank charges	8710	3,561,082	3,576,315
Interest on short-term debt	8711	0	0
Interest on bonds and debentures	8712	0	0
Interest on mortgages	8713	0	0
Interest on long-term debt	8714	0	0
Bank charges	8715	0	0
Credit card charges	8716	0	0
Collection and credit costs	8717	0	0
		-----	-----
Interest and bank charges	+	3,561,082	3,576,315
		=====	=====

Interest paid (financial institutions)

* Interest paid (financial institutions)	8740	0	0
Interest paid on deposits	8741	0	0
Interest paid on bonds and debentures	8742	0	0
		-----	-----
Interest paid (financial institutions)	+	0	0
		=====	=====

Business taxes, licences, and memberships

* Business taxes, licences, and memberships	8760	0	0
Memberships	8761	0	0
Business taxes	8762	0	0
Franchise fees	8763	0	0
Government fees	8764	0	0
		-----	-----
Business taxes, licences, and memberships	+	0	0
		=====	=====

* New Brunswick tax on large corporations	+	8780	0	0
* Nova Scotia tax on large corporations	+	8790	0	0

Office expenses

* Office expenses	8810	0	0
Office stationery and supplies	8811	0	0
Office utilities	8812	0	0
Data processing	8813	0	0
		-----	-----
Office expenses	+	0	0
		=====	=====

* Generic item

Professional fees

* Professional fees	8860	0	0
Legal fees	8861	0	0
Accounting fees	8862	0	0
Consulting fees	8863	0	0
Architect fees	8864	0	0
Appraisal fees	8865	0	0
Laboratory fees	8866	0	0
Medical fees	8867	0	0
Veterinary fees	8868	0	0
Brokerage fees	8869	0	0
Transfer fees	8870	0	0
Management and administration fees	8871	0	0
Refining and assay	8872	0	0
Registrar and transfer agent fees	8873	0	0
Restructuring costs	8874	0	0
Security commission fees	8875	0	0
Training expense	8876	0	0
Studio and recording	8877	0	0
		-----	-----
Professional fees	+	0	0
		=====	=====

Rental

* Rental	8910	0	0
Real estate rental	8911	0	0
Occupancy costs	8912	0	0
Condominium fees	8913	0	0
Equipment rental	8914	0	0
Motor vehicle rentals	8915	0	0
Moorage (boat)	8916	0	0
Storage	8917	0	0
Quota rental	8918	0	0
		-----	-----
Rental	+	0	0
		=====	=====

Repairs and maintenance

* Repairs and maintenance	8960	0	0
Repairs and maintenance - buildings	8961	0	0
Repairs and maintenance - vehicles	8962	0	0
Repairs and maintenance - boats	8963	0	0
Repairs and maintenance - machinery and equipment	8964	0	0
		-----	-----
Repairs and maintenance	+	0	0
		=====	=====

Other repairs and maintenance

* Other repairs and maintenance	9010	0	0
Machine shop expense	9011	0	0
Road costs	9012	0	0
Security	9013	0	0
Garbage removal	9014	0	0
		-----	-----
Other repairs and maintenance	+	0	0
		=====	=====

* Generic item

Salaries and wages				
* Salaries and wages	9060	0	0	
Commissions	9061	0	0	
Crew share	9062	0	0	
Bonuses	9063	0	0	
Directors fees	9064	0	0	
Management salaries	9065	0	0	
Employee salaries	9066	0	0	
		-----	-----	
Salaries and wages	+	0	0	
		=====	=====	

* Sub-contracts	9110	0	0	
-----------------	------	---	---	--

Supplies				
* Supplies	9130	0	0	
Small tools	9131	0	0	
Shop expense	9132	0	0	
Uniforms	9133	0	0	
Laundry	9134	0	0	
Food and catering	9135	0	0	
Fishing gear	9136	0	0	
Nets and traps	9137	0	0	
Salt, bait, and ice	9138	0	0	
Camp supplies	9139	0	0	

Computer-related expenses				
* Computer-related expenses	9150	0	0	
Upgrade	9151	0	0	
Internet	9152	0	0	

Supplies and computer-related expenses	+	0	0	
		=====	=====	

* Property taxes	9180	0	0	
		=====	=====	

Travel expenses				
* Travel expenses	9200	0	0	
Meetings and conventions	9201	0	0	
		-----	-----	
Travel expenses	+	0	0	
		=====	=====	

Utilities

* Utilities	9220	0	0
Electricity	9221	0	0
Water	9222	0	0
Heat	9223	0	0
Fuel costs	9224	0	0
Telephone and telecommunications	9225	0	0
		-----	-----
Utilities	+	0	0
		=====	=====

Other expenses

* Other expenses	9270	12,873,953	12,355,874
Cash over/short	9271	0	0
Reimbursement of parent company expense	9272	0	0
Selling expenses	9273	0	0
Shipping and warehouse expense	9274	0	0
Delivery, freight and express	9275	0	0
Warranty expenses	9276	0	0
Royalty expenses - resident	9277	0	0
Royalty expenses - non-resident	9278	0	0
Dumping charges	9279	0	0
Land fill fees	9280	0	0
Vehicle expenses	9281	0	0
Research and development	9282	0	0
Withholding taxes	9283	0	0
General and administrative expenses	9284	3,974,488	3,662,333
Interdivisional expenses	9285	0	0
Interfund transfer	9286	0	0
		-----	-----
Other expenses	+	16,848,441	16,018,207
		=====	=====

Total operating expenses	=	9367	20,409,523	19,594,522
			=====	=====

* Generic item

Canada Customs and Revenue Agency/Agence des douanes et du revenu du Canada

NOTES CHECKLIST

- This schedule should be completed from the perspective of the person who prepared or reported on the **financial statements**. This person is referred to as the "accounting practitioner," in this schedule.
- For more information, see RC4088, "Guide to the General Index of Financial Information (GIFI) for Corporations" and T4012, "T2 Corporation - Income Tax Guide."
- Attach a copy of this schedule, along with any Notes to the financial statements, to the GIFI.

Part 1 - Accounting practitioner information

Does the accounting practitioner have a professional designation?

095

[Y/N]

[Y]

Is the accounting practitioner connected* with the corporation?

097

[Y/N]

[N]

* A person connected with a corporation can be: (i) a shareholder of the corporation who owns more than 10% of the common shares; (ii) a director, an officer, or an employee of the corporation; or (iii) a person not dealing at arm's length with the corporation.

Note

If the accounting practitioner does not have a professional designation **or** is connected with the corporation, you do not have to complete Parts 2 and 3 of this schedule. However, you do have to complete Part 4.

Part 2 - Type of involvement

Choose the option that represents the highest level of involvement of the accounting practitioner:

198

Completed an auditor's report

1

[X]

Completed a review engagement report

2

[]

Conducted a compilation engagement

3

[]

Part 3 - Reservations

If you selected option "1" or "2" under **Type of involvement** above, answer the following question:

Has the accounting practitioner expressed a reservation?

099

[Y/N]

[N]

Part 4 - Other information

Were notes to the financial statements prepared?

101

Yes/No
[Y]

If "Yes," complete lines 102 to 107 below:

Are any values presented at other than cost?

102

[N]

Has there been a change in accounting policies since the last return?

103

[N]

Are subsequent events mentioned in the notes?

104

[N]

Is re-evaluation of asset information mentioned in the notes?

105

[N]

Is contingent liability information mentioned in the notes?

106

[Y]

Is information regarding commitments mentioned in the notes?

107

[Y]

Does the corporation have investments in joint venture(s) or partnership(s)?

108

[Y]

If "Yes," complete line 109 below:

Are you filing financial statements of the joint venture(s) or partnership(s)?

109

[N]

Canada Customs and Revenue Agency/Agence des douanes et du revenu du Canada

NET INCOME (LOSS) FOR INCOME TAX PURPOSES

- The purpose of this schedule is to provide a reconciliation between the corporation's net income (loss) as reported on the financial statements and its net income (loss) for tax purposes.
- Please provide us with the applicable details in the identification area, and complete the applicable lines that contain a numbered black box. You should report amounts in accordance with the Generally Accepted Accounting Principles (GAAP).
- Sections, subsections, and paragraphs referred to an this schedule are from the "Income Tax Act."
- For more information, see the "T2 Corporation Income Tax Guide."

Net income (loss) after taxes and extraordinary items per financial statements	3,899,691	A
--	-----------	---

Additions:

Provision for income taxes - current	<div>101</div>	2,709,950	
Provision for income taxes - deferred	<div>102</div>	-1,000,000	
Amortization of tangible assets	<div>104</div>	5,916,337	
Charitable donations from Schedule 2	<div>112</div>	11,316	
Scientific research expenditures deducted per financial statements	<div>118</div>	276,527	
Non-deductible meals and entertainment expenses	<div>121</div>	8,492	
Reserves from financial statements - balance at the end of the year	<div>126</div>	2,149,397	

Subtotal of additions		10,072,019	10,072,019

Other Additions:

Miscellaneous Other Additions:

<div>600</div>	INTEREST INCOME ACCRUED AND CAPITALIZED	<div>290</div>	414,298	
<div>601</div>	VARIANCE INCOME	<div>291</div>	1,014,055	
<div>602</div>	SECTION 12(1)(a) income	<div>292</div>	2,909,841	
<div>603a</div>			0	
<div>603b</div>	Ontario Specified Tax Credits		1,000	
<div>603c</div>			0	
			1,000	<div>293</div> 1,000
<div>604a</div>	PARTNERSHIP INCOME		10,958	
<div>604b</div>			0	
			10,958	<div>294</div> 10,958

Subtotal of Other Additions		<div>199</div>	4,350,152	4,350,152

			Total Additions	<div>500</div> 14,422,171

Deductions:

Gain on disposal of assets per financial statements.....	401	22,683	
Capital cost allowance from Schedule 8.....	403	5,556,656	
Cumulative eligible capital deduction from Schedule 10.....	405	245	
Scientific research expenses claimed in year from Form T661.....	411	276,527	
Reserves from financial statements-balance at the beginning of the year.....	414	2,078,931	

Subtotal of Deductions.....		7,935,042	7,935,042
Other Deductions:			
Miscellaneous Other Deductions:			
700 SECTION 20(1)(m) reserve.....	390	2,909,841	
701 SR&ED expenditures capitalized for accounting.....	391	144,840	

Subtotal of Other Deductions.....	499	3,054,681	3,054,681

Total Deductions		510	10,989,723

Net income (loss) for income tax purposes.....	7,332,139
(enter on line 300 on the T2 return)	=====

Canada Customs and Revenue Agency/Agence des douanes et du revenu du Canada

CHARITABLE DONATIONS AND GIFTS

- For use by corporations to claim any of the following:
 - charitable donations;
 - gifts to Canada, a province, or a territory;
 - gifts of certified cultural property;
 - gifts of certified ecologically sensitive land.
- The donations and gifts are eligible for a five-year carryforward.
- Use this schedule to show a credit transfer following an amalgamation or the wind-up of a subsidiary as described under subsections 87(1) and 88(1) of the federal "Income Tax Act."
- For donations and gifts made after March 22, 2004, proposed subsection 110.1(1.2) of the "Income Tax Act" provides as follows:
 - where a particular corporation has undergone a change of control, for taxation years that end on or after the change of control, no corporation can claim a deduction for a gift made by the particular corporation to a qualified donee before the change of control;
 - if a particular corporation makes a gift to a qualified donee pursuant to an arrangement under which both the gift and the change of control is expected, no corporation can claim a deduction for the gift unless the person acquiring control of the particular corporation is the qualified donee.
- File one completed copy of this schedule with your "T2 Corporation Income Tax Return."
- For more information, see the "T2 Corporation - Income Tax Guide."

Part 1 - Charitable donations			
Charity/Recipient	Amount (\$100 or more only)		
Animal Aid			100
Burlington Public Library			299
Heart & Stroke Foundation			200
Kidney Foundation			100
United Way			10,617

	Subtotal		11,316
	Add: Total donations of less than \$100 each		0

	Total donations in current taxation year		11,316
			=====

	Federal	Québec	Alberta
Charitable donations at the end of the preceding taxation year	0	0	0
Deduct: Charitable donations expired after five taxation years 239	0	0	0
Charitable donations at the beginning of the taxation year 240	-----	-----	-----
	0	0	0

Part 1 - Charitable donations (cont'd)

Add:				
Charitable donations transferred on an amalgamation or the windup of a subsidiary	250	0		
Total current-year charitable donations made (enter this amount on line 112 of Schedule 1)	210	11,316		

Subtotal (line 250 plus line 210)		11,316	11,316	11,316
		=====		
Deduct: Adjustment for an acquisition of control (for donations made after March 22, 2004)				
	255	0	0	0
		-----	-----	-----
Total charitable donations available		11,316	A 11,316	11,316
Deduct: Amount applied against taxable income (cannot be more than amount K in Part 2) (enter this amount on line 311 on page 3 of the T2 return)				
	260	11,316	11,316	11,316
		-----	-----	-----
Charitable donations closing balance	280	0	0	0
		=====	=====	=====

Amounts carried forward - Charitable donations

Year of origin		Federal	Québec	Alberta
1st prior year	-	2003	0	0
2nd prior year	-	2002	0	0
3rd prior year	-	2001	0	0
4th prior year	-	2001	0	0
5th prior year	-	2000	0	0
6th prior year *	-	1999	0	0
		-----	-----	-----
Totals		0	0	0
		=====	=====	=====

* These donations expired in the prior year.

Part 2 - Calculation of the maximum allowable deduction for charitable donations

Net income for tax purposes * multiplied by 75%		5,499,104	B
Taxable capital gains arising in respect of gifts of capital property:			
- lines 895 and 896 of Schedule 6 multiplied by the inclusion rate	0		
- other	0		

Total	0	225	0 C
		=====	
Taxable capital gain in respect of deemed gifts of non-qualifying securities per subsection 40(1.01)	227	0	D

Part 2 - Calculation of the maximum allowable deduction for charitable donations (cont'd)

The amount of the recapture of capital cost allowance in respect of charitable gifts	<div>230</div>	0	
	=====		
Proceeds of disposition, less outlays and expenses	0	E	
	=====		
Capital cost	0	F	
	=====		
Amount E or F, whichever is less	<div>235</div>	0	
	=====		
Amount on line 230 or 235, whichever is less		0	G

Subtotal (add amounts C, D, and G)		0	H
		=====	
		Amount H multiplied by 25%	0 I

		Subtotal (amount B plus amount I)	5,499,104 J
		=====	
Maximum allowable deduction for charitable donations (enter amount A from Part 1, amount J, or net income for tax purposes, whichever is less)		11,316	K
		=====	

* For credit unions, this amount is before the deduction of payments pursuant to allocations in proportion to borrowing and bonus interest.

Part 3 - Gifts to Canada, a province, or a territory

Gifts to Canada, a province, or a territory at the end of the preceding taxation year		0	
Deduct: Gifts to Canada, a province, or a territory expired after five taxation years	<div>339</div>	0	

Gifts to Canada, a province, or a territory at the beginning of the taxation year	<div>340</div>	0	0
		=====	
Add: Gifts to Canada, a province, or a territory transferred on an amalgamation or the windup of a subsidiary	<div>350</div>	0	
Total current-year gifts made to Canada, a province, or a territory *	<div>310</div>	0	

Subtotal (line 350 plus line 310)		0	0
		=====	
Deduct: Adjustment for an acquisition of control (for gifts made after March 22, 2004)	<div>355</div>	0	

Total gifts to Canada, a province, or a territory available			0
Deduct: Amount applied against taxable income (enter this amount on line 312 on page 3 of the T2 return)	<div>360</div>	0	

Gifts to Canada, a province, or a territory closing balance	<div>380</div>	0	
		=====	

* Not applicable for gifts made after February 18, 1997, unless a written agreement was made before this date. If the taxation year straddles February 18, 1997, and gifts were made after this date, enter the amount on line 210 and complete Part 2.

Part 4 - Gifts of certified cultural property				Federal	Québec	Alberta
Gifts of certified cultural property at the end of the preceding taxation year				0	0	0
Deduct:	Gifts of certified cultural property expired after five taxation years 439			0	0	0
				-----	-----	-----
Gifts of certified cultural property at the beginning of the taxation year 440				0	0	0
Add:						
Gifts of certified cultural property transferred on an amalgamation or the windup of a subsidiary 450 0						
Total current-year gifts of certified cultural property 410 0						

Subtotal (line 450 plus line 410) 0				0	0	0
				=====		
Deduct:	Adjustment for an acquisition of control (for gifts made after March 22, 2004) 455			0	0	0
				-----	-----	-----
Total gifts of certified cultural property available				0	0	0
Deduct:	Amount applied against taxable income (enter this amount on line 313 on page 3 of the T2 return) 460			0	0	0
				-----	-----	-----
Gifts of certified cultural property closing balance 480				0	0	0
				=====	=====	=====

Amounts carried forward - Gifts of certified cultural property				
Year of origin		Federal	Québec	Alberta
1st prior year	2003	0	0	0
2nd prior year	2002	0	0	0
3rd prior year	2001	0	0	0
4th prior year	2001	0	0	0
5th prior year	2000	0	0	0
6th prior year *	1999	0	0	0
		-----	-----	-----
	Totals	0	0	0
		=====	=====	=====
* These donations expired in the prior year.				

Part 5 - Gifts of certified ecologically sensitive land

		Federal	Québec	Alberta
Gifts of certified ecologically sensitive land at the end of the preceding taxation year		0	0	0
Deduct: Gifts of certified ecologically sensitive land expired after five taxation years	539	0	0	0
		-----	-----	-----
Gifts of certified ecologically sensitive land at the beginning of the taxation year	540	0	0	0
Add: Gifts of certified ecologically sensitive land transferred on an amalgamation or the windup of a subsidiary	550 0			
Total current-year gifts of certified ecologically sensitive land	510 0			

Subtotal (line 550 plus line 510)	0	0	0	0
		=====		
Deduct: Adjustment for an acquisition of control (for gifts made after March 22, 2004)	555	0	0	0
		-----	-----	-----
Total gifts of certified ecologically sensitive land available		0	0	0
Deduct: Amount applied against taxable income (enter this amount on line 314 of the T2 return)	560	0	0	0
		-----	-----	-----
Gifts of certified ecologically sensitive land closing balance	580	0	0	0
		=====	=====	=====

Amounts carried forward - Gifts of certified ecologically sensitive land

Year of origin		Federal	Québec	Alberta
1st prior year	2003	0	0	0
2nd prior year	2002	0	0	0
3rd prior year	2001	0	0	0
4th prior year	2001	0	0	0
5th prior year	2000	0	0	0
6th prior year *	1999	0	0	0
		-----	-----	-----
	Totals	0	0	0
		=====	=====	=====

* These donations expired in the prior year.

Canada Customs and Revenue Agency/Agence des douanes et du revenu du Canada

DIVIDENDS RECEIVED, TAXABLE DIVIDENDS PAID, AND PART IV TAX CALCULATION

— **Part 1 - Dividends received during the taxation year**

Do not include dividends received from foreign non-affiliates.

	A	B	C	D
Name of payer corporation (Use only one line per corporation, abbreviating its name if necessary)		*	Business Number	Complete if payer corporation is connected Taxation year-end of the payer corporation in which the sections 112/113 and subsection 138(6) dividends were paid YYYY/MM/DD
	200	205	210	220

* Connected payer corporation indicator.

Note: If your corporation's taxation year-end is different than that of the connected payer corporation, your corporation could have received dividends from more than one taxation year of the payer corporation. If so, use a separate line to provide the information for each taxation year of the payer corporation.

If payer corporation is not connected,
leave these columns blank.

Name of payer corporation	E Non-taxable dividend under section 83	F Taxable dividends deductible from taxable income under section 112, subsections 113(2) and 138(6), and paragraphs 113(1)(a), (b), or (d)	G Total taxable dividends paid by connected payer corporation	H Dividend refund of the connected payer corporation	I Part IV tax before deductions F x 1/3 **
	<div>230</div>	<div>240</div>	<div>250</div>	<div>260</div>	<div>270</div>
	0	0	0	0	0
	-----	-----	-----	-----	-----
Total	0	0	0	0	0 J
	=====	=====	=====	=====	=====

(enter on line 320
of the T2 return)

For dividends received from connected corporations:
Part IV tax equals: Column F x Column H / Column G

** Life insurers are not subject to Part IV tax on subsection 138(6) dividends.
Public corporations (other than subject corporations) do not need to calculate Part IV tax.

Part 4 - Total dividends paid in the taxation year

Complete this part if the total taxable dividends paid in the taxation year for purposes of a dividend refund (line 460 above) is different from the total dividends paid in the taxation year.

Total taxable dividends paid in the taxation year for the purposes of a dividend refund (From above)	460	3,350,000
Other dividends paid in the taxation year		
(Total of 510 to 540)		0

Total dividends paid in the taxation year	500	3,350,000

Deduct:		
Dividends paid out of capital dividend account	510	0
Capital gains dividends	520	0
Dividends paid on shares described in subsection 129(1.2)	530	0
Taxable dividends paid to a controlling corporation that was bankrupt at any time in the year	540	0

	Subtotal	0
	=====	-----
Total taxable dividends paid in the taxation year for purposes of a dividend refund		3,350,000
		=====

Summary of Capital Cost Allowance

Is the corporation electing under regulation 1101(5q)? [101] N

Class	UCC at Beginning No.	Cost of Additions During Year	Adjustments	Lesser of Cost or Proceeds	1/2 of [203]-[207]	Rate %	Recapture of Capital Cost Allowance	Terminal Loss	Capital Cost Allowance	Undepreciated Capital Cost end of year
[200]	[201]	[203]	[205]	[207]	[211]	[212]	[213]	[215]	[217]	[220]
1	93,132,017	6,097,489	0	0	3,048,744	4	0	0	3,847,230	95,382,276
8	5,876,386	1,019,063	0	216	509,423	20	0	0	1,277,162	5,618,071
10	796,472	387,498	0	22,466	182,516	30	0	0	293,696	867,808
12	59,519	145,474	0	0	72,737	100	0	0	132,256	72,737
45	0	28,052	0	0	14,026	45	0	0	6,312	21,740
Total	99,864,394	7,677,576	0	22,682	3,827,446		0	0	5,556,656	101,962,632

Corporate Taxprep / Taxprep des sociétés - TP-11

This schedule is to be completed by a corporation having one or more of the following:

- related corporation(s)
- associated corporation(s)

Name				Number		Number	% of	
	Ctry		Rela-	of	% of	of	pre-	Book
	of		tion-	common	common	preferred	ferred	value of
	resi-	Business	ship	shares	shares	shares	shares	capital
dence	Number	Code	owned	owned	owned	owned	owned	stock
	(Note)							
[100]	[200]	[300]	[400]	[500]	[550]	[600]	[650]	[700]

BURLINGTON ELECTRICAL SERVICES	868291782RC0001	3		0	0.00	0	0.00	0
BURLINGTON HYDRO ELECTRIC INC.	883614927RC0001	1		0	0.00	0	0.00	0

Note: Enter "NR" if a corporation is not registered.

Relationship code:

1 - Parent 2 - Subsidiary 3 - Associated 4 - Related, but not associated

The relationship code represents the relationship that the corporation named has to the filing corporation. For example, if the corporation is the parent corporation of the filing corporation, then the relationship code is "1".

Schedule 9

Canada Customs and Revenue Agency/Agence des douanes et du revenu du Canada

CUMULATIVE ELIGIBLE CAPITAL DEDUCTION

- For use by a corporation that has eligible capital property. For more information, see the "T2 Corporation Income Tax Guide."
- A separate cumulative eligible capital account must be kept for each business.

Part 1 - Calculation of current year deduction and carry-forward

Cumulative eligible capital - Balance at the end of the preceding taxation year			
(if negative, enter "0")			
		200	3,498 A
Add:			
Cost of eligible capital property acquired			
during the taxation year	222	0	
Other adjustments	226	0	
Subtotal (line 222 plus line 226)	0	x 0.75 =	0 B
Non-taxable portion of a non-arm's			
length transferor's gain realized on			
the transfer of an eligible capital			
property to the corporation after			
December 20, 2002	228	0 x 0.50 =	0 C
amount B minus amount C (if negative, enter "0")		0	0 D
Amount transferred on amalgamation or wind-up of subsidiary		224	0 E
Subtotal (add amounts A, D, and E)		230	3,498 F
Deduct:			
Proceeds of sale (less outlays and expenses not			
otherwise deductible) from the disposition of			
all eligible capital property during			
the taxation year	242	0	G
The gross amount of a reduction in respect of			
a forgiven debt obligation as provided for in			
subsection 80(7)	244	0	H
Other adjustments	246	0	I
(add amounts G, H, and I)		0 x 0.75 =	248 J
Cumulative eligible capital balance (amount F minus amount J)			3,498 K
(if amount K is negative, enter "0" at line M and proceed to Part 2)			
Cumulative eligible capital for a property no longer			
owned after ceasing to carry on that business	249	0	
amount K	3,498		
less amount from line 249	0		
Current year deduction	3,498	x 7.00% =	245 *
(line 249 plus line 250) (enter this amount at line 405 of Schedule 1)	245		245 L
Cumulative eligible capital - Closing balance (amount K minus amount L)			
(if negative, enter "0")			
		300	3,253 M
* You can claim any amount up to the maximum deduction of 7%. The deduction may not exceed the maximum amount prorated by the number of days in the taxation year divided by 365.			

Part 2 - Amount to be included in income arising from disposition

(complete this part only if the amount at line K is negative)

Amount from line K (show as positive amount) 0 N

Total of cumulative eligible capital (CEC) deductions from income
for taxation years beginning after June 30, 1988 400 0 1

Total of all amounts which reduced CEC in the current or
prior years under subsection 80(7) 401 0 2

Total of CEC deductions claimed for taxation years
beginning before July 1, 1988 402 0 3

Negative balances in the CEC account that were
included in income for taxation years beginning
before July 1, 1988 408 0 4

Line 3 minus line 4 (if negative, enter "0") 0 5

Total of lines 1, 2, and 5 0 6

Amounts included in income under paragraph 14(1)(b), as that
paragraph applied to taxation years ending after June 30, 1988
and before February 28, 2000, to the extent that it is for
an amount described at line 400 0 7

Amounts at line T from Schedule 10 previous taxation
years ending after February 27, 2000 0 8

Subtotal (line 7 plus line 8) 409 0 9

Line 6 minus line 9 (if negative, enter "0") 0 O

Line N minus line O (if negative, enter "0") 0 P
Line 5 0 x 1/2 = 0 Q

Line P minus line Q (if negative, enter "0") 0 R

Amount R 0 x 2/3 = 0 S

Amount N or amount O, whichever is less 0 T

Amount to be included in income (amount S plus amount T)
(enter this amount on line 108 of Schedule 1) 410 0

Canada Customs and Revenue Agency/Agence des douanes et du revenu du Canada

CONTINUITY OF RESERVES

- For use by corporations to provide a continuity of all reserves claimed which are allowed for tax purposes.
- References to parts, sections, subsections, paragraphs, and subparagraphs are from the federal "Income Tax Act".
- File one completed copy of this schedule with the corporation's "T2 Corporation Income Tax Return".
- For more information, see the "T2 Corporation Income Tax Guide".

Part 1 - Capital gains reserves

Description of property	Balance at the beginning of the year	Transfer on amalgamation or wind-up of subsidiary	Add	Deduct	Balance at the end of the year
	\$	\$	\$	\$	\$
001	002	003			004
	0	0	0	0	0
	0	0	0	0	0
	0	0	0	0	0
	0	0	0	0	0
	0	0	0	0	0
Totals	0080	0090	0	0	0100
	=====	=====	=====	=====	=====

The total capital gains reserve at the beginning of the taxation year plus the total capital gains reserve transfer on amalgamation or wind-up of subsidiary should be entered on line 880, and the total capital gains reserve at the end of the taxation year, should be entered on line 885 of Schedule 6.

Financial Statement Reserves (not deductible)

Description	Balance at the beginning of the year	Transfer on amalgamation or wind-up of subsidiary	Add	Deduct	Balance at the end of the year
LIABILITY FOR FUTURE BENEFIT	2,078,931	0	70,466	0	2,149,397
	0	0	0	0	0
	0	0	0	0	0
	0	0	0	0	0
	0	0	0	0	0
	0	0	0	0	0
Reserves From Section 2 below	0	0	0	0	0
Totals	2,078,931	0	70,466	0	2,149,397
	=====	=====	=====	=====	=====

The total opening balance plus the total transfers should be entered on line 414 of Schedule 1 as a deduction.

The total closing balance should be entered on line 126 of Schedule 1 as an addition.

Part 2 - Other reserves

Description		Balance at the beginning of the year	Transfer on amalgamation or wind-up of subsidiary	Add	Deduct	Balance at the end of the year
	[X]	\$	\$	\$	\$	\$
Reserve for doubtful debts..... []	<input type="checkbox"/>	0	0	0	0	0
Reserve for undelivered goods and services not rendered..... []	<input type="checkbox"/>	0	0	0	0	0
Reserve for prepaid rent..... []	<input type="checkbox"/>	0	0	0	0	0
Reserve for December 31, 1995 income..... []	<input type="checkbox"/>	0	0	0	0	0
Reserve for refundable containers..... []	<input type="checkbox"/>	0	0	0	0	0
Reserve for unpaid amounts..... []	<input type="checkbox"/>	0	0	0	0	0
Other tax reserves..... []	<input type="checkbox"/>	0	0	0	0	0
Totals		0	0	0	0	0

Enter "X" in the column above if the tax reserve has also been reported on the corporation's financial statements. This allows offsetting entries on Schedule 1, resulting in a zero effect on net income for tax purposes.

The amount from line 270 plus the amount from line 275 should be entered on line 125 of Schedule 1 as an addition.

The amount from line 280 should be entered on line 413 of Schedule 1 as a deduction.

Canada Customs and Revenue Agency/Agences des douanes et du revenu du Canada

MISCELLANEOUS PAYMENTS TO RESIDENTS

- This schedule must be completed by all corporations who made the following payments to residents of Canada:
royalties for which the corporation has not filed a T5 slip; research and development fees; management fees; technical assistance fees; and similar payments.
- Please enter the name and address of the recipient and the amount of the payment in the applicable column. If several payments of the same type (i.e., management fees) were made to the same person, enter the total amount paid. If similar types of payments have been made, but do not fit into any of the categories, enter these amounts in the column entitled "Similar payments".

Name of recipient	Address of recipient 1 = Address 1 2 = Address 2 3 = City 4 = Province, Country, Postal Code and Zip Code or Foreign Postal Code	Royalties	Research and development fees	Management fees	Technical assistance fees	Similar payments
BURLINGTON HYDRO ELECTRIC	1340 BRANT STREET BURLINGTON ON L7R-3Z7	0	0	105,772	0	0

Canada Customs and Revenue Agency/Agence des douanes et du revenu du Canada

AGREEMENT AMONG ASSOCIATED CANADIAN-CONTROLLED PRIVATE CORPORATIONS
TO ALLOCATE THE BUSINESS LIMIT

- For use by a Canadian-controlled private corporation (CCPC) to identify all associated corporations and to assign a percentage for each associated corporation. This percentage will be used to allocate the business limit for purposes of the small business deduction. Information from this schedule will also be used to determine the date the balance of tax is due and to calculate the reduction to the business limit.
- An associated CCPC that has more than one taxation year ending in a calendar year, is required to file an agreement for each taxation year ending in that calendar year.

Column 1: Enter the legal name of each of the corporations in the associated group, including non-CCPCs and CCPCs that have filed an election under subsection 256(2) of the "Income Tax Act," not to be associated for purposes of the small business deduction.

Column 2: Provide the Business Number for each corporation (if a corporation is not registered, enter "NR").

Column 3: Enter the code that applies to each corporation:

- 1 - associated for purposes of allocating the business limit (unless association code 5 applies)
- 2 - CCPC that is a "third corporation" that has elected under subsection 256(2) not to be associated for purposes of the small business deduction
- 3 - non-CCPC that is a "third corporation" as defined in subsection 256(2)
- 4 - associated non-CCPC
- 5 - associated CCPC that is not associated for purposes of allocating the business limit because of a subsection 256(2) election made by a "third corporation"

Column 4: Enter the business limit for the year of each corporation in the associated group that is computed at line 4 on page 4 of each respective corporation's T2 return.

Column 5: Assign a percentage to allocate the business limit to each corporation that has an association code 1 in column 3. The total of all percentages in column 5 cannot exceed 100%.

Column 6: Enter the business limit allocated to each corporation by multiplying the amount in column 4 times the percentage in column 5. Add all business limits allocated in column 6 and enter the total at line A. Ensure that the total at line A is equal to an amount in one of the following ranges, whichever applies:

- from \$200,001 to \$225,000, if the calendar year to which this agreement applies is 2003;
- from \$225,001 to \$250,000, if the calendar year to which this agreement applies is 2004; or
- from \$250,001 to \$300,000, if the calendar year to which this agreement applies is 2005.

If the calendar year to which this agreement applies is after 2005, ensure that the total at line A does not exceed \$300,000.

Allocation of the business limit

Date filed (do not use this area).....	025	Year Month Day
Enter the calendar year to which the agreement applies.....	050	Year 2004

Allocation of the business limit (cont'd)

Is this an amended agreement for the above-noted calendar year that is intended to replace an agreement previously filed by any of the associated corporations listed below?.....075[Y/N][N]

1	2	3	4	5	6
Names of associated corporations	Business Number of associated corporations	Association code	Business limit for the year (before the allocation) \$	Percentage of the business limit %	Business limit allocated * \$
100	200	300		350	400
BURLINGTON HYDRO INC.	868291980RC0001	1	250,000	100.0000	250,000
See attached				.0000	0
			Total	100.0000	250,000 A
				=====	=====

* The % of the annual business limit required to maximize the small business deduction is .0000%.

100.0000% of the annual business limit can be attributed to an associated corporation.

Business limit reduction under subsection 125(5.1)

The business limit reduction is calculated in the small business deduction area of the T2 return.

One of the amounts used in this calculation is the "Large corporation tax" at line 415 of the T2 return.

If the corporation is a member of an associated group*** of corporations in the current taxation year, and that taxation year:

- starts before December 21, 2002, the amount at line 415 of the T2 return is equal to the gross Part I.3 tax of each corporation in the associated group*** for its last taxation year ending in the preceding calendar year. The gross Part I.3 tax is the amount before deducting the surtax credits, which is increased to reflect a full-year tax liability if the taxation year is less than 51 weeks; or
- starts after December 20, 2002, the amount at line 415 of the T2 return is equal to 0.225% x (A - \$10,000,000) where, "A" is the total of taxable capital employed in Canada** of each corporation in the associated group*** for its last taxation year ending in the preceding calendar year.

* Each corporation will enter on line 410 of the T2 return, the amount allocated to it in column 6. However, if the corporation's taxation year is less than 51 weeks, prorate the amount in column 6 by the number of days in the taxation year divided by 365, and enter the result on line 410 of the T2 return.

If a CCPC has more than one taxation year ending in a calendar year and is associated in more than one of those years with another CCPC that has a taxation year ending in the same calendar year, the business limit for the second (and subsequent) taxation year(s) will be equal to the business limit allocated for the first taxation year ending in the calendar year.

** "Taxable capital employed in Canada" has the meaning assigned by subsection 181.2(1) or 181.3(1) or section 181.4 of the "Income Tax Act."

*** The associated group includes the corporation filing this schedule and each corporation that has an "association code" of 1 or 4 in column 3.

1	2	3	4	5	6	7
Names of associated corporations	Business Number of associated corporations	Asso- ciation code	Business limit for the year (before the allocation)	Percentage of the business limit	Business limit allocated \$	Part I.3 Tax
[100]	[200]	[300]		[350]	[400]	
BURLINGTON ELECTRICAL SERVICES	868291782RC0001	1	250,000	.0000	0	0
BURLINGTON HYDRO ELECTRIC INC.	883614927RC0001	1	250,000	.0000	0	303
TOTALS			500,000	.0000	0	303

Schedule 23-Supplementary

Canada Customs and Revenue Agency/Agence des douanes et du revenu du Canada

INVESTMENT TAX CREDIT - CORPORATIONS

General information

1. For use by a corporation that during a taxation year:
 - a) earned an investment tax credit (ITC);
 - b) is claiming a deduction against their Part I tax payable;
 - c) is claiming a refund of credit earned during the current taxation year;
 - d) is claiming a carry-forward of credit from preceding taxation years;
 - e) is transferring a credit following an amalgamation or wind-up of a subsidiary, as described under subsections 87(1) and 88(1) of the federal "Income Tax Act;"
 - f) is requesting a credit carry-back; or
 - g) is subject to a recapture of ITC.
2. References to parts, sections, and subsections on this schedule are from the federal "Income Tax Act" and the federal "Income Tax Regulations." References to interpretation bulletins and information circulars are to the latest versions.
3. The ITC is eligible for a three-year carryback (if not deductible in the year earned) and a ten-year carryforward.
4. Investments or expenditures, as defined in subsection 127(9) and Part XLVI of the federal "Income Tax Regulations," that earn the ITC are:
 - qualified property;
 - certified property;
 - qualified expenditures for scientific research and experimental development (SR&ED). Complete and file Form T661, "Claim for Scientific Research and Experimental Development Expenditures Carried on in Canada;" and
 - pre-production mining expenditures.
5. Attach a completed copy of this schedule with the "T2 Corporation Income Tax Return."
6. For more information on ITCs, see the section called "Investment Tax Credit" in the "T2 Corporation - Income Tax Guide," Information Circular IC 78-4, "Investment Tax Credit Rates," and its related Special Release. Also, see Interpretation Bulletin IT-151, "Scientific Research and Experimental Development Expenditures."
7. For information on SR&ED, see Interpretation Bulletin IT-151, "Scientific Research and Experimental Development Expenditures," Information Circular 86-4, "Scientific Research and Experimental Development," Guide T4052, "An Introduction to the Scientific Research and Experimental Development Program," and Guide T4088, "Claiming Scientific Research and Experimental Development" (guide to Form T661).

Detailed information

1. For the purpose of this schedule, **investment** means:
 The capital cost of the property (excluding amounts added by an election under section 21), determined without reference to subsections 13(7.1) and 13(7.4), minus the amount of any government assistance or non-government assistance that the corporation has received, is entitled to receive, or can reasonably be expected to receive for that property when it files the income tax return for the year in which the property was acquired.
2. An ITC deducted or refunded in a taxation year for a depreciable property, other than a depreciable property deductible under paragraph 37(1)(b), reduces the capital cost of that property in the next taxation year. It also reduces the undepreciated capital cost of that class in the next taxation year.
 An ITC for SR&ED deducted or refunded in a taxation year will reduce the balance in the pool of deductible SR&ED expenditures and the adjusted cost base (ACB) of an interest in a partnership in the next taxation year. An ITC from pre-production mining expenditures deducted in a taxation year reduces the balance in the pool of deductible cumulative Canadian exploration expenses in the next taxation year.
3. Property acquired has to be "available for use" before a claim can be made for an ITC.

Detailed information (continued)

4. Qualified expenditures for SR&ED and capital costs for a property qualifying for an ITC must be identified by the claimant on Form T661 and Schedule 31 no later than 12 months after the claimant's income tax return is due for the taxation year in which the expenditures or capital costs were incurred.

5. Partnership allocations - Subsection 127(8) provides for the allocation of the amount that may reasonably be considered to be a partner's share of the ITCs of the partnership at the end of the fiscal period of the partnership. An allocation of ITCs is generally considered to be the partner's reasonable share of the ITCs if it is made in the same proportion in which the partners have agreed to share any income or loss and if section 103 of the Act is not applicable for the agreement to share any income or loss. For more information, see Interpretation Bulletin IT-151.

Part 1 - Investments or expenditures, percentages, and codes

Investments	Specified percentage	Code
Qualified property acquired primarily for use in Newfoundland and Labrador, Prince Edward Island, Nova Scotia, New Brunswick, the Gaspé Peninsula, or a prescribed offshore region	10%	14
Expenditures		
If you are a Canadian-controlled private corporation (CCPC) throughout the taxation year, code 11B may apply to you on the portion that you claim of the SR&ED qualified expenditure pool that does not exceed your expenditure limit (see Part 10)		
	35%	11B
Note: If your current year's qualified expenditures are more than the corporation's expenditure limit (see Part 10), the excess is eligible for an ITC calculated at the 20% rate.		
If you are a corporation that is not a CCPC throughout the current taxation year that incurred qualified expenditures for SR&ED in any area in Canada after 1995		
	20%	3B
If you are a taxable Canadian corporation that incurred pre-production mining expenditures:		
- in 2003	5%	--
- in 2004	7%	--
- after 2004	10%	--

Part 2 - Determination of a qualifying corporation

Is the corporation a qualifying corporation?

101

 [Y/N] [N]

For the purpose of a refundable ITC, a **qualifying corporation** is defined under subsection 127.1(2). The corporation has to be a CCPC throughout the current taxation year and the taxable income (before any loss carrybacks) for its preceding year cannot be more than its business limit for that preceding year. If the corporation is associated with any other corporations during the taxation year, the total of the taxable incomes of the corporation and the associated corporations (before any loss carrybacks), for their last taxation year ending in the preceding calendar year, cannot be more than the total of their business limits for that last year.

Note: A CCPC calculating a refundable ITC for taxation years ending before March 23, 2004, is considered to be associated with another corporation, if it meets any of the conditions in subsection 256(1). For taxation years ending after March 22, 2004, the association rule remains the same except where:

- one corporation is associated with another corporation solely because one or more persons own shares of the capital stock of both corporations; and

- one of the corporations has at least one shareholder who is not common to both corporations.

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Part 2 - Determination of a qualifying corporation (continued)

If you are a qualifying corporation, you will earn a 100% refund on its share of any investment tax credits earned at the 35% rate on qualified current expenditures for SR&ED, up to the allocated expenditure limit. The 100% refund does not apply to qualified capital expenditures eligible for the 35% credit rate. They are only eligible for the 40% refund.

Some CCPCs that are not qualifying corporations may also earn a 100% refund on their share of any investment tax credits earned at the 35% rate on qualified current expenditures for SR&ED, up to the allocated expenditure limit. The expenditure limit can be determined in Part 10. The 100% refund does not apply to qualified capital expenditures eligible for the 35% credit rate. They are only eligible for the 40% refund.

The 100% refund will not be available to a corporation that is an **excluded corporation** as defined under subsection 127.1(2). A corporation is an excluded corporation if, at any time during the year, it is a corporation that is either controlled by (directly or indirectly, in any manner whatever) or is related to:

a) one or more persons exempt from Part I tax under section 149;

b) Her Majesty in right of a province, a Canadian municipality, or any other public authority; or

c) any combination of persons referred to in a or b above.

Part 3 - Corporations in the farming industry

Complete this area if the corporation is making SR&ED contributions

Is the corporation **claiming** a contribution **in the current year** to an agricultural organization whose goal is to finance SR&ED work (for example, check-off dues)?.....

102

 [Y/N] [N]

If "Yes," complete Schedule 125, "Income Statement Information," to identify the type of farming industry the corporation is involved in. For more information on Schedule 125, see the "Guide to the General Index of Financial Information (GIFI) for Corporations."

Part 4 - Eligible investments for qualified property from the current taxation year - code 14 only

CCA class number	Description of investment	Date available for use	Location used (province)	Amount of investment
<div>105</div>	<div>110</div>	<div>115</div>	<div>120</div>	<div>125</div>
1.				0
2.				0
3.				0
4.				0
5.				0
6.				0
7.				0
8.				0
9.				0
10.				0
11.				0
12.				0
13.				0
14.				0
15.				0
16.				0
17.				0
18.				0
19.				0
20.				0

CCA class number	Description of investment	Date available for use	Location used (province)	Amount of investment
105	110	115	120	125
				0.
				0.
				0.
				0.
				0.
				0.
				0.
				0.

			Total investment	0.
			- enter in formula on line 240 in Part 5	=====

Part 5 - Calculation of current-year credit and account balances
- ITC from investments in qualified property

ITC at the end of the preceding taxation year				0
Deduct:				
Credit deemed as a remittance of co-op corporations	210	0		
Credit expired after 10 taxation years	215	0		

	Subtotal	0		0
			=====	-----
ITC at the beginning of the taxation year		220		0
Add:				
Credit transferred on amalgamation or wind-up of subsidiary	230	0		
ITC from repayment of assistance	235	0		
Total current-year credit:				
total of column 125	0	x 10% =	240	0
Credit allocated from a partnership	250	0		

	Subtotal	0		0
			=====	-----
Total credit available				0
Deduct:				
Credit deducted from Part I tax (enter on line FFF in Part 19)	260	0		
Credit carried back to the preceding year(s) (from Part 6)		0	A	
Credit transferred to offset Part VII tax liability	280	0		

	Subtotal	0		0
			=====	-----
Credit balance before refund				0
Deduct:				
Refund of credit claimed on investments from qualified property (from Part 7)		310		0

ITC closing balance of investments from qualified property		320		0
			=====	

Part 6 - Request for carryback of credit from investments in qualified property

Year Month Day

1st preceding taxation year

2nd preceding taxation year

3rd preceding taxation year

Credit to be applied

901

902

903

0

0

0

Total

0

(enter on line A in Part 5)

=====

Part 7 - Calculation of refund for qualifying corporations on investments from qualified property

Current-year ITCs (total of lines 240 and 250 in Part 5)

0

C

=====

Credit balance before refund (amount B from Part 5)

0

D

=====

Refund (40% of amount C or D, whichever is less)

0

E

=====

Enter amount E or a lesser amount on line 310 in Part 5 (also enter on line 780 of the T2 return if no SR&ED ITC refund is claimed).

Part 8 - Qualified expenditures for SR&ED

Current expenditures

350

381,122

Capital expenditures

360

0

Repayments made in the year (from line 560 on Form T661)

370

0

Total (this must equal the amount from line 570 on Form T661)

380

381,122

=====

Part 9 - Components of the SR&ED expenditure limit calculation

Note: A CCPC calculating the SR&ED expenditure limit for taxation years ending before March 23, 2004, is considered to be associated with another corporation, if it meets any of the conditions in subsection 256(1). For taxation years ending after March 22, 2004, the association rule remains the same except where:

- one corporation is associated with another corporation solely because one or more persons own shares of the capital stock of both corporations; and
- one of the corporations has at least one shareholder who is not common to both corporations.

Is the corporation associated with another CCPC, for the purpose of calculating the SR&ED expenditure limit?

385

[Y/N] [Y]

Complete line 390 and 395 if you answered "No" to the question at line 385 above or if the corporation is not associated with any other corporations (the components for associated corporations will be determined on Schedule 49). This Part only applies to a CCPC throughout the current taxation year.

A) Enter your taxable income for the preceding taxation year*

390

0

=====

B) Enter your reduced business limit for the current taxation year*

(this amount cannot be more than the amount at line 4 on page 4 of the T2 return)

395

0

=====

* If either of the taxation years referred to at line 390 or 395 are less than 51 weeks, gross up the taxable income and/or the business limit for the applicable taxation year by the ratio that 365 is of the number of days in those taxation years. For details on the expression "Reduced business limit," see line 652 of the "T2 Corporation - Income Tax Guide."

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Part 10 - Calculation of SR&ED expenditure limit for a CCPC throughout the current taxation year

For stand-alone corporations:

5,000,000*

Subtract: line 390 from Part 9 or \$300,000*, whichever is more. 0 x 10 = 0

Excess (if negative, enter "0"). 0 F

Line F 0 x Line 395 0 = 0 **G

Line 4 on page 4 of the T2 return 0

For associated corporations:

If associated, the allocation of the SR&ED expenditure limit as provided on Schedule 49. 400 0 **H

* If your taxation year immediately follows a taxation year that ended before 2003, the references to \$5,000,000 and \$300,000 should be \$4,000,000 and \$200,000 respectively.

** Amount G or H cannot be more than \$2,000,000.

Where the taxation year of the corporation is less than 51 weeks, calculate the amount of the expenditure limit as follows:

Number of days in the taxation year

Line G or H 0 x 0 = 0 I

0

Your SR&ED expenditure limit for the year (enter the amount from line G, H, or I, whichever applies). 410 0

Part 11 - Calculation of investment tax credits on SR&ED expenditures

Enter whichever is less: current expenditures (line 350 from Part 8) or the expenditure limit (line 410 from Part 10)* 420 0 x 35% = 0 J

Line 350 minus line 410 (if negative, enter "0"). 430 381,122 x 20% = 76,224 K

Line 410 minus line 350 (if negative, enter "0"). 0 L

Enter whichever is less: capital expenditures (line 360 from Part 8) or line L above* 440 0 x 35% = 0 M

Line 360 minus line L (if negative, enter "0"). 450 0 x 20% = 0 N

Repayments

(amount from line 370 in Part 8). 0

If a corporation makes a repayment of any government assistance, non-government assistance, or contract payments that reduced the amount of qualified expenditures for ITC purposes, the amount of the repayment is eligible for a credit at the rate that would have applied to the repaid amount.

460 0 x 35% = 0

470 0 x 30% = 0

480 0 x 20% = 0

Total 0 0 O

Current-year SR&ED ITC (total of lines J, K, M, N, and O; enter on line 540 in Part 12). 76,224

* For corporations that are not CCPCs throughout the year, enter "0" on lines J and M.

Part 12 - Calculation of current-year credit and account balances - ITC from SR&ED expenditures

ITC at the end of the preceding taxation year			0
Deduct:			
Credit deemed as a remittance of co-op corporations	510	0	
Credit expired after 10 taxation years	515	0	

Subtotal	0		0
	=====		-----
ITC at the beginning of the taxation year	520		0
Add:			
Credit transferred on amalgamation or wind-up of subsidiary	530	0	
Total current-year credit	540	76,224	
Credit allocated from a partnership	550	0	

Subtotal	76,224		76,224
	=====		-----
Total credit available			76,224
Deduct:			
Credit deducted from Part I tax (enter on line GGG in Part 19)	560	76,224	
Credit carried back to the preceding year(s) (from Part 13)		0	P
Credit transferred to offset Part VII tax liability	580	0	

Subtotal	76,224		76,224
	=====		-----
Credit balance before refund			0 Q
Deduct:			
Refund of credit claimed on expenditures of SR&ED (from Part 14 or 15, whichever applies)	610		0

ITC closing balance on SR&ED	620		0
			=====

Part 13 - Request for carryback of credit from SR&ED expenditures

	Year Month Day			
1st preceding taxation year		Credit to be applied	911	0
2nd preceding taxation year		Credit to be applied	912	0
3rd preceding taxation year		Credit to be applied	913	0

		Total		0
		(enter on line P in Part 12)	=====	

Part 14 - Calculation of refund of ITC for qualifying corporations - SR&ED

Complete this part only if you are a qualifying corporation as determined at line 101.

Is the corporation an excluded corporation as defined under subsection 127.1(2)?	650	[Y/N]	[N]
Credit balance before refund (amount Q from Part 12)	0	AA	
Current-year ITC (lines 540 plus 550 from Part 12 minus line O from Part 11)	0	BB	
Refundable credits (amount AA or BB, whichever is less)*			0 CC
Amount J from Part 11	0	DD	

Part 14 - Calculation of refund of ITC for qualifying corporations - SR&ED (continued)

Subtract: Amount CC or DD, whichever is less

0

EE

Net amount (if negative, enter "0")

0

FF

Amount FF

0 x 40%

0

GG

Add: Amount EE

0

HH

Refund of ITC (amounts GG plus HH - enter this, or a lesser amount, on line 610 in Part 12)

0

II

Enter the total of lines 310 from Part 5 and 610 from Part 12 on line 780 of the T2 return.

* If you are also an excluded corporation [as defined in subsection 127.1(2)], this amount should be multiplied by 40%. Claim this, or a lesser amount, as your refund of ITC on line II.

Part 15 - Calculation of refund of ITC for CCPCs that are not qualifying or excluded corporations - SR&ED

Complete this box only if you are a CCPC that is not a qualifying or excluded corporation as determined in Section 2.

Credit balance before refund (amount Q from Part 12)

0

JJ

Amount J from Part 11

0

KK

Subtract: Amount JJ or KK, whichever is less

0

LL

Net amount (if negative, enter "0")

0

MM

Amount M from Part 11

0

NN

Amount MM or NN, whichever is less

0 x 40%

0

OO

Add: Amount LL above

0

PP

Refund of ITC (amounts OO plus PP)

0

QQ

Enter QQ, or a lesser amount, on line 610 in Part 12 and also on line 780 of the T2 return.

Part 16 - Pre-production mining expenditures

Exploration information

A mineral resource that qualifies for the credit means a mineral deposit from which the principal mineral to be extracted is diamond, a base or precious metal deposit, or a mineral deposit from which the principal mineral to be extracted is an industrial mineral that, when refined, results in a base or precious metal.

In column 800, list all minerals for which pre-production mining expenditures have taken place in the taxation year and after 2002. Attach additional schedules if more space is required.

List of minerals

800

1.

2.

3.

4.

For each of the minerals reported in column 800 above, identify each project, mineral title, and mining division where title is registered. If there were no mineral title, identify the project and mining division only. Attach additional schedules if more space is required.

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Part 16 - Pre-production mining expenditures (continued)

Project name	Mineral title	Mining division
805	806	807
1.		
2.		
3.		
4.		

Pre-production mining expenditures *

Pre-production mining expenditures that the corporation incurred in the taxation year and after 2002, for the purpose of determining the existence, location, extent, or quality of a mineral resource in Canada:

Prospecting	810	0	RR
Geological, geophysical, or geochemical surveys	811	0	SS
Drilling by rotary, diamond, percussion, or other methods	812	0	TT
Trenching, digging test pits, and preliminary sampling	813	0	UU

Pre-production mining expenditures incurred in the taxation year and after 2002 for bringing a new mine in a mineral resource in Canada into production in reasonable commercial quantities and incurred before the new mine comes into production in such quantities:

Clearing, removing overburden, and stripping	820	0	VV
Sinking a mine shaft, constructing an adit, or other underground entry	821	0	WW

Other pre-production mining expenditures incurred in the taxation year and after 2002 (attach additional schedules if more space is required):

Description	Amount		
825	826		
1.	0		
2.	0		
3.	0		
4.	0		

Add amounts at column 826	0	0	XX
	=====		
Total pre-production mining expenditures (add amounts RR to XX)	830	0	

Deduct:

Total of all assistance (grants, subsidies, rebates, and forgivable loans) or reimbursements that the corporation has received or is entitled to receive in respect of the amounts referred to at line 830 above

832	0		

Excess (line 830 minus line 832) (if negative, enter "0")		0	YY

Add:

Repayments of government and non-government assistance

835	0	ZZ	

Pre-production mining expenditures (amount YY plus amount ZZ)		0	AAA
	=====		

* A pre-production mining expenditure is defined under subsection 127(9) which does not include an amount renounced under subsection 66(12.6).

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Part 17 - Calculation of current-year credit and account balances

- ITC from pre-production mining expenditures

ITC at the end of the preceding taxation year						0
Deduct:						
Credit deemed as a remittance of co-op corporations	841			0		
Credit expired after 10 taxation years	845			0		

Subtotal				0		0
				=====		
ITC at the beginning of the taxation year				850		0
Add:						
Credit transferred on amalgamation or wind-up of subsidiary				860		0
Expenditures from line AAA, Part 16, incurred in 2003	865	0	x	5% =	0	BBB
Expenditures from line AAA, Part 16, incurred in 2004	867	0	x	7% =	0	CCC
Expenditures from line AAA, Part 16, incurred after 2004	870	0	x	10% =	0	DDD
Total current-year credit (add amounts BBB, CCC, and DDD)				-----	0	0
				=====		
Total credit available						0
Deduct:						
Credit deducted from Part I tax (enter on line HHH in Part 19)				885	0	
Credit carried back to the preceding year(s) (from Part 18)					0	EEE

Subtotal				0		0
				=====		
ITC closing balance from pre-production mining expenditures				890		0
						=====

Part 18 - Request for carryback of credit from pre-production mining expenditures

	Year	Month	Day			
1st preceding taxation year				Credit to be applied	921	0
2nd preceding taxation year				Credit to be applied	922	0
3rd preceding taxation year				Credit to be applied	923	0

				Total		0
				(enter on line EEE in Part 17)	=====	

Part 19 - Total ITC deducted from Part I tax

ITC from investments in qualified property deducted from Part I tax (from line 260 in Part 5)	0	FFF
ITC from SR&ED expenditures deducted from Part I tax (from line 560 in Part 12)	76,224	GGG
ITC from pre-production mining expenditures deducted from Part I tax (from line 885 in Part 17)	0	HHH

Total ITC deducted from Part I tax (add lines FFF, GGG, and HHH)	76,224	III
		=====
(Enter amount III at line 652 on page 7 of the T2 return.)		

Part 20 - Calculating the recapture of ITC for corporations and corporate partnerships - SR&ED

You will have a recapture of ITC in a year when **all** of the following conditions are met:

- you acquired a particular property in the current year or in any of the 10 preceding taxation years;
- you claimed the cost of the property as a qualified expenditure for SR&ED on Form T661 or T665;
- the cost of the property was included in computing your ITC or was the subject of an agreement made under subsection 127(13) to transfer qualified expenditures; and
- you disposed of the property or converted it to commercial use after February 23, 1998. This condition is also met if you disposed of or converted to commercial use a property which incorporates the particular property previously referred to.

Note

The recapture **does not apply** if you disposed of the property to a non-arm's-length purchaser who intended to use it all or substantially all for SR&ED. When the non-arm's-length purchaser later sells or converts the property to commercial use, the recapture rules will apply to the purchaser based on the historical ITC rate of the original user.

You will report a recapture on the T2 return for the year in which you disposed of the property or converted it to commercial use. In the following taxation year, add the amount of the ITC recapture to the SR&ED expenditure pool.

If you have more than one disposition for calculations 1 and 2, complete the columns for each disposition for which a recapture applies, using the calculation formats below.

Calculation 1 - If you meet all of the above conditions

Amount of ITC you originally calculated for the property you acquired, or the original user's ITC where you acquired the property from a non-arm's-length party, as described in the note above	Amount calculated using ITC rate at the date of acquisition (or the original user's date of acquisition) on either the proceeds of disposition (if sold in an arm's-length transaction) or the fair market value of the property (in any other case)	Amount from column 700 or 710, whichever is less
700	710	
1. 0	0	0
2. 0	0	0
3. 0	0	0
4. 0	0	0
5. 0	0	0

		Subtotal 0 JJJ
	(enter this amount on line MMM in Part 21)	=====

Part 20 - Calculating the recapture of ITC for corporations and corporate partnerships - SR&ED (continued)

Calculation 2 - Only if you acquired all or a part of the qualified expenditure from another person under an agreement described in subsection 127(13); otherwise, enter nil at line KKK in Part 20.

A	B	C
The rate percentage that the transferee used in determining its ITC for qualified expenditures under a subsection 127(13) agreement	The proceeds of disposition of the property if you dispose of it to an arm's length person; or, in any other case, enter the fair market value of the property at conversion or disposition	The amount, if any, already provided for in Calculation 1 (This allows for the situation where only part of the cost of a property is transferred under a subsection 127(13) agreement.)
720	730	740
1. 0.00	0	0
2. 0.00	0	0
3. 0.00	0	0
4. 0.00	0	0
5. 0.00	0	0

D	E	F
The amount determined by the formula (A x B) - C (using the columns)	The ITC earned by the transferee in respect of the qualified expenditures which were transferred	Amount from column D or E, whichever is less
	750	
1. 0	0	0
2. 0	0	0
3. 0	0	0
4. 0	0	0
5. 0	0	0

	Subtotal	0 KKK
	(enter this amount on line NNN in Part 21)	=====

Calculation 3

As a member of the partnership, you will report your share of the ITC of the partnership after the ITC has been reduced by the amount of the recapture. If this amount is a positive amount you will report it on line 550 in Part 12. However, if the partnership does not have sufficient ITC otherwise available to offset the recapture, then the amount by which reductions to ITC exceed additions (the excess) will be determined and reported on line LLL below.

Corporate partner's share of the excess of ITC
(amount to be reported on line OOO in Part 21)

760

0 LLL

=====

Part 21 - Total recapture of investment tax credit

Recaptured ITC for calculation 1 from line JJJ in Part 20	0	MMM
Recaptured ITC for calculation 2 from line KKK in Part 20 above	0	NNN
Recaptured ITC for calculation 3 from line LLL in Part 20 above	0	OOO

Total recapture of investment tax credit		
- Add lines MMM, NNN, and OOO	0	PPP
		=====
(Enter amount PPP at line 602 on page 7 of the T2 return.)		

Continuity of Investment Tax Credit Carryovers

CCA Class No.: 99

CURRENT YEAR

Addition Current Year (A)	Applied Current Year (B)	Claimed as a Refund (C)	Carried Back (D)	ITC End of Year (A-B-C-D)
76,224	76,224	0	0	0

PRIOR YEARS

Taxation Year	ITC Beginning of Year (E)	Adjustments (F)	Applied Current Year (G)	Expired (H)	ITC End of Year (E-F-G-H)
1st prior year	0	0	0	0	0
2nd prior year	0	0	0	0	0
3rd prior year	0	0	0	0	0
4th prior year	0	0	0	0	0
5th prior year	0	0	0	0	0
6th prior year	0	0	0	0	0
7th prior year	0	0	0	0	0
8th prior year	0	0	0	0	0
9th prior year	0	0	0	0	0
10th prior year	0	0	0	0	0
TOTAL	0	0	0	0	0

Total I.T.C. utilized (B+C+D+G)

76,224

Canada Customs and Revenue Agency/Agence des douanes et du revenu du Canada

PART I.3 TAX ON LARGE CORPORATIONS

- This schedule is for use by corporations (other than financial institutions and insurance corporations) that have Part I.3 tax payable before deducting surtax credits (line 820 in Part 5). You should also use and file this schedule if you calculate a **gross Part I.3 tax for the purposes or unused surtax credit** (line 821 in Part 6) and a **current-year unused surtax credit** (line 850 in Part 8).
- Parts, sections, subsections, and paragraphs referred to on this schedule are from the federal "Income Tax Act" and the "Income Tax Regulations."
- Subsection 181(1) defines the terms "financial institution," "long-term debt," and "reserves."
- Subsection 181(3) provides the basis to determine the carrying value of a corporation's assets or any other amount under Part I.3 for its capital, investment allowance, taxable capital, or taxable capital employed in Canada, or for a partnership in which it has an interest.
- No Part I.3 tax is payable for a taxation year by a corporation that was:
 - 1) a non-resident-owned investment corporation throughout the year;
 - 2) bankrupt [as defined by subsection 128(3)] at the end of the year;
 - 3) a deposit insurance corporation throughout the year, as defined by subsection 137.1(5), or deemed to be a deposit insurance corporation by subsection 137.1(5.1);
 - 4) exempt from tax under section 149 throughout the year on all of its taxable income;
 - 5) neither resident in Canada nor carrying on a business through a permanent establishment in Canada at any time in the year; or
 - 6) a corporation described in subsection 136(2) throughout the year, the principal business of which was marketing (including any related processing) natural products belonging to or acquired from its members or customers.
- File the completed Schedule 33 with the "T2 Corporation Income Tax Return" no later than six months from the end of the taxation year.
- This schedule may contain changes that had not yet become law at the time of printing.

Complete the following areas to determine the amounts needed to calculate Part I.3 tax. If the corporation was a non-resident of Canada throughout the year and carried on a business through a permanent establishment in Canada, go to Part 4, "Taxable capital employed in Canada."

Part 1 - Capital

Add the following amounts at the end of the year:

Reserves that have not been deducted in computing income for the year under Part I.	101	2,149,397
Capital stock (or members' contributions if incorporated without share capital)	103	45,139,138
Retained earnings	104	3,647,757
Contributed surplus	105	876,228
Any other surpluses	106	0
Deferred unrealized foreign exchange gains	107	0
All loans and advances to the corporation	108	50,788,449
All indebtedness of the corporation represented by bonds, debentures, notes, mortgages, hypothecary claims, bankers' acceptances, or similar obligations	109	0
Any dividends declared but not paid by the corporation before the end of the year	110	0
All other indebtedness of the corporation (other than any indebtedness in respect of a lease) that has been outstanding for more than 365 days before the end of the year	111	0

Part 1 - Capital (cont'd)

Proportion of the amount, if any, by which the total of all amounts
(see note below) for the partnership of which the corporation is
a member at the end of the year exceeds the amount of the partnership's
deferred unrealized foreign exchange losses

112

0

Subtotal102,600,969102,600,969A

=====

Deduct the following amounts:

Deferred tax debit balance at the end of the year

121

1,222,000

Any deficit deducted in computing its shareholders' equity
(including, for this purpose, the amount of any provision for
the redemption of preferred shares) at the end of the year

122

0

Any amount deducted under subsection 135(1) in computing income under
Part I for the year, to the extent that the amount may reasonably be
regarded as being included in any of lines 101 to 112 above

123

0

The amount of deferred unrealized foreign exchange losses
at the end of the year

124

0

Subtotal1,222,0001,222,000B

=====

Capital for the year (amount A minus amount B) (if negative, enter "0")

190

101,378,969

=====

Note:

Lines 101, 107, 108, 109, 111, and 112 are determined as follows:

- If the partnership is a member of another partnership (tiered partnerships), include the amounts of
the partnership and tiered partnerships.

- Amounts for the partnership and tiered partnerships are those that would be determined under lines 101,
107, 108, 109, 111, and 112 as if they apply in the same way that they apply to corporations.

- Amounts owing to the member or to other corporations that are members of the partnership are not to be
included.

- Amounts are determined as at the end of the last fiscal period of the partnership ending in the year of
the corporation.

- The proportion of the total amounts is determined by the corporation's share of the partnership's income
or loss for the fiscal period of the partnership.

Part 2 - Investment allowance

Add the carrying value at the end of the year of the following assets of the corporation:

A share of another corporation

401

0

A loan or advance to another corporation (other than a financial institution)

402

0

A bond, debenture, note, mortgage, hypothecary claim, or similar obligation of
another corporation (other than a financial institution)

403

0

Long-term debt of a financial institution

404

0

A dividend receivable on a share of the capital stock of another corporation

405

0

A loan or advance to, or a bond, debenture, note, mortgage, hypothecary claim, or
similar obligation of, a partnership all of the members of which, throughout the year,
were other corporations (other than financial institutions) that were not exempt from
tax under Part I.3 (other than by reason of paragraph 181.1(3)(d))

406

0

An interest in a partnership (see note 1 below)

407

0

Investment allowance for the year

490

0

=====

Part 2 - Investment allowance (cont'd)

- Notes:
- 1) Where the corporation has an interest in a partnership or tiered partnerships, consider the following:
- the investment allowance of a partnership is deemed to be the amount calculated at line 490 above, at the end of its fiscal period, as if it was a corporation;
 - the total of the carrying value of each asset of the partnership described in the above lines is for its last fiscal period ending at or before the end of the corporation's taxation year; and
 - the carrying value of a partnership member's interest at the end of the year is its specified proportion [as defined in subsection 248(1)] of the partnership's investment allowance.
- 2) Lines 401 to 405 should not include the carrying value of a share of the capital stock of, a dividend payable by, or indebtedness of a corporation that is exempt from tax under Part I.3 [other than by reason of paragraph 181.1(3)(d)].
- 3) Where a trust is used as a conduit for loaning money from a corporation to another related corporation (other than a financial institution), the loan will be considered to have been made directly from the lending corporation to the borrowing corporation, according to subsection 181.2(6).

Part 3 - Taxable capital

Capital for the year (line 190)	101,378,969	C
Deduct: Investment allowance for the year (line 490)	0	D
Taxable capital for the year		
(amount C minus amount D) (if negative, enter "0")	101,378,969	

Part 4 - Taxable capital employed in Canada

To be completed by a corporation that was resident in Canada at any time in the year

Taxable capital for the year (line 500)	101,378,969	X	Taxable income earned in Canada	7,320,823		Taxable capital employed in Canada	101,378,969

- Notes:
- 1) Regulation 8601 gives details on calculating the amount of taxable income earned in Canada.
- 2) Where a corporation's taxable income for a taxation year is "0," it shall, for the purposes of the above calculation, be deemed to have a taxable income for that year of \$1,000.
- 3) In the case of an airline corporation, Regulation 8601 should be considered when completing the above calculation.

Part 4 - Taxable capital employed in Canada (cont'd)

To be completed by a corporation that was a non-resident of Canada throughout the year and carried on a business through a permanent establishment in Canada

Total of all amounts each of which is the carrying value at the end of the year of an asset of the corporation used in the year or held in the year, in the course of carrying on any business it carried on during the year through a permanent establishment in Canada. **701** 0

Deduct the following amounts:

Corporation's indebtedness at the end of the year [other than indebtedness described in any of paragraphs 181.2(3)(c) to (f)] that may reasonably be regarded as relating to a business it carried on during the year through a permanent establishment in Canada. **711** 0

Total of all amounts each of which is the carrying value at the end of year of an asset described in subsection 181.2(4) of the corporation that it used in the year, or held in the year, in the course of carrying on any business it carried on during the year through a permanent establishment in Canada. **712** 0

Total of all amounts each of which is the carrying value at the end of year of an asset of the corporation that is a ship or aircraft the corporation operated in international traffic, or personal property used or held by the corporation in carrying on any business during the year through a permanent establishment in Canada (see note below). **713** 0

Total deductions (add lines 711, 712, and 713) 0 0 E

Taxable capital employed in Canada

(line 701 minus amount E) (if negative, enter "0") **790** 0

Note: Complete line 713 only if the country in which the corporation is resident did not impose a capital tax for the year on similar assets, or a tax for the year on the income from the operation of a ship or aircraft in international traffic, of any corporation resident in Canada during the year.

Part 5 - Calculation of gross Part I.3 tax

Taxable capital employed in Canada (line 690 or 790, whichever applies) 101,378,969

Deduct: Capital deduction claimed for the year (enter \$50,000,000 or, for related corporations, the amount allocated on Schedule 36) **801** 50,000,000

Excess of taxable capital employed in Canada over capital deduction **811** 51,378,969

Year	Line 811		Number of days	Number of days in the taxation year				
Before 2004	51,378,969	x	(0 /	366)	x	.2250%	=	0 F
2004	51,378,969	x	(366 /	366)	x	.2000%	=	102,758 G
2005	51,378,969	x	(0 /	366)	x	.1750%	=	0 H
2006	51,378,969	x	(0 /	366)	x	.1250%	=	0 I
2007	51,378,969	x	(0 /	366)	x	.0625%	=	0 J

Note: The Part I.3 tax rate is reduced to 0% for the days in the taxation year that are after 2007.

Subtotal (add amounts F to J) 102,758 K

Where the taxation year of a corporation is less than 51 weeks, calculate the amount of gross Part I.3 tax as follows:

Amount K 102,758 x Number of days in the year 365 = 0 L

365

Gross Part I.3 tax (amount K or L, whichever applies) **820** 102,758

Part 9 - Calculation of net Part I.3 tax payable

Gross Part I.3 tax (line 820).....

102,758

T

Deduct:

Current-year surtax credit applied

(line 820 or 830, whichever is less).....

861

81,993

Unused surtax credit form previous years applied

(amount from line 320 on Schedule 37).....

862

0

Subtotal (cannot be more than amount on line 820)

81,993

81,993

U

=====

Net Part I.3 tax payable (amount T minus amount U).....

870

20,765

=====

Enter this amount at line 704 of the T2 return.

Canada Customs and Revenue Agency/Agence des douanes et du revenu du Canada

AGREEMENT AMONG RELATED CORPORATIONS - PART I.3 TAX

- Members of a related group of corporations should use this schedule to allocate the capital deduction of \$10,000,000 or \$50,000,000 among the members of the related group.
Do not file this agreement if no members of the related group have to pay Part I.3 tax.

Are any members of the related group liable to pay Part I.3 tax? [Y/N] [Y]

- In cases where a related corporation has more than one taxation year ending in a calendar year, it has to file an agreement for each of those taxation years.
- A corporation that is related to any other corporation at any time in a taxation year of the corporation that ends in a calendar year may file such an agreement.
- In accordance with subsection 181.5(7) of the federal "Income Tax Act", a Canadian-controlled private corporation is not considered to be related to another corporation for purposes of the capital deduction unless it is also associated with that corporation.
- Attach additional schedules if space for agreement is not sufficient.

Agreement

Date filed (do not use this area)

010

Year Month Day

Is this an amended agreement?

020

[Y/N] [N]

Calendar year to which the agreement applies

030

Year2004

Note:

This agreement must include all the information indicated below for all members of the related group, including members to which no amount of capital deduction is allocated for the year. However, any member that is exempt from Part I.3 tax under subsection 181.1(3) does not have to be included.

Names of all corporations which are members of the related group	Business Number (Note 1)	Allocation of capital deduction for the year \$	Taxation year end to which this agreement applies (Note 2)
200	300	400	500
BURLINGTON HYDRO INC.	868291980RC0001	50,000,000	
See attached		0	

Total (Before 2004 must not exceed \$10,000,000 After 2003 must not exceed \$50,000,000)		50,000,000 =====	

Note 1:

If a corporation is not registered, enter "NR."

Note 2:

Entries are only required in this column for a corporation that has more than one taxation year ending in the same calendar year and is related in two or more of those taxation years to another corporation that has a taxation year ending in that calendar year. The capital deduction of the first corporation for each such taxation year at the end of which it is related to the other corporation is an amount equal to its capital deduction for the first such taxation year. Enter the taxation year end to which this agreement applies.

T2 SCH 36 (04)

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- Members of a related group of corporations should use this schedule to allocate the capital deduction of \$10,000,000 or \$50,000,000 among the members of the related group.
- In accordance with subsection 181.5(7) of the federal "Income Tax Act," a Canadian-controlled private corporation is not considered to be related to another corporation for purposes of the capital deduction unless it is also associated with that corporation.

Names of all corporations which are members of the related group	Business Number (Note 1)	Allocation of capital deduction for the year	Taxation year end to which this agreement applies (Note 2)
[200]	[300]	[400]	[500]
BURLINGTON ELECTRICAL SERVICES	868291782RC0001	0	
BURLINGTON HYDRO ELECTRIC INC.	883614927RC0001	0	
TOTAL		0	

Note 1: If a corporation is not registered, enter "NR."

Note 2: Entries are only required in this column for a corporation that has more than one taxation year ending in the same calendar year and is related in two or more of those taxation years to another corporation that has a taxation year ending in that calendar year. The capital deduction of the first corporation for each such taxation year at the end of which it is related to the other corporation is an amount equal to its capital deduction for the first such taxation year. Enter the taxation year end to which this agreement applies.

Schedule 36 - Supplementary

Corporate Taxprep / Taxprep des sociétés - TP-11

Canada Customs and Revenue Agency/Agence des douanes et du revenu du Canada

**AGREEMENT AMONG ASSOCIATED CANADIAN-CONTROLLED PRIVATE CORPORATIONS
TO ALLOCATE THE EXPENDITURE LIMIT**

- Use this schedule to allocate the annual expenditure limit among associated Canadian-controlled private corporations (CCPCs), (subsection 127(10.2) of the "Income Tax Act"), in order to calculate the investment tax credit eligible for the 35% rate on qualifying scientific research and experimental development expenditures.
- An associated CCPC that has more than one taxation year ending in a calendar year is required to file an agreement for each taxation year ending in that calendar year.

Column 1: Enter the legal name of each of the corporations in the associated group, including CCPCs and non-CCPCs.

Column 2: Provide the Business Number for each corporation in column 1 (if a corporation is not registered, enter "NR").

Column 3: Enter the code that applies for each corporation identified in columns 1 and 2:
1 - CCPC
2 - Non-CCPC

Column 4A: Enter the taxable income for each corporation for their last taxation year ending in the preceding calendar year. If the taxable income for the preceding taxation year is nil or a loss, enter nil in column 4A.

Column 4B: Enter the reduced business limit from line 425 in the small business deduction section of the T2 return for each CCPC's tax year that ends in the calendar year of this agreement (see notes 1 and 2 below). This is used in the calculation of "B" below.

Column 4C: Enter the corporation's reduced business limit for the preceding taxation year. If any corporation in the group has more than one taxation year ending in either the current or preceding calendar year, enter the total of the reduced business limit(s) for the taxation year(s) ending in the calendar year preceding the year your corporation's taxation year ends. This is used to determine if the corporation is a "qualifying corporation" for investment tax credit purposes.

Column 4D: Enter the amount of the expenditure limit allocated to each corporation that has type of corporation code 1 in column 3. The rules for determining the total expenditure limit that can be allocated, (subsection 127(10.2) of the "Income Tax Act"), are explained below.

Allocation of expenditure limit

Date filed (do not use this area).....

025

Year Month Day

Enter the calendar year to which the agreement applies.....

050

Year2004

Is this an amended agreement for the above-noted calendar year that is intended to replace an agreement previously filed by any of the associated corporations listed below?.....

075

[Y/N] [N]

1	2	3	4A	4B	4C	4D
Names of associated corporations	Business Number of associated corporations	Type of corpo-ration code	Taxable Income of prior year	Reduced Business limit of current year	Reduced Business limit of prior year	Expenditure limit allocated*
						\$
100	200	300				400
BURLINGTON HYDRO INC.	868291980RC0001	1	7,043,999	0	0	0
See attached			0	0	0	0
			-----	-----	-----	-----
			7,043,999	0	0	
			=====	=====	=====	
Total expenditure limit (cannot be more than \$2,000,000)						4100
						=====

The total expenditure limit is calculated as follows:

(\$5,000,000** minus 10A) x B divided by C where,

A = the greater of:

- \$300,000**;

- the total of all taxable incomes (prior to any loss carry-backs applied) of all associated corporations identified in columns 1 and 2 for their last taxation years*** ending in the preceding calendar year;

B = the total of the reduced business limits for the year*** from line 425 in the small business deduction area of the T2 return for each of the associated CCPC's; and

C = the total of all business limits allocated to each associated corporations identified in columns 1 and 2 above (amount A from Schedule 23).

Amount A425500,000

Amount B4500

Amount C475250,000

* If a CCPC has more than one taxation year ending in a calendar year and is associated in more than one of those years with another CCPC that has a taxation year ending in the same calendar year, the expenditure limit for the second (and subsequent) taxation year(s) will be equal to the expenditure limit allocated for the first taxation year ending in the calendar year.

** If your taxation year immediately follows a taxation year that ended before 2003, the references to \$5,000,000 and \$300,000 in the above calculation, should be \$4,000,000 and \$200,000 respectively.

*** If any of the taxation years referred to in A or B above are less than 51 weeks, gross up the taxable incomes and the business limits for those taxation years by the ratio that 365 is of the number of days in those taxation years. Use these grossed up amounts when applying the formula above.

1	2	3	4A	4B	4C	4D	
Names of associated corporations	Business Number of associated corporations	Type of corpo-ration code	Taxable Income of prior year	Reduced Business limit of current year	Reduced Business limit of prior year	Expen-diture limit allocated	See (★)
[100]	[200]	[300]				[400]	
BURLINGTON ELECTRICAL SERVICES	868291782RC0001	1	0	0	0	0	
BURLINGTON HYDRO ELECTRIC INC.	883614927RC0001	1	0	0	0	0	
TOTALS			0	0	0	0	

Schedule 49 - Supplementary

(★) Corporations with an "X" satisfy the conditions for an exception mentioned below.

Note: A CCPC calculating a refundable ITC for taxation years ending before March 23, 2004, is considered to be associated with another corporation, if it meets any of the conditions in subsection 256(1). For taxation years ending after March 22, 2004, the association rule remains the same except where:

- one corporation is associated with another corporation solely because one or more persons own shares of the capital stock of the both corporations; and
- one of the corporations has at least one shareholder who is not common to both corporations.

Canada Customs and Revenue Agency/Agence des douanes et du revenu du Canada

SHAREHOLDER INFORMATION

All private corporations must complete this schedule for any shareholder who holds 10% or more of the corporation's common and/or preferred shares.

Name of shareholder	Business Number	Social Insurance Number	Percentage common shares	Percentage preferred shares	
	(note 1)	(note 2)			
	100	200	300	400	500
BURLINGTON HYDRO ELECTRIC INC.	883614927RC0001		100.00	0.00	
			0.00	0.00	
			0.00	0.00	
			0.00	0.00	
			0.00	0.00	
			0.00	0.00	
			0.00	0.00	
			0.00	0.00	
			0.00	0.00	

- Note 1:

If a corporate shareholder does not have a business number, NR must be entered to indicate the corporation is not registered.
- Note 2:

If an individual shareholder does not have a social insurance number, NA must be entered to indicate the SIN is not available.
- Note 3:

If a trust holds 10% or more of the corporation's common or preferred shares, enter "NR" for the business number and, if space permits, enter the trust's name and account number. Do not enter anything in the "SIN" column.

Schedule of Instalment Remittances

Telephone Number: 905-336-4381

Effective Interest Date	Description (Instalment Remittance, Split Payment, Assessed Credit)	Amount of Credit
	INSTALMENTS ALLOCATED TO FEDERAL RETURN	1,669,938
		0
		0
		0
		0
		0
		0
		0
		0
		0
		0
		0
		0
		0
	Total amount of instalments claimed (A)	1,669,938
	Total instalments credited to the taxation year per T9 (B)	1,669,938

— TRANSFER

Account Number	Taxation Year End	Amount	Effective Interest Date	Description
From:			0	
To:				



Ministry of Finance
Corporations Tax Branch
PO Box 620
33 King Street West
Oshawa ON L1H 8E9

2004/
2005

CT23 Corporations Tax and Annual Return

For taxation years commencing
after December 31, 2002

Corporations Tax Act - Ministry of Finance (MOF)
Corporations Information Act - Ministry of Consumer and Business Services (MCBS)

This form is a combination of the Ministry of Finance (MOF) **CT23 Corporations Tax Return** and the Ministry of Consumer and Business Services (MCBS) **Annual Return**. Page 1 is a common page required for both Returns. For tax purposes, depending on which criteria the corporation satisfies, it must complete either the **Exempt from Filing (EFF)** declaration on page 2 or file the **CT23 Return** on pages 3-17. Corporations that **do not** meet the EFF criteria but **do** meet the Short-Form criteria, may request and file the **CT23 Short-Form Return** (see page 2).

The **Annual Return** (common page 1 and MCBS Schedule A on pages 18 and 19, and Schedule K on page 20) contains non-tax information collected under the authority of the *Corporations Information Act* for the purpose of maintaining a public database of corporate information. This return must be completed by Ontario share-capital corporations or Foreign-Business share-capital corporations that have an extra-provincial licence to operate in Ontario.

Ministry Use

MCBS Annual Return Required? (Not required if already filed or Annual Return exempt. Refer to Guide)

☐

Yes

☒

No

Page 1 of 20

Corporation's Legal Name (including punctuation) BURLINGTON HYDRO INC.			Ontario Corporations Tax Account No. (MOF) 1800060													
Mailing Address 1340 BRANT STREET BURLINGTON ON CA L7R-3Z7			This Return covers the Taxation Year Start <table><tr><td>year</td><td>month</td><td>day</td></tr><tr><td>2004</td><td>01</td><td>01</td></tr></table> End <table><tr><td>year</td><td>month</td><td>day</td></tr><tr><td>2004</td><td>12</td><td>31</td></tr></table>		year	month	day	2004	01	01	year	month	day	2004	12	31
year	month	day														
2004	01	01														
year	month	day														
2004	12	31														
Has the mailing address changed since last filed CT23 Return? <input type="checkbox"/> Yes <input type="checkbox"/> No Date of Change <table><tr><td>year</td><td>month</td><td>day</td></tr><tr><td></td><td></td><td></td></tr></table>			year	month	day				Date of Incorporation or Amalgamation <table><tr><td>year</td><td>month</td><td>day</td></tr><tr><td>1999</td><td>12</td><td>01</td></tr></table>		year	month	day	1999	12	01
year	month	day														
year	month	day														
1999	12	01														
Registered/Head Office Address 1340 BRANT STREET BURLINGTON ON CA L7R-3Z7			Ontario Corporation No. (MCBS) 1388234													
Location of Books and Records 1340 BRANT STREET BURLINGTON ON CA L7R-3Z7			Canada Customs and Revenue Agency Business No. If applicable, enter 868291980RC0001													
Name of person to contact regarding this CT23 Return MICHAEL KYSLEY		Telephone No. 905-332-1851	Fax No. 905-332-8384													
Address of Principal Office in Ontario (Extra-Provincial Corporations only) (MCBS) ON CA -			If not incorporated in Ontario, indicate the date Ontario business activity commenced and ceased: Commenced <table><tr><td>year</td><td>month</td><td>day</td></tr><tr><td></td><td></td><td></td></tr></table> Ceased <table><tr><td>year</td><td>month</td><td>day</td></tr><tr><td></td><td></td><td></td></tr></table> <input checked="" type="checkbox"/> Not Applicable		year	month	day				year	month	day			
year	month	day														
year	month	day														
Former Corporation Name (Extra-Provincial Corporations only) (MCBS) <input checked="" type="checkbox"/> Not Applicable			Preferred Language / Langue de préférence <input checked="" type="checkbox"/> English anglais <input type="checkbox"/> French français													
Information on Directors/Officers/Administrators must be completed on MCBS Schedule A or K as appropriate. If additional space is required for Schedule A, only this schedule may be photocopied. State number submitted (MCBS). No. of Schedule(s) 0			Ministry use 													
If there is no change to the Directors'/Officers'/Administrators' information previously submitted to MCBS, please <input checked="" type="checkbox"/> this box. Schedule(s) A and K are not required (MCBS). <input checked="" type="checkbox"/> No Change																

Certification (MCBS)

I certify that all information set out in the **Annual Return** is true, correct and complete.

Name of Authorized Person (Print clearly or type in full)

Title ☐ Director ☒ Officer ☐ Other individuals having knowledge of the Corporation's business activities

Note: Sections 13 and 14 of the Corporations Information Act provide penalties for making false or misleading statements or omissions.

BURLINGTON HYDRO INC.

1800060

2004-12-31

CT23 Corporations Tax Return

Identification continued (for CT23 filers only)

Type of Corporation – Please "X" box(es) if applicable in sections **1** & **2**

1 1 ☒ Canadian-controlled Private (CCPC) all year
(Generally a private corporation of which
50% or more shares are owned by
Canadian residents.) (fed.s.125(7)(b))

2 ☐ Other Private

3 ☐ Public

4 ☐ Non-share Capital

5 ☐ Other (specify)

Share Capital with full voting rights
owned by Canadian Residents (nearest percent)

100

%

Ontario Retail Sales Tax Vendor Permit No.
(Use Head Office no.)

if applicable, enter

Ontario Employer Health Tax Account No.
(Use Head Office no.)

if applicable, enter

Specify major business activity

2 1 ☐ Family Farm Corporation s.1(2)
2 ☐ Family Fishing Corporation s.1(2)
3 ☐ Mortgage Investment Corporation s.47
4 ☐ Credit Union s.51
5 ☐ Bank Mortgage Subsidiary s.61(4)
6 ☐ Bank s.1(2)
7 ☐ Loan and Trust Corporation s.61(4)
8 ☐ Non-resident Corporation
s.2(2)(a) or (b)
9 ☐ Non-resident Corporation s.2(2)(c)
10 ☐ Mutual Fund Corporation s.48
11 ☐ Non-resident owned investment
Corporation s.49
12 ☐ Non-resident ship or aircraft under
reciprocal agreement with Canada s.28(b)

14 ☐ Bare Trustee Corporation
15 ☐ Branch of Non-resident s.63(1)
16 ☐ Financial institution prescribed by
Regulation only
17 ☐ Investment Dealer
18 ☐ Generator of electrical energy for sale or
producer of steam for use in the generation
of electrical energy for sale
19 ☐ Hydro successor, Municipal Electrical Utility
or subsidiary of either
20 ☐ Producer and seller of steam for uses other
than for the generation of electricity
21 ☐ Insurance Exchange s.74.4
22 ☐ Farm Feeder Finance Co-operative
Corporation
23 ☐ Professional Corporation
(incorporated professionals only)

Please "X" box(es) if applicable:

☐ First Year of Filing

☒ Amended Return

☐ Taxation Year End has changed - Canada Customs
and Revenue Agency approval required

☐ Final Taxation Year up to Dissolution (wind-up)
(Note: For discontinued businesses, see Guide.)

☐ Final Taxation Year before Amalgamation

☐ Floating Fiscal Year End

☐ Transfer or Receipt of Asset(s) involving a
corporation having a Canadian permanent
establishment outside Ontario

☐ Acquisition of Control fed s.249(4)

Date Control was acquired

year month day

Was the corporation inactive throughout the taxation year?

Yes No
☐ ☒

Has the corporation's Federal T2 Return been filed with the Canada Customs and Revenue Agency (CCRA)?

☒ ☐

Are you requesting a refund due to: the Carry-back of a Loss?

☐ ☒

an Overpayment?

☒ ☐

a Specified Refundable Tax Credit?

☐ ☒

Are you a Member of a Partnership or Joint Venture?

☐ ☒

Income Tax

Allocation – If you carry on a business through a permanent establishment in a jurisdiction outside Ontario, you may allocate that portion of taxable income deemed earned in that jurisdiction to that jurisdiction (s.39) (Int.B. 3008).

Net Income (loss) for Ontario purposes (per reconciliation schedule, page 15)	±	From	690	7,332,139.
Subtract: Charitable donations	-		1	11,316.
Subtract: Gifts to Her Majesty in right of Canada or a province and gifts of cultural property (Attach schedule 2)-	-		2	0.
Subtract: Taxable dividends deductible, per federal Schedule 3	-		3	0.
Subtract: Ontario political contributions (Attach Schedule 2A) (Int.B. 3002R)	-		4	0.
Subtract: Federal Part VI.1 tax	0. X 3		5	0.
Subtract: Prior years' losses applied – Non-capital losses	-	From	704	0.
Net capital losses (page 16)	0. X inclusion rate		714	0.
Farm losses	-	From	724	0.
Restricted farm losses	-	From	734	0.
Limited partnership losses	-	From	754	0.
Taxable Income (Non-capital loss)	=		10	7,320,823.
Addition to taxable income for unused foreign tax deduction for federal purposes	+	11	0.	
Adjusted Taxable Income	10 + 11 (if 10 is negative, enter 11)	=	20	7,320,823.

Taxable Income		Number of Days in Taxation Year	
From	10 (or 20 if applicable)	Days after Dec. 31, 2002 and before Jan. 1, 2004	Total Days
7,320,823. X	30 100.0000% X 12.5000% X	33 0 ÷ 73 366	= + 29 0.
		Ontario Allocation	
From	10 (or 20 if applicable)	Days after Dec. 31, 2003	Total Days
7,320,823. X	30 100.0000% X 14.0000% X	34 366 ÷ 73 366	= + 32 1,024,915.
		Ontario Allocation	
Income Tax Payable (before deduction of tax credits)	29 + 32	=	40 1,024,915.

Incentive Deduction for Small Business Corporations (IDSBC) (s.41)

If this section is not completed, the IDSBC will be denied.

Did you claim the federal Small Business Deduction (fed.s.125(1)) in the taxation year or would you have claimed the federal Small Business Deduction had the provisions of fed.s.125(5.1) not been applicable in the taxation year? (X) ☒ Yes ☐ No

* Income from active business carried on in Canada for federal purposes (fed.s.125(1)(a)) 50 7,332,139.

Federal taxable income, less adjustment for foreign tax credit (fed.s.125(1)(b))	+ 51	7,320,823.
Add: Losses of other years deducted for federal purposes (fed.s.111)	+ 52	0.
Subtract: Losses of other years deducted for Ontario purposes (s.34)	- 53	0.
	=	7,320,823. 54 7,320,823.
Federal Business limit (line 410 of the T2 Return) for the year before the application of fed.s.125(5.1)	55	250,000.

Ontario Business Limit Calculation

320,000 X	Days after Dec. 31, 2002 and before Jan. 1, 2004	31 0 ÷ ** 366	= + 46 0.
400,000 X	Days after Dec. 31, 2003	34 366 ÷ ** 366	= + 47 400,000.
		Percentage of Federal Business limit (from T2 Schedule 23). Enter 100% if not associated.	
Business Limit for Ontario purposes	46 + 47	= 44 400,000 X	48 100.0000% = 45 400,000.
Income eligible for the IDSBC	From 30	100.0000% X	56 400,000. = 60 400,000.
		*** Ontario Allocation	
		Least of 50, 54 or 45	

* **Note:** Modified by s.41(6) and (7) for corporations that are members of a partnership. (Refer to Guide.)

** **Note:** Adjust accordingly for a floating taxation year and use 366 for a leap year.

*** **Note:** Ontario Allocation for IDSBC purposes may differ from 30 if Taxable Income is allocated to foreign jurisdictions. See special rules (s.41(4)).

continued on Page 5

Income Tax *continued from Page 4*

Number of Days in Taxation Year

Calculation of IDSBC Rate	7.00%	x	$\frac{31}{73}$	=	0.366	+	0.89	=	1.256
---------------------------	-------	---	-----------------	---	-------	---	------	---	-------

$$8.50\% \times \frac{34}{366} \div \frac{73}{366} = + \frac{90}{366} = 8.5000\%$$

IDSB Rate for Taxation Year	<div style="border: 1px solid black; padding: 2px;">89</div>	+	<div style="border: 1px solid black; padding: 2px;">90</div>	=	<div style="border: 1px solid black; padding: 2px;">78</div>	8.5000
-----------------------------	--	---	--	---	--	--------

Claim	- - - - -	From	60	400,000.	X	From	78	8.5000%	- - - - -	=	70	34,000
-------	-----------	------	----	----------	---	------	----	---------	-----------	---	----	--------

Corporations claiming the IDSBC must complete the Surtax section below if the corporation's taxable income (or if associated, the associated group's taxable income) is greater than the amount in **114** below.

Surtax on Canadian-controlled Private Corporations (s.41.1)

Applies if you have claimed the Incentive Deduction for Small Business Corporations.

Associated Corporation - The Taxable Income of associated corporations is the taxable income for the taxation year ending on or before the date of this corporation's taxation year end.

* Taxable Income of the corporation - - - - - From 10 (or 20 if applicable) + 80 7,320,823.

If you are a member of an associated group (X) 81 **X** (Yes)

Name of associated corporation (Canadian & foreign)
(if insufficient space, attach schedule)

Ontario Corporations Tax
Account No. (MOF)
(if applicable)

Taxation Year End

* Taxable Income
(if loss, enter nil)

See attached

	+ 82	3,493,584.
--	------	------------

Aggregate Taxable Income 80 + 82 + 83 + 84, etc. - - - - - = 85 10,814,407.

Number of Days in Taxation Year

$$320,000 \times 31\% \div 73 = 115,000$$

	Days after Dec. 31, 2003	Total Days	
400,000	34	366	÷ 73
			= + 116
			400,000.

$$\boxed{115} + \boxed{116} = 400,000. - - - - - \boxed{114} \quad 400,000.$$

(If negative, enter nil) = 86 10,414,407.

Number of Days in Taxation Year

Calculation of Specified Rate for Surtax	4.6670%	x	<u>38</u>	<u>366</u>	÷	<u>73</u>	<u>366</u>	= +	<u>97</u>	4.6670
--	---------	---	-----------	------------	---	-----------	------------	-----	-----------	--------

From 86 10,414,407.X From 97 4.6670|% = 87 486,040.

From 87 $486,040 \cdot x$ From 60 $400,000 \cdot \div$ From 114 $400,000 \cdot =$ 88 486,040.

Surtax Lesser of 70 or 88 = 100 34,000

*** Note: Short Taxation Years** - Special rules apply where the taxation year is less than 51 weeks for the corporation and/or any corporation associated with it.

continued on Page 6

Income Tax continued from Page 5

Additional Deduction for Credit Unions (s.51(4)) (Attach schedule 17) 110 0.

Manufacturing and Processing Profits Credit (M&P) (s.43)

Applies to Eligible Canadian Profits from manufacturing and processing, farming, mining, logging and fishing carried on in Canada, as determined by regulations. Eligible Canadian Profits from mining are the "resource profits from the mining operations", as determined for Ontario depletion purposes, after deducting depletion and resource allowances but excluding amounts from sale of Canadian resource property, rentals or royalties. If you are claiming this credit, attach a copy of Ontario schedule 27. The whole of the active business income qualifies as Eligible Canadian Profits if: a) your active business income from sources other than manufacturing and processing, mining, farming, logging or fishing is 20% or less of the total active business income and b) the total active business income is \$250,000 or less.

Eligible Canadian Profits 120 0.

Subtract: Income eligible for the Incentive Deduction for Small Business Corporations (IDSBC) 56 400,000.

Add: Adjustment for Surtax on Canadian-controlled private corporations

From 100 34,000 ÷ From 30 100.0000% ÷ From 78 8.5000% = 121 400,000.

Lesser of 56 or 121 122 400,000.

120 - 56 + 122 130 0.

Taxable Income 10 7,320,823.

Subtract: Income eligible for the Incentive Deduction for Small Business Corporations (IDSBC) 56 400,000.

Add: Adjustments for Surtax on Canadian-controlled private corporations 122 400,000.

Subtract: Taxable Income 10 7,320,823. x Allocation % to jurisdictions outside Canada .0000% 140 0.

Subtract: Amount by which Canadian and foreign investment income exceeds net capital losses 141 0.

10 - 56 + 122 - 140 - 141 142 7,320,823.

Claim

Number of Days in Taxation Year

Days after Dec. 31, 2002 and before Jan. 1, 2004 Total Days 33 0 ÷ 73 366

Days after Dec. 31, 2003 Total Days 34 0 ÷ 73 366

143 0. X From 30 100.0000% X 1.5000% X 154 0.

Lesser of 130 or 142

143 0. X From 30 100.0000% X 2.0000% X 156 0.

Lesser of 130 or 142

M&P claim for taxation year 154 + 156 160 0.

* Note: Ontario Allocation for M&P Credit purposes may differ from 30 if Taxable Income is allocated to foreign jurisdictions. See special rules (s.43(1))

Manufacturing and Processing Profits Credit for Electrical Generating Corporations 161 0.

Manufacturing and Processing Profits Credit for Corporations that Produce and Sell Steam for uses other than the Generation of Electricity 162 0.

Credit for Foreign Taxes Paid (s.40)

Applies if you paid tax to a jurisdiction outside Canada on foreign investment income (Int.B. 3001R) (Attach schedule). 170 0.

Credit for Investment in Small Business Development Corporations (SBDC)

Applies if you have an unapplied, previously approved credit from prior years' investments in new issues of equity shares in Small Business Development Corporations. Any unused portion may be carried forward indefinitely and applied to reduce subsequent years' income taxes. (Refer to the former Small Business Development Corporations Act)

Eligible Credit 175 0.

Credit Claimed 180 0.

Subtotal of Income Tax 40 - 70 + 100 - 110 - 160 - 161 - 162 - 170 - 180 190 1,024,915.

Income Tax continued from Page 6

Specified Tax Credits (Refer to Guide)

Ontario Innovation Tax Credit (OITC) (s.43.3) *Applies* to scientific research and experimental development in Ontario.

Eligible Credit From 5620 OITC Claim Form (Attach original Claim Form) - - - - - + 191 0.

Co-operative Education Tax Credit (CETC) (s.43.4) *Applies* to employment of eligible students.

Eligible Credit From 5798 CT23 Schedule 113 (Attach Schedule 113) - - - - - + 192 1,000.

Ontario Film & Television Tax Credit (OFTTC) (s.43.5)

Applies to qualifying Ontario labour expenditures for eligible Canadian content film and television productions.

Eligible Credit From 5850 of the Certificate of Eligibility issued by the Ontario Media Development Corporation (OMDC) (Attach the original Certificate of Eligibility) - - - - - + 193 0.

Graduate Transitions Tax Credit (GTTC) (s.43.6)

Applies to employment of eligible unemployed post secondary graduates, for employment commencing prior to July 6, 2004 and expenditures incurred prior to January 1, 2005.

Eligible Credit From 6598 CT23 Schedule 115 (Attach Schedule 115) - - - - - + 195 0.

Ontario Book Publishing Tax Credit (OBPTC) (s.43.7)

Applies to qualifying expenditures in respect of eligible literary works by eligible Canadian authors.

Eligible Credit From 6900 OBPTC Claim Form (Attach both the original Claim Form and the Certificate of Eligibility) - - - - + 196 0.

Ontario Computer Animation and Special Effects Tax Credit (OCASE) (s.43.8)

Applies to labour relating to computer animation and special effects on an eligible production.

Eligible Credit From 6700 of the Certificate of Eligibility issued by the Ontario Media Development Corporation (OMDC) (Attach the original Certificate of Eligibility) - - - - - + 197 0.

Ontario Business-Research Institute Tax Credit (OBRITC) (s.43.9)

Applies to qualifying R&D expenditures under an eligible research institute contract.

Eligible Credit From 7100 OBRITC Claim Form (Attach original Claim Form) - - - - - + 198 0.

Ontario Production Services Tax Credit (OPSTC) (s.43.10)

Applies to qualifying Ontario labour expenditures for eligible productions where the OFTTC has not been claimed.

Eligible Credit From 7300 of the Certificate of Eligibility issued by the Ontario Media Development Corporation (OMDC) (Attach the original Certificate of Eligibility) - - - - - + 199 0.

Ontario Interactive Digital Media Tax Credit (OIDMTC) (s.43.11)

Applies to qualifying labour expenditures of eligible products for the taxation year.

Eligible Credit From 7400 of the Certificate of Eligibility issued by the Ontario Media Development Corporation (OMDC). (Attach the original Certificate of Eligibility) - - - - - + 200 0.

Ontario Sound Recording Tax Credit (OSRTC) (s.43.12)

Applies to qualifying expenditures in respect of eligible Canadian sound recordings.

Eligible Credit From 7500 OSRTC Claim Form (Attach both the original Claim Form and the Certificate of Eligibility) - - - - + 201 0.

Apprenticeship Training Tax Credit (ATTC) (s.43.13)

Applies to employment of eligible apprentices.

Eligible Credit From 5898 CT23 Schedule 114 (Attach Schedule 114) - - - - - + 203 0.

Other (specify) - - - - - + 203.1 0.

Total Specified Tax Credits 191 + 192 + 193 + 195 + 196 + 197 + 198 + 199 + 200 + 201 + 203 + 203.1 = 220 1,000.

Specified Tax Credits Applied to reduce Income Tax - - - - - = 225 1,000.

Income Tax 190 - 225 OR Enter NIL if reporting Non-Capital Loss (amount cannot be negative) - - - - - = 230 1,023,915.

To determine if the Corporate Minimum Tax (CMT) is applicable to your Corporation, see **Determination of Applicability** section for the CMT on **Page 8**. If CMT is not applicable, transfer amount in 230 to Income Tax in **Summary** section on **Page 17**.

OR

If CMT is not applicable for the current taxation year but your corporation has CMT Credit Carryovers that you want to apply to reduce income tax otherwise payable, then proceed to and complete the **Application of CMT Credit Carryovers** section part B, on **Page 8**.

BURLINGTON HYDRO INC.

1800060

2004-12-31

DOLLARS ONLY

Capital Tax (Refer to Guide and Int.B. 3011R)

If your corporation is a Financial Institution (s.58(2)), complete lines 480 and 430 on page 10 then proceed to page 13.

If your corporation is not a member of an associated group and/or partnership and the Gross Revenue and Total Assets as calculated on page 10 in 480 and 430 are both \$3,000,000 or less, your corporation is exempt from Capital Tax for the taxation year, except for a branch of a non-resident corporation. A corporation that meets these criteria should disregard all other Capital Tax items (including the calculation of Taxable Capital). Enter NIL in 550 on page 12 and complete the return from that point. All other corporations must compute their Taxable Capital in order to determine their Capital Tax payable.

Members of a partnership (limited or general) or a joint venture, must attach all financial statements of each partnership or joint venture of which they are a member. The Paid-up Capital of each corporate partner must include its share of liabilities that would otherwise be included if the partnership were a corporation. If Investment Allowance is claimed, Total Assets must be adjusted by adding the

corporation's share of the partnership's Total Assets and by deducting investments in the partnership as it appears on the corporation's balance sheet, in addition to any other required adjustments (s.61(5)). Special rules apply to limited partnerships (Int.B. 3017R).

Any Assets and liabilities of a corporation that are being utilized in a joint venture must be included along with the corporation's other Assets and liabilities when calculating its Taxable Paid-up Capital.

Special rules and rates apply to Non-Resident corporations (s.63, s.64 and s.69(3)).

Paid-up Capital of Non-resident: Paid-up capital employed in Canada of a non-resident subject to tax by virtue of s.2(a) or (b), and whose **business is not carried on solely in Canada** is deemed to be the **greater** of (1) taxable Income in Canada divided by 8 percent or (2) total assets in Canada minus certain indebtedness in accordance with the provisions of s.63(1)(a) (Int.B. 3010).

Paid-up Capital

Paid-up capital stock (Int.B. 3012R and 3015R)	- - - - -	+	350	45,139,138.
Retained earnings (if deficit, deduct) (Int.B. 3012R)	- - - - -	±	351	3,647,757.
Capital and other surpluses, excluding appraisal surplus (Int.B. 3012R)	- - - - -	+	352	876,228.
Loans and advances (Attach schedule) (Int.B. 3013R)	- - - - -	+	353	50,788,449.
Bank loans (Int.B. 3013R)	- - - - -	+	354	0.
Bankers acceptances (Int.B. 3013R)	- - - - -	+	355	0.
Bonds and debentures payable (Int.B. 3013R)	- - - - -	+	356	0.
Mortgages payable (Int.B. 3013R)	- - - - -	+	357	0.
Lien notes payable (Int.B. 3013R)	- - - - -	+	358	0.
Deferred credits (including income tax reserves, and deferred revenue where it would also be included in paid-up capital for the purposes of the large corporations tax) (Int.B. 3013R)	- - - - -	+	359	-1,222,000.
Contingent, investment, inventory and similar reserves (Int.B. 3012R)	- - - - -	+	360	0.
Other reserves not allowed as deductions for income tax purposes (Attach schedule) (Int.B. 3012R)	- - - - -	+	361	2,149,397.
Share of partnership(s) or joint venture(s) paid-up capital (Attach schedule(s)) (Int.B. 3017R)	- - - - -	+	362	0.
Subtotal	- - - - -	=	370	101,378,969.
Subtract: Amounts deducted for income tax purposes in excess of amounts booked (Retain calculations. Do not submit.) (Int.B. 3012R)	- - - - -	-	371	93,622.
Deductible R & D expenditures and ONTTI costs deferred for income tax if not already deducted for book purposes (Int.B. 3015R)	- - - - -	-	372	0.
Total Paid-up Capital	- - - - -	=	380	101,285,347.
Subtract: Deferred mining exploration and development expenses (s.62(1)(d)) (Int.B. 3015R)	- - - - -	-	381	0.
Electrical Generating Corporations Only - All amounts with respect to electrical generating assets, except to the extent that they have been deducted by the corporation in computing its income for income tax purposes for the current or any prior taxation year, that are deductible by the corporation under clause 11(10)(a) of the <i>Corporations Tax Act</i> , and the assets are used both in generating electricity from a renewable or alternative energy source and are qualifying property as prescribed by regulation	- - - - -	-	382	0.
Net Paid-up Capital	- - - - -	=	390	101,285,347.

Eligible Investments (Refer to Guide and Int.B. 3015R)

Attach computations and list of corporation names and investment amounts. Short-term investments (bankers acceptances, commercial paper, etc.) are eligible for the allowance only if issued for a term of and held for 120 days or more prior to the year end of the investor corporation.

Bonds, lien notes and similar obligations, (similar obligations, e.g. stripped interest coupons, applies to taxation years ending after October 30, 1998)	- - - - -	+	402	0.
Mortgages due from other corporations	- - - - -	+	403	0.
Shares in other corporations (certain restrictions apply) (Refer to Guide)	- - - - -	+	404	0.
Loans and advances to unrelated corporations	- - - - -	+	405	0.
Eligible loans and advances to related corporations (certain restrictions apply) (Refer to Guide)	- - - - -	+	406	75,622.
Share of partnership(s) or joint venture(s) eligible investments (Attach schedule)	- - - - -	+	407	0.
Total Eligible Investments	- - - - -	=	410	75,622.

continued on Page 10

DEPRECIATION	-5,916,337.00
CCA PER ONTARIO SCHEDULE 8	5,559,553.00
CEC PER ONTARIO SCHEDULE 10	245.00
ACCUMULATED CCA/DEPRECIATION DIFFERENCE	449,542.00
	0.00
CEC - 2003	263.00
CEC - 2002	283.00
CEC - 2001	73.00
	0.00
	0.00
	0.00
	0.00
	0.00
	0.00
	0.00
	0.00
	0.00
	0.00
	0.00
	0.00
Total	----- 93,622.00 =====

BURLINGTON HYDRO INC.

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Capital Tax *continued from Page 9***Total Assets** (Int.B. 3015R)

Total Assets per balance sheet		+	420	123,366,755.
Mortgages or other liabilities deducted from assets		+	421	0.
Share of partnership(s)/joint venture(s) total assets (<i>Attach schedule</i>)		+	422	0.
Subtract: Investment in partnership(s)/joint venture(s)		-	423	0.
Total Assets as adjusted		=	430	123,366,755.
Amounts in 360 and 361 (if deducted from assets)		+	440	0.
Subtract: Amounts in 371, 372 and 381		-	441	93,622.
Subtract: Appraisal surplus if booked		-	442	0.
Add or Subtract: Other adjustments (specify on an attached schedule)		±	443	0.
Total Assets		=	450	123,273,133.
Investment Allowance (410 ÷ 450) × 390			Not to exceed 410	= 460 62,134.
Taxable Capital 390 - 460				= 470 101,223,213.

Gross Revenue (as adjusted to include the share of any partnership(s)/joint venture(s) Gross Revenue)		480	139,021,576.
Total Assets (as adjusted)		From 430	123,366,755.

Calculation of Capital Tax for all Corporations except Financial Institutions**Note:** This version (2004/2005) of the Ct23 may only be used for a taxation year that commenced after December 31, 2002.

Financial Institutions use calculations on page 13.

- Important:** If the corporation is a family farm corporation, family fishing corporation or a credit union that is not a Financial Institution, complete only **Section A below**.
- OR If the corporation is **not** a member of an associated group and/or partnership, complete **Section B below**, then review only the Capital Tax calculations in **Section C below**, selecting and completing the one specific subsection (e.g. C3) that applies to the corporation.
- OR If the corporation **is** a member of an associated group and/or partnership, complete **Section B below** and **Section D on page 11**, and if applicable, complete **Section E or Section F on page 12**. Note: if the corporation is a member of a connected partnership, please refer to the 2004/2005 CT23 Guide for additional instructions before completing the Capital Tax section.

SECTION A

This section applies only if the corporation is a family farm corporation, a family fishing corporation or a credit union that is not a Financial Institution (Int.B. 3018).

Enter NIL in 550 on page 12 and complete the return from that point.

SECTION B

Calculation of Taxable Capital Deduction (TCD)

Number of Days in Taxation Year

		Days before Jan. 1, 2005	Total Days		
5,000,000	X	35 366 ÷ 73 366		= +	500 5,000,000.
		Days after Dec. 31, 2004 and before Jan. 1, 2006	Total Days		
7,500,000	X	36 0 ÷ 73 366		= +	501 0.
		Days after Dec. 31, 2005 and before Jan. 1, 2007	Total Days		
10,000,000	X	37 0 ÷ 73 366		= +	502 0.
Taxable Capital Deduction (TCD)		500 + 501 + 502		=	503 5,000,000.

SECTION CThis section applies if the corporation is **not** a member of an associated group and/or partnership.

- C1.** If 430 and 480 on page 10 are both \$3,000,000 or less, enter NIL in 550 on page 12 and complete the return from that point.
- C2.** If Taxable Capital in 470 is **equal to or less than the TCD** in 503, enter NIL in 550 on page 12 and complete the return from that point.
- C3.** If Taxable Capital in 470 **exceeds the TCD** in 503, complete the following calculation and transfer the amount from 523 to 543 on page 12, and complete the return from that point.

+	From 470	0.								
-	From 503	0.								
=	471	0.	X	From 30	100.0000%	X	.3000%	X	555 366	

Ontario Allocation

Days in taxation year

366
365 (366 if leap year)

Transfer to 543 on page 12 and complete the return from that point

If floating taxation year, refer to Guide.

continued on Page 11

Capital Tax Calculation
continued from Page 10

SECTION D

This section applies **ONLY** to a corporation that is a member of an associated group (excluding Financial Institutions and corporations exempt from Capital Tax) and/or partnership. You must check either **509** or **524** and complete this section before you can calculate your Capital Tax Calculation under either Section E or Section F.

D1.
☐
509
(X if applicable)

All corporations that you are associated with do **not** have a permanent establishment in Canada.

If Taxable Capital **470** on page 10 is equal to or less than the TCD **503** on page 10, enter NIL in **550** on page 12 and complete the return from that point.

If Taxable Capital **470** on page 10 exceeds the TCD **503** on page 10, proceed to **Section E**, enter the TCD amount in **542** in Section E, and complete Section E and the return from that point.

D2.
☒
524
(X if applicable)

One or more of the corporations that you are associated with **maintains** a permanent establishment in Canada.

You and your associated group may continue to allocate the TCD by completing the Calculation below. Or, the associated group **may file an election** under subsection 69(2.1) of the *Corporations Tax Act*, whereby total assets are used to allocate the TCD among the associated group. Once a ss.69(2.1) election is filed, all members of the group will then be required to file in accordance with the election and allocate a portion (portion is henceforth referred to as **Net Deduction**) of the capital tax effect relating to the TCD to each corporation in the group on the basis of the ratio that each corporation's total assets multiplied by its Ontario allocation is to the total assets of the group.

The total asset amounts and Ontario allocation percentages to be used for this calculation must be taken from each corporation's financial information from its last taxation year ending in the immediately preceding calendar year.

In addition, although each corporation in the associated group may deduct its Net Deduction amount as apportioned by the total asset formula, the group may, at the group's option, reallocate the group's total Net Deduction among the group on what ever basis the corporate group wishes, as long as the total of the reallocated amounts does not exceed the group's total Net Deduction amount originally calculated for the associated group.

Calculation
Do **not** complete this calculation if ss.69(2.1) election is filed

Taxable Capital From **470** on page 10
- - - - -
+ From **470**
101,223,213.

Determine aggregate taxable capital of an associated group (excluding financial institutions and corporations exempt from capital tax) and/or partnership having a permanent establishment in Canada

Names of associated corporations (excluding Financial Institutions and corporations exempt from Capital Tax) having a permanent establishment in Canada
(if insufficient space, attach schedule)

Ontario Corporations Tax Account No. (MOF)
(If applicable)

Taxation Year End

Taxable Capital

See attached

+ **531**
4,784,645.

+ **532**
.

+ **533**
.

Aggregate Taxable Capital **470** + **531** + **532** + **533**, etc.
- - - - -
= **540**
106,007,858.

If **540** above is equal to or less than the TCD **503** on page 10, the corporation's Capital Tax for the taxation year, is NIL.

Enter NIL in **523** in section E on page 12, as applicable.

If **540** above is greater than the TCD **503** on page 10, the corporation must compute its share of the TCD below in order to calculate its Capital Tax for the taxation year under Section E on page 12.

From **470**
101,223,213.
÷ From **540**
106,007,858.
× From **503**
5,000,000.
= **541**
4,774,326.

Transfer to **542** in Section E on page 12

S.s.69(2.1) Election Filed

☐
591
(X if applicable)

Election filed. Attach a copy of Schedule 591 with this CT23 Return.
Proceed to **Section F** on page 12.

Capital Tax Calculation continued from Page 11

SECTION E

This section applies if the corporation is a member of an associated group and/or partnership whose total aggregate Taxable Capital 540 on page 11, exceeds the TCD 503 on page 10.

Complete the following calculation and transfer the amount from 523 to 543, and complete the return from that point.

+ From 470101,223,213.

- 5424,774,326.

= 47196,448,887.

X From 30100.0000%
Ontario Allocation

X .3000%

X 555366
366
(366 if leap year)

Days in taxation year

- - - - -

= + 523289,347.

Total Capital Tax for the taxation year

Transfer to 543 and complete the return from that point

SECTION F

This section applies if a corporation is a member of an associated group and the associated group has filed a ss.69(2.1) election

+ From 4700.

X From 30100.0000%
Ontario Allocation

X .3000%

- - - - -

= + 5610.

- Capital tax deduction From 995 relating to your corporation's Capital Tax deduction, on Schedule 591

- - - - -

- From 9950.

= 5620.

Capital Tax - - - - - 5620.

X 555366
366
(366 if leap year)

Days in taxation year

- - - - -

= 5630.

Total Capital Tax for the taxation year

Transfer to 543 and complete the return from that point

* If floating taxation year, refer to Guide.

Capital Tax before application of specified credits - - - - -

= 543289,347.

Subtract: Specified Tax Credits applied to reduce capital tax payable (Refer to Guide) - - - - -

- 5460.

Capital Tax 543 - 546 (amount cannot be negative) - - - - -

= 550289,347.

Transfer to Page 17

BURLINGTON HYDRO INC.

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Capital Tax *continued from Page 12***Calculation of Capital Tax for Financial Institutions****1.1. Credit Unions only**For taxation years commencing **after May 4, 1999** enter NIL in **550** on page 12, and complete the return from that point.**1.2. Other than Credit Unions**(Retain details of calculations for amounts in boxes **565** and **570**. Do not submit with this tax return.)

565	<u>0.</u>	x	0.6%	X From	30	%	X	555	<u>0</u>	÷	<u>0</u>	(366 if leap year)	= +	569	<u>0.</u>		
<div style="display: flex; justify-content: space-between;"> <div>Lesser of adjusted Taxable Paid Up Capital and Basic Capital Amount in accordance with Division B.1</div> <div>Ontario Allocation</div> <div>Days in taxation year</div> </div>																	
570	<u>0.</u>	x	571	<u>0.00</u>	%	X From	30	%	X	555	<u>0</u>	÷	<u>0</u>	(366 if leap year)	= +	574	<u>0.</u>
<div style="display: flex; justify-content: space-between;"> <div>Adjusted Taxable Paid Up Capital in accordance with Division B.1 in excess of Basic Capital Amount</div> <div>Capital Tax Rate (Refer to Guide)</div> <div>Ontario Allocation</div> <div>Days in taxation year</div> </div>																	

Capital Tax for Financial Institutions – other than Credit Unions (before Section 2)
569 + **574** - - - - - = **575** 0.

* If floating taxation year, refer to Guide.

2. Small Business Investment Tax Credit

(Retain details of eligible investment calculation and, if claiming an investment in CSBIF, retain the original letter approving the credit issued in accordance with the Community Small Business Investment Fund Act. Do not submit with this tax return.)

Allowable Credit for Eligible Investments	- - - - -	- 585 <u>0.</u>
---	-----------	------------------------

Financial Institutions: Claiming a tax credit for investment in Community Small Business Investment Fund (CSBIF)? (x) ☐ Yes

Capital Tax – Financial Institutions 575 - 585 - - - - -	- - - - -	= 586 <u>0.</u>
---	-----------	------------------------

Transfer to **543** on Page 12

Premium Tax (s.74.2 & 74.3) (Refer to Guide)

(1) Uninsured Benefits Arrangements	- - - - -	= 587 <u>0.</u> x 2% - - - - -
-------------------------------------	-----------	--

Applies to Ontario-related uninsured benefits arrangements.

(2) Unlicensed Insurance (enter premium tax payable in **588** and attach a detailed schedule of calculations. If subject to tax under (1) above, add both taxes together and enter total tax in **588**.)

Applies to Insurance Brokers and other persons placing insurance for persons resident or property situated in Ontario with unlicensed insurers.

Deduct: Specified Tax Credits applied to reduce premium tax (Refer to Guide)	- - - - -	- 589 <u>0.</u>
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Premium Tax 588 - 589 - - - - -	- - - - -	= 590 <u>0.</u>
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BURLINGTON HYDRO INC.

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Reconcile net income (loss) for federal income tax purposes with net income (loss) for Ontario purposes if amounts differ

continued from Page 14

Net Income (loss) for federal income tax purposes, per federal Schedule 1	From	±	600	7,332,139.
Total of Additions on page 14	From	=	640	10,061,756.
Sub Total of deductions on page 14	From	=	681	9,785,229.

Deduct:

Ontario New Technology Tax Incentive (ONTTI) Gross-up

(Applies only to those corporations whose Ontario allocation is less than 100% in the current taxation year.)

Capital Cost Allowance (Ontario) (CCA) on prescribed qualifying intellectual property deducted in the current taxation year - - - 662 0.

ONTTI Gross-up deduction calculation:

Gross-up of CCA

$$\left[\begin{array}{l} \text{From } 662 \\ 0. \times \frac{100}{\text{From } 30 \quad 100.0000} \end{array} \right] - \text{From } 662 \quad 0. = 663 \quad 0.$$

Ontario Allocation

Workplace Child Care Tax Incentive (WCCT)

(Applies to eligible expenditures incurred prior to January 1, 2005.)

$$\left[\begin{array}{l} \text{Qualifying expenditures: } 665 \quad 0. \times 30.00\% \times \frac{100}{\text{From } 30 \quad 100.0000} \end{array} \right] = 666 \quad 0.$$

Ontario Allocation

Workplace Accessibility Tax Incentive (WATI)

(Applies to eligible expenditures incurred prior to January 1, 2005.)

$$\left[\begin{array}{l} \text{Qualifying expenditures: } 667 \quad 0. \times 100.00\% \times \frac{100}{\text{From } 30 \quad 100.0000} \end{array} \right] = 668 \quad 0.$$

Ontario Allocation

Number of Employees accommodated 669 0

Ontario School Bus Safety Tax Incentive (OSBSTI)

(Applies to the eligible acquisition of school buses purchased after May 4, 1999 and before January 1, 2006.) (Refer to Guide)

$$\left[\begin{array}{l} \text{Qualifying expenditures: } 670 \quad 0. \times 30.00\% \times \frac{100}{\text{From } 30 \quad 100.0000} \end{array} \right] = 671 \quad 0.$$

Ontario Allocation

Educational Technology Tax Incentive (ETTI)

(Applies to eligible expenditures incurred prior to January 1, 2005.)

$$\left[\begin{array}{l} \text{Qualifying expenditures: } 672 \quad 0. \times 15.00\% \times \frac{100}{\text{From } 30 \quad 100.0000} \end{array} \right] = 673 \quad 0.$$

Ontario Allocation

Ontario allowable business investment loss - - - - - + 678 0.

Ontario Scientific Research Expenses claimed in year in 477 from Ont. CT23 Schedule 161 + 679 276,527.

Amount added to income federally for an amount that was negative on federal form T661, line 454 or 455 (if filed after June 30, 2003) - - - - - + 677 0.

Total of other deductions allowed by Ontario (Attach schedule) - - - - - + 664 0.

Total of Deductions 681 + 663 + 666 + 668 + 671 + 673 + 678 + 679 + 677 + 664 - - = 10,061,756. 680 10,061,756.

Net income (loss) for Ontario Purposes 600 + 640 - 680 - - - - - = 690 7,332,139.

Transfer to Page 4

Continuity of Losses Carried Forward

	Non-Capital Losses (1)	Total Capital Losses	Farm Losses	Restricted Farm Losses	Listed Personal Property Losses	Limited Partnership Losses (6)
Balance at Beginning of Year	700 (2)	710 (2)	720 (2)	730	740	750
	0	0	0	0	0	0
Add:	701	711	721	731	741	751
Current year's losses (7)	0	0	0	0	0	0
Losses from predecessor corporations (3)	702	712	722	732		752
	0	0	0	0		0
Subtotal	703	713	723	733	743	753
	0	0	0	0	0	0
Subtract:	704 (2)	715 (2) (4)	724 (2)	734 (2) (4)	744 (4)	754 (4)
Utilized during the year to reduce taxable income	0	0	0	0	0	0
Expired during the year	705		725	735	745	
	0		0	0	0	
Carried back to prior years to reduce taxable income (5)	706 (2) to Page 17	716 (2) to Page 17	726 (2) to Page 17	736 (2) to Page 17	746	
	0	0	0	0	0	
Subtotal	707	717	727	737	747	757
	0	0	0	0	0	0
Balance at End of Year	709 (8)	719	729	739	749	759
	0	0	0	0	0	0

Analysis of Balance at End of Year by Year of Origin

Year of Origin (oldest year first) year month day	Non-Capital Losses	Non-Capital Losses of Predecessor Corporations	Total Capital Losses from Listed Personal Property only	Farm Losses	Restricted Farm Losses
800 9th preceding taxation year 1996-09-30	817 (9)	860 (9)		850	870
	0	0		0	0
801 8th preceding taxation year 1997-09-30	818 (9)	861 (9)		851	871
	0	0		0	0
802 7th preceding taxation year 1998-09-30	819 (9)	862 (9)		852	872
	0	0		0	0
803 6th preceding taxation year 1999-09-30	820	830	840	853	873
	0	0	0	0	0
804 5th preceding taxation year 2000-09-30	821	831	841	854	874
	0	0	0	0	0
805 4th preceding taxation year 2001-09-30	822	832	842	855	875
	0	0	0	0	0
806 3rd preceding taxation year 2001-12-31	823	833	843	856	876
	0	0	0	0	0
807 2nd preceding taxation year 2002-12-31	824	834	844	857	877
	0	0	0	0	0
808 1st preceding taxation year 2003-12-31	825	835	845	858	878
	0	0	0	0	0
809 Current taxation year 2004-12-31	826	836	846	859	879
	0	0	0	0	0
Total	829	839	849	869	889
	0	0	0	0	0

Notes:

- (1) Non-capital losses include allowable business investment losses, fed.s.111(8)(b), as made applicable by s.34.
- (2) Where acquisition of control of the corporation has occurred, the utilization of losses can be restricted. See fed.s.111(4) through 111(5.5), as made applicable by s.34.
- (3) Includes losses on amalgamation (fed.s.87(2.1) and s.87(2.11)) and/or wind-up (fed.s.88(1.1) and 88(1.2)), as made applicable by s.34.
- (4) To the extent of applicable gains/income/at-risk amount only.
- (5) Generally a three year carry-back applies. See fed.s.111(1) and fed.s.41(2)(b), as made applicable by s.34.
- (6) Where a limited partner has limited partnership losses, attach loss calculations for each partnership.
- (7) Include amount from 11 if taxable income is adjusted to claim unused foreign tax credit for federal purposes.
- (8) Amount in 709 must equal total of 829 + 839.
- (9) Include non-capital losses incurred in taxation years ending after March 22, 2004.

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Request for Loss Carry-Back (s.80(16))

Applies to corporations requesting a reassessment of the return of one or more previous taxation years under s.80(16) with respect to one or more types of losses carried back.

- If, after applying a loss carry-back to one or more previous years, there is a balance of loss available to carry forward to a future year, it is the corporation's responsibility to claim such a balance for those years following the year of loss within the limitations of fed.s.111, as made applicable by s.34.
- Where control of a corporation has been acquired by a person or group of persons, certain restrictions apply to the carry-forward and carry-back provisions of losses under fed.s.111(4) through 111(5.5), as made applicable by s.34.
- Refunds arising from the loss carry-back adjustment may be applied by the Minister of Finance to amounts owing under **any Act administered by the Ministry of Finance**.

- Any late filing penalty applicable to the return for which the loss is being applied will not be reduced by the loss carry-back.
- The application of a loss carry-back will be available for interest calculation purposes on the day that is the latest of the following:
 - the first day of the taxation year after the loss year,
 - the day on which the corporation's return for the loss year is delivered to the Minister, or
 - the day on which the Minister receives a request in writing from the corporation to reassess the particular taxation year to take into account the deduction of the loss.
- If a loss is being carried back to a **predecessor corporation**, enter the predecessor corporation's account number and taxation year end in the spaces provided under Application of Losses below.

Application of Losses

	Non-Capital Losses	Total Capital Losses	Farm Losses	Restricted Farm Losses
Total amount of loss	910 0	920 0	930 0	940 0
Deduct: Loss to be carried back to preceding taxation years and applied to reduce taxable income				
Predecessor Ontario Corporation's Tax Account No. (MOF)				
Taxation Year Ending year month day				
i) 3rd preceding	901 0	921 0	931 0	941 0
ii) 2nd preceding	902 0	922 0	932 0	942 0
iii) 1st preceding	903 0	923 0	933 0	943 0
Total loss to be carried back	From 706 0	From 716 0	From 726 0	From 736 0
Balance of loss available for carry-forward	919 0	929 0	939 0	949 0

Summary

Income tax	- - - - -	+ From 230 or 320	1,023,915.
Corporate Minimum Tax	- - - - -	+ From 280	0.
Capital Tax	- - - - -	+ From 550	289,347.
Premium Tax	- - - - -	+ From 590	0.
Total Tax Payable	- - - - -	= 950	1,313,262.
Subtract: Payments	- - - - -	- 960	1,333,134.
Capital Gains Refund (s.48)	- - -	- 965	0.
Qualifying Environmental Trust Tax Credit (Refer to Guide)	- - -	- 985	0.
Specified Tax Credits (Refer to Guide)	- - - - -	- 955	0.
Other (specify)	- - -	-	0.
Balance	- - - - -	= 970	-19,872.
If payment due	- - - - -	Enclosed * 990	0.
If overpayment: Refund (Refer to Guide)	- - -	- 975	19,872.
year month day			
Apply to		980	0.
(Includes credit interest)			

* Make your cheque (drawn on a Canadian financial institution) or a money order in Canadian funds, payable to the **Minister of Finance** and print your Ontario Corporation's Tax Account No. (MOF) on the back of cheque or money order. (Refer to Guide for other payment methods.)

Certification

I am an authorized signing officer of the corporation. I certify that this CT23 return, including all schedules and statements filed with or as part of this CT23 return, has been examined by me and is a true, correct and complete return and that the information is in agreement with the books and records of the corporation. I further certify that the financial statements accurately reflect the financial position and operating results of the corporation as required under section 75 of the *Corporations Tax Act*. The method of computing income for this taxation year is consistent with that of the previous year, except as specifically disclosed in a statement attached.

Name (please print)

 MICHAEL KYSLEY
 Title

 VICE PRESIDENT, FINANCE
 Full Residence Address

ON

Signature

Date

Note: Section 76 of the *Corporations Tax Act* provides penalties for making false or misleading statements or omissions.

[illegible]

Calculation of Tax Rates for the

- Incentive Deduction for Small Business Corporations (IDSBC) (Small Business Tax Credit) (S.41)
- Surtax on Canadian-controlled Private Corporations (s.41.1)

1. Calculation of IDSBC Rate					
Number of Days In Taxation Year					
Days after December 31, 1998 and before January 1, 2000					
7.00%	x	0	/	Total Days 366	= .0000%
Days after Dec 31, 1999 and before Jan 1, 2001					
7.50%	x	0	/	Total Days 366	= .0000%
Days after Dec 31, 2000 and before Oct 1, 2001					
7.50%	x	0	/	Total Days 366	= .0000%
Days after Sept 30, 2001 and before Jan 1, 2003					
6.50%	x	0	/	Total Days 366	= .0000%
Days after Dec 31, 2002 and before Jan 1, 2004					
7.00%	x	0	/	Total Days 366	= .0000%
Days after Dec 31, 2003					
8.50%	x	366	/	Total Days 366	= 8.5000%
IDSBC Rate for the Taxation Year					= 8.5000%
					=====

2. Calculation of Specified Rate for Surtax

Number of Days In Taxation Year

4.67%	x	Days after Dec 31, 1998 and before Jan 1, 2000 0	/	Total Days 366	=	.0000%
5.00%	x	Days after Dec 31, 1999 and before Jan 1, 2001 0	/	Total Days 366	=	.0000%
5.00%	x	Days after Dec 31, 2000 and before Oct 1, 2001 0	/	Total Days 366	=	.0000%
4.3330%	x	Days after Sept 30, 2001 and before Jan 1, 2003 0	/	Total Days 366	=	.0000%
4.6670%	x	Days after Dec 31, 2002 and before Jan 1, 2004 0	/	Total Days 366	=	.0000%
4.6670%	x	Days after Dec 31, 2003 366	/	Total Days 366	=	4.6670%
Specified Rate of Surtax for the Taxation Year					=	----- 4.6670% =====

Corporation's Legal Name	Ontario Corporations Tax Account No. (MOF)	Taxation Year End
BURLINGTON HYDRO INC.	1800060	2004-12-31

[illegible]



Corporations Tax Branch
PO Box 620
33 King Street West
Oshawa ON L1H 8E9

Paid-Up Capital: Loans and Advances

Loans or Advances Credited or Advanced to Corporation (includes accounts payable to related parties outstanding at the taxation year end for 120 days or more, and accounts payable to non-related parties outstanding for 365 days or more at the taxation year end)	
Note Payable	+ 47,878,608
Customer Deposits	+ 2,909,841
	+ 0
	+ 0
	+ 0
	+ 0
	+ 0
	+ 0
	+ 0
	+ 0
	+ 0
	+ 0
	+ 0
	+ 0
	+ 0
	+ 0
	+ 0
	+ 0
	+ 0
	+ 0
	+ 0
	+ 0
	+ 0
	+ 0
Total	= 50,788,449

Corporation's Legal Name	Ontario Corporations Tax Account No. (MOF)	Taxation Year End
BURLINGTON HYDRO INC.	1800060	2004-12-31

■ **For use by a corporation to claim any of the following:**

- Charitable donations;
- Gifts to Her Majesty in right of Ontario, to Ontario crown agencies, or to Ontario Crown foundations;
- Gifts to Canada or a province;
- Gifts of certified cultural property; or
- Gifts of certified ecologically sensitive land.

■ **The donations and gifts are eligible for a five year carry-forward.**

■ **Use this schedule to show a credit transfer following an amalgamation or wind-up of subsidiary as described under subsection 87(1) and 88(1) of the federal *Income Tax Act* (Canada).**

■ **File one completed copy of this schedule with your CT23.**

Part 1 - Charitable Donations

Charitable Donations at end of preceding taxation year	+	<input type="text" value="0"/>	A
Deduct: Donations expired after 5 taxation years	-	<input type="text" value="0"/>	B
Charitable donations at beginning of taxation year	=	<input type="text" value="0"/>	C
Add: Donations transferred on amalgamation or wind-up of subsidiary	+	<input type="text" value="0"/>	D
Total current year charitable donations made	+	<input type="text" value="11,316"/>	E
Subtotal D + E	=	<input type="text" value="11,316"/>	F
Total donations available C + F	+	<input type="text" value="11,316"/>	G
Deduct: Amount applied against taxable income (amount T)	-	<input type="text" value="11,316"/>	T
Charitable donations closing balance	=	<input type="text" value="0"/>	H

Part 2 - Maximum Deduction Calculation for Donations

Ontario net income for tax purposes multiplied by 75%		=	5,499,104	I
Note: For credit unions the Ontario net income for tax purposes is the amount before the deduction of payments pursuant to allocations in proportion to borrowing and bonus interest.				
Ontario taxable capital gains arising in respect of gifts of capital property		+	0	J
Ontario taxable capital gain in respect of deemed gifts of non-qualifying securities per subsection 40(1.01) ITA		+	0	K
Add the lesser of:				
1. The amount of the recapture of capital cost allowance in respect of charitable gifts			0	L
2. The lesser of:				
2a. Proceeds of dispositions less outlays and expenses	0	M		
2b. The capital cost	0	N		
The lesser of M and N	0		0	O
The lesser of L and O			0	P
Subtotal J + K + P		=	0	Q
25% X	0	Q		
Maximum deduction allowable I + R		=	5,499,104	S
Claim for charitable donations (not exceeding the lesser of G from Part 1, S and net income for tax purposes)			11,316	T
Enter in 1 of the CT23				

Corporation's Legal Name	Ontario Corporations Tax Account No. (MOF)	Taxation Year End
BURLINGTON HYDRO INC.	1800060	2004-12-31

Part 3 - Gifts to Her Majesty in right of Ontario

For use by a corporation claiming gifts to Her Majesty in right of Ontario, to Ontario Crown Agencies, or to Ontario Crown Foundations.

Gifts to Ontario Crown Agency or Ontario Crown Foundation at end of the preceding taxation year	..... +	0
Deduct: Gifts expired after 5 years	..... -	0
Gifts to Ontario Crown Agency or Ontario Crown Foundation at the beginning of the taxation year	..... +	0
Add: Gifts transferred on amalgamation or wind-up of a subsidiary	..... +	0
Total current year gifts	..... +	0
Subtotal	..... =	0
Deduct: Amount applied against taxable income <u>2</u> of the CT23	..... -	0
Gifts to Ontario Crown Agency or Ontario Crown Foundation closing balance	..... =	0

Foundation Name	Date of Donation	Amount \$
		0
		0
		0
		0
		0
Total gifts to Her Majesty in right of Ontario	..... =	0

Part 4 - Maximum Deduction Calculation for Gifts to Her Majesty in Right of Ontario

Deduction is the lesser of:

- Ontario Net Income before deductions of gifts after deducting charitable donations and gifts to Her Majesty in right of Canada or a province other than Ontario 7,320,823 **U**
- Lesser of:**
 - Ontario Net Income for the taxation year 7,332,139 **V**
 - Gifts made in the taxation year or any of the five preceding taxation years to Her Majesty in Right of Ontario, an Ontario Crown Agency or an Ontario Crown Foundation 0 **W**

The lesser of **V** and **W** 0 **X**

Maximum deduction allowable the lesser of **U** and **X** 0 **Y**
 Transfer to 2 of the CT23

Part 5 - Gifts to Canada or a province other than Ontario

Gifts to Canada or a province other than Ontario at the end of the preceding year	..... +	0
Deduct: Gifts to Canada or a province other than Ontario expired after five taxation years	..... -	0
Gifts to Canada or a province other than Ontario at the beginning of the taxation year	..... =	0
Add: Gifts to Canada or a province other than Ontario transferred on amalgamation or wind-up of a subsidiary	..... +	0
Total current year Gifts to Canada or a province other than Ontario (Not applicable for gifts made after February 18, 1997, unless a written agreement was made before this date.)	..... +	0
Subtotal	..... =	0
Deduct: Amount applied against taxable income	..... -	0
Gifts to Canada or a province other than Ontario closing balance	..... =	0

Corporation's Legal Name	Ontario Corporations Tax Account No. (MOF)	Taxation Year End
BURLINGTON HYDRO INC.	1800060	2004-12-31

Part 6 - Gifts of certified cultural property

Gifts of certified cultural property at the end of the preceding taxation year	..... +	0
Deduct: Gifts of certified cultural property expired after five years	..... -	0
Gifts of certified cultural property at the beginning of the taxation year	..... =	0
Add: Gifts of certified cultural property transferred on amalgamation or wind-up of a subsidiary	..... +	0
Total current year gifts of certified cultural property	..... +	0
Subtotal	..... =	0
Deduct: Amount applied against taxable income	..... -	0
Gifts of certified cultural property closing balance	..... =	0

Part 7 - Gifts of certified ecologically sensitive land

Gifts of certified ecologically sensitive land at the end of the preceding taxation year	..... +	0
Deduct: Gifts of certified ecologically sensitive land expired after five years	..... -	0
Gifts of certified ecologically sensitive land at the beginning of the taxation year	..... =	0
Add: Gifts of certified ecologically sensitive land transferred on amalgamation or wind-up of a subsidiary	..... +	0
Total current year gifts of certified ecologically sensitive land	..... +	0
Subtotal	..... =	0
Deduct: Amount applied against taxable income	..... -	0
Gifts of certified ecologically sensitive land closing balance	..... =	0

Part 8 - Analysis of balance by year of origin

Year of origin	Charitable donations	Gifts to Her Majesty in right of Ontario	Gifts to Canada or a province other than Ontario	Gifts of certified cultural property	Gifts of certified ecologically sensitive land
2003-12-31	0	0	0	0	0
2002-12-31	0	0	0	0	0
2001-12-31	0	0	0	0	0
2001-09-30	0	0	0	0	0
2000-09-30	0	0	0	0	0
1999-09-30	0	0	0	0	0
Totals	0	0	0	0	0

Ministry of Finance
Corporations Tax Branch
PO Box 620
33 King Street West
Oshawa ON L1H 8E9

Summary of Capital Cost Allowance

Is the corporation electing under regulation 1101(5g)? [Y/N] N

1	2	3	4	5	6	7	8	9	10	11	12	13
Class number	Ontario unde-preciated capital cost at the beginning of the year (unde-preciated capital cost at the end of the prior year's CCA schedule)	Cost of acquisitions during the year (new property must be available for use)	Net adjustments (show negative amounts in brackets)	Proceeds of dispositions during the year (amount not to exceed the capital cost)	Ontario unde-preciated capital cost (column 2 plus column 3 or minus column 4 minus column 5)	50% rule (1/2 of the amount, if any, by which the net cost of acquisitions exceeds column 5)	Reduced unde-preciated capital cost (column 6 minus column 7)	CCA rate %	Recapture of capital cost allowance	Terminal loss	Ontario capital cost allowance (column 8 multiplied by column 9; or a lower amount)	Ontario unde-preciated capital cost at the end of the year (column 6 minus column 12)
1	93,132,017	6,097,489	0	0	99,229,506	3,048,744	96,180,762	4	0	0	3,847,230	95,382,276
8	5,876,386	1,019,063	0	216	6,895,233	509,423	6,385,810	20	0	0	1,277,162	5,618,071
10	796,472	387,498	0	22,466	1,161,504	182,516	978,988	30	0	0	293,696	867,808
12	59,519	145,474	0	0	204,993	72,737	132,256	100	0	0	132,256	72,737
45	0	28,052	0	0	28,052	14,026	14,026	45	0	0	6,312	21,740
total	99,864,394	7,677,576	0	22,682	107,519,288	3,827,446	103,691,842		0	0	5,556,656	101,962,632

Ministry of Finance
Corporations Tax Branch
PO Box 620
33 King Street West
Oshawa ON L1H 8E9

Summary of Capital Cost Allowance

Is the corporation electing under regulation 1101(5g)? [Y/N] N

1	2	3	4	5	6	7	8	9	10	11	12	13
Class number	Ontario unde-preciated capital cost at the beginning of the year (unde-preciated capital cost at the end of the prior year's CCA schedule)	Cost of acquisitions during the year (new property must be available for use)	Net adjustments (show negative amounts in brackets)	Proceeds of dispositions during the year (amount not to exceed the capital cost)	Ontario unde-preciated capital cost (column 2 plus column 3 or minus column 4 minus column 5)	50% rule (1/2 of the amount, if any, by which the net cost of acquisitions exceeds column 5)	Reduced unde-preciated capital cost (column 6 minus column 7)	CCA rate %	Recapture of capital cost allowance	Terminal loss	Ontario capital cost allowance (column 8 multiplied by column 9; or a lower amount)	Ontario unde-preciated capital cost at the end of the year (column 6 minus column 12)
-----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----
Total	99,864,394	7,677,576	0	22,682	107,519,288	3,827,446	103,691,842		0	0	5,556,656	101,962,632
=====	=====	=====	=====	=====	=====	=====	=====		=====	=====	=====	=====
							Enter in boxes	[650]		[650]	[650] on the CT23	

- Note 1. Include any property acquired in previous years that has now become available for use. This property would have been previously excluded from column 3. List separately any acquisitions that are not subject to the 50% rule. See Regulation 1100(2) and (2.2) of the "Income Tax Act" (Canada).
- Note 2. The net cost of acquisitions is the cost of acquisitions plus or minus certain adjustments from column 4.
- Note 3. If the taxation year is shorter than 365 days, prorate the CCA claim.
- Note 4. Ontario recapture should be included in net income after deducting the federal recapture and the Ontario terminal loss is deducted from net income after including the federal terminal loss.

Corporation's Legal Name	Ontario Corporations Tax Account No. (MOF)	Taxation Year End
BURLINGTON HYDRO INC.	1800060	2004-12-31

- For use by a corporation that has eligible capital property.
- A separate cumulative eligible capital account must be kept for each business.

Part 1 - Calculation of current year deduction and carry-forward

Ontario Cumulative eligible capital – balance at end of preceding taxation year (if negative, enter zero) 3,498^A

Add:

Cost of eligible capital property acquired during the taxation year	..... +	0^B	
Amount transferred on amalgamation or wind-up of subsidiary	..... +	0^C	
Other adjustments	..... +	0^D	
Total of B + C + D	..... =	0	X 0.75 = 0^E
Subtotal A + E	..... =		3,498^F

Deduct:

Ontario proceeds of sales (less outlays and expenses not otherwise deductible) from the disposition of all eligible capital property during the taxation year	..... +	0^G	
The gross amount of a reduction in respect of a forgiven debt obligation as provided for in subsection 80(7) of the <i>Income Tax Act</i> (Canada)	..... +	0^H	
Other adjustments	..... +	0^I	
Total of G + H + I	..... =	0	X 0.75 = 0^J
Ontario cumulative eligible capital balance F – J	..... =		3,498^K

If K is negative, enter zero at line M and proceed to Part 2

Current year deduction 3,498^K X 7.00%* = 245^L

* The maximum current year deduction is 7%. However, you can claim any amount up to the maximum. Enter amount in box 651 of the CT23

Ontario cumulative eligible capital - closing balance K – L (if negative, enter zero) = 3,253^M

Note: Any amount up to the maximum deduction of 7% may be claimed. Taxation years starting after December 21, 2000, the deduction may **not** exceed the maximum amount prorated for the number of days in the taxation year divided by 365 or 366 days.

Part 2 - Amount to be included in income arising from disposition

Only complete this part if the amount at line K is negative

Amount from line K above (show as a positive amount)	0^N
--	---

Total cumulative eligible capital deductions from income for taxation years beginning after June 30, 1988	0¹	
Total of all amounts which reduced cumulative eligible capital in the current or prior years under subsection 80(7) of the ITA	0²	
Total of cumulative eligible capital deductions claimed for taxation years beginning before July 1, 1988	0³	
Negative balances in the cumulative eligible capital account that were included in income for taxation years beginning before July 1, 1988	0⁴	
Line 3 deduct line 4	0	0⁵
Total lines 1 + 2 + 5		0⁶
Line T from previous Ontario Schedule 10 for taxation years ending after February 27, 2000		0⁷
Deduct line 7 from line 6		0

N - O (cannot be negative)

Amount on line 5 0 X 1/2	0^O
P - Q	0^P
Amount on line R 0 X 2/3*	0^Q
Lesser of line N or line O	0^R
Amount to be included in income S + T	0^S
	0^T
	0

* Note: For taxation years ending after February 27, 2000 and before October 18, 2000 use 8/9 to calculate S

Corporation's Legal Name	Ontario Corporations Tax Account No. (MOF)	Taxation Year End
BURLINGTON HYDRO INC.	1800060	2004-12-31

This schedule is used to calculate Ontario Scientific Research and Experimental Development Expenditures (SR & ED). The rules used in the calculation of Ontario SR & ED follow the federal rules with the exception of the new Ontario measure introduced in the 2001 Ontario Budget and implemented in Bill 127 which received Royal Assent on December 5, 2001.

This schedule must be completed by all corporations performing qualified Ontario SR & ED in a "specified taxation year" or in the taxation year immediately preceding the first specified taxation year of the corporation and filed with the current CT23 or CT8. Other corporations may use this schedule, if they have claimed or are claiming a different SR & ED amount for Ontario than for federal income tax purposes.

- **"Specified Taxation Year" (STY)** is the taxation year of the corporation that begins after February 29, 2000 **and** ends after December 31, 2000.
- **"Investment Tax Credit Amount" (ITC)** means, in respect of a corporation for a taxation year, an amount deducted by the corporation for a preceding taxation year under subsection 127(5) or (6) of the *Income Tax Act* (Canada) (ITA).
- **"Qualified Ontario SR & ED Expenditure" (QORD)** means,
 - A. A qualified expenditure within the meaning of subsection 12(1) of the *Corporations Tax Act* (CTA) that is made or incurred by a corporation in a STY or in the taxation year immediately preceding the first STY of the corporation, or
 - B. An expenditure made or incurred by a partnership in a fiscal period that ends in a STY of a corporation if,
 - the corporation is member of the partnership at any time in the STY, and
 - the expenditure would be a qualified expenditure within the meaning of subsection 12(1) of the CTA if it were made by a corporation.
- **"Ontario Allocation Factor" (OAF)** has the meaning given to that expression by subsection 12(1) of the CTA.

- If a corporation includes a federal ITC amount in determining the amount of the Ontario pool of deductible SR & ED expenditures for a STY, the following amounts are adjusted by the OAF:

- Amount of recaptured federal ITC relating to QORD for property disposed of in the preceding taxation year in 442 on page 2
- Amount of federal ITC relating to QORD claimed federally in the preceding taxation year(s) in 462 on page 2
- Amount of federal ITC relating to QORD allocated from partnerships in the current taxation year in 465 on page 2.

- Federal ITCs earned on shared-use equipment (SUE) reduce the capital cost of the property acquired for federal and Ontario income tax purposes in the taxation year after the taxation year in which the ITC is claimed federally. The amount of the federal ITC that relates to QORD on SUE is added to the SR & ED pool for Ontario purposes in the taxation year after the taxation year in which the ITC is claimed federally.

**Ontario Scientific Research and
Experimental Development Expenditures
CT23 Schedule 161**

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Corporation's Legal Name	Ontario Corporations Tax Account No. (MOF)	Taxation Year End
BURLINGTON HYDRO INC.	1800060	2004-12-31

Ontario Pool of Deductible SR & ED Expenditures for the *current* taxation year

Total allowable SR & ED expenditures (capital and current)
(From line 400 federal T661 (T2 SCH32)) + 400 276,527.

Less: Government and non-government assistance
(From line 430 federal T661 (T2 SCH32)) - 430 0.

Preceding year's amount of federal ITC claimed for SR & ED
(From line 435 federal T661 (T2 SCH32)) - 435 0.

Sale of SR & ED capital assets and other deductions
(From line 440 federal T661 (T2 SCH32)) - 440 0.

Amount of recaptured federal ITC (From line 453 federal T661 (T2 SCH32))
relating to QORD for property disposed of in the preceding taxation year 442 0.

Gross-up for Ontario allocation factor From 442 0. ÷ 100.0000% = - 444 0.
(From 30 of the CT23 or CT8)

Subtotal: 400 - 430 - 435 - 440 - 444 = 445 276,527.

Add: Repayments of government and non-government assistance
(From line 445 federal T661 (T2 SCH32)) + 446 0.

SR & ED expenditure pool transferred on amalgamation or wind-up
(From line 452 federal T661 (T2 SCH32)) + 452 0.

Amount of federal ITC recaptured in the preceding taxation year
(From line 453 federal T661 (T2 SCH32)) + 453 0.

Preceding year's balance in pool of deductible Ontario SR & ED expenditures
(From 480 of the preceding taxation year) + 460 0.

Federal ITC relating to QORD **claimed** federally in the preceding taxation year(s) + 462 0.
(From 575 on Page 3)

Amount of federal ITC relating to QORD allocated from partnerships
in the current taxation year + 465 0.

Subtotal 462 + 465 = 468 0.

Gross-up for Ontario allocation factor From 468 0. ÷ 100.0000% = + 470 0.
(From 30 of the CT23 or CT8)

Subtotal: 445 + 446 + 452 + 453 + 460 + 470
(If the amount in 473 is negative, enter zero, in 475, 477 and add 473 to 616 of the CT23 or CT8.
If the amount in 473 is positive, enter the amount in 475.) = 473 276,527.

Amount available for deduction = 475 276,527.

Deduction claimed in the taxation year for Ontario
(Enter the SR & ED expenditure pool deduction claimed in the taxation year in 679 of the CT23 or CT8) - 477 276,527.

**Ontario current taxation year closing balance
in pool of deductible SR & ED expenditures** 475 - 477 = 480 0.

(Transfer this amount to 460 as the carry forward amount for the next taxation year.)

Ontario Scientific Research and Experimental Development Expenditures CT23 Schedule 161

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Corporation's Legal Name	Ontario Corporations Tax Account No. (MOF)	Taxation Year End
BURLINGTON HYDRO INC.	1800060	2004-12-31

Calculation of *Preceding* Taxation Year Amount and Account Balances - Federal ITC from SR & ED Expenditures relating to QORD.

- This page is used to calculate the amount of the federal ITC that relates to SR & ED performed in Ontario for certain taxation years and is used to increase the amount of the Ontario SR & ED pool on page 2.
- All amounts on this page are based on the preceding taxation year since the amount of the federal ITC that relates to QORD can only be used to increase the Ontario pool for SR & ED in the current year taxation year if there was a federal ITC claimed for federal purposes in the preceding taxation year that related to QORD.
- Do not include amounts** of federal ITCs that relate to QORD that were **allocated from a partnership**. These amounts are added to your SR & ED pool for Ontario in the taxation year that they are allocated from a partnership to a corporation, not in the year after they are claimed federally.

Opening Balance:

(Enter amount from Schedule 161 of the preceding taxation year, if any) + .

Add: Amount of federal ITC earned, relating to QORD (QORD portion of line 540 federal T2 SCH31 for the preceding taxation year) + .

Amount of federal ITC earned, relating to QORD, transferred on amalgamation or wind-up (QORD portion of line 530 federal T2 SCH31 for the preceding taxation year) + .

Subtotal: + + = .

Deduct: Amount of federal ITC, relating to QORD, claimed federally (QORD portion of line 560 federal T2 SCH31 for the preceding taxation year) + .

Amount of federal ITC, relating to QORD, carried back federally to a preceding taxation year(s) (QORD portion of line P federal T2 SCH31 for the preceding taxation year) + .

A refund of federal ITC, relating to QORD, claimed federally (QORD portion of line 610 federal T2 SCH31 for the preceding taxation year) + .

Amount of federal ITC, relating to QORD, deemed as a remittance of co-op corporations (QORD portion of line 510 federal T2 SCH31 for the preceding taxation year) + .

Subtotal: + + + = .

(Transfer this amount to on Page 2)

Deduct: Amount of federal ITC, relating to QORD, expired per the ITA after 10 taxation years (QORD portion of line 515 federal T2 SCH31 for the preceding taxation year) - .

Closing Balance: - - = .

(Transfer this amount to as the opening balance for the next taxation year.)

**Ontario Scientific Research and
Experimental Development Expenditures
CT23 Schedule 161**

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Corporation's Legal Name	Ontario Corporations Tax Account No. (MOF)	Taxation Year End
BURLINGTON HYDRO INC.	1800060	2004-12-31

Continuity Schedule for Federal ITC relating to SR & ED Expenditures for the Preceding Taxation Year

- All amounts on this page are based on the preceding taxation year.
- Amounts on this page should tie into Part 11 of federal T2 SCH31 completed for the preceding taxation year.

Yr. of Origin (Oldest yr. first) yyyy mm dd	Opening Balance	Additions	Deductions (other than amounts that were allocated from a partnership)	Deductions (only amounts that were allocated from a partnership)	Closing Balance
1994-09-30	0	0	0	0	
1995-09-30	0	0	0	0	0
1996-09-30	0	0	0	0	0
1997-09-30	0	0	0	0	0
1998-09-30	0	0	0	0	0
1999-09-30	0	0	0	0	0
2000-09-30	0	0	0	0	0
2001-09-30	0	0	0	0	0
2001-12-31	0	0	0	0	0
2002-12-31	0	0	0	0	0
2003-12-31		0	0	0	0
	725	740	755	770	785
Totals (see note 1, 2 and 3)	0	0	0	0	0

Notes:

1. The amount in should equal the opening balance in Part 11 of the federal T2 SCH31 for the preceding taxation year.
2. The amount in should equal the closing balance in line 620 in Part 11 of the federal T2 SCH31 for the preceding taxation year.
3. It is important that the amounts in the deductions columns on this page correctly reflect the year of origin of the federal ITC claimed because only amounts relating to QORD can be used to increase the Ontario SR & ED pool.

**Ontario Scientific Research and
Experimental Development Expenditures
CT23 Schedule 161**

Page 5 of 5

Corporation's Legal Name	Ontario Corporations Tax Account No. (MOF)	Taxation Year End
BURLINGTON HYDRO INC.	1800060	2004-12-31

**Continuity Schedule for the Amount of Federal ITC from *SR & ED Expenditures* relating to QORD for
the *Preceding* Taxation Year**

- This page is required to record the amount of the ITC that related to QORD by year of origin.
- All amounts on this page are based on the preceding taxation year.
- **Do not** include amounts of federal ITCs that relate to QORD that were **allocated from a partnership** (see text at the top of page 3).

Yr. of Origin (Oldest yr. first) yyyy mm dd	Opening Balance	Additions	Deductions	Closing Balance
	0	0	0	
	0	0	0	0
	0	0	0	0
	0	0	0	0
	0	0	0	0
	0	0	0	0
	0	0	0	0
2000-09-30	0	0	0	0
2001-09-30	0	0	0	0
2001-12-31	0	0	0	0
2002-12-31	0	0	0	0
2003-12-31		0	0	0
	825	840	855	870
Totals (see note 1 - 6)	0	0	0	0

Notes:

1. The amount in should equal on page 3.
2. The amount in should equal the total of and on page 3.
3. The amount in should equal on page 3.
4. The amount in should equal on page 3.
5. Any deductions that are recorded in the deduction column on this page must be taken out of the same year of origin as indicated in the deduction column on page 4. These deductions must be related to QORD and must not have been allocated from a partnership.
6. The amount of federal ITC relating to QORD will expire if the federal ITC it relates to expires before it is claimed federally.

Taxable Capital of Associated Corporations

(Applicable to an associated group that has a permanent establishment in Canada)

Schedule CT21

Corporation's Legal Name	Ontario Corporations Tax Account No. (MOF)	Taxation Year End
BURLINGTON HYDRO INC.	1800060	2004-12-31

This schedule must be completed in determining the aggregate taxable capital of an associated group and/or partnership that has a permanent establishment (PE) in Canada.

Name of Associated Corporation (Must have a PE in Canada)	Corporations Tax Account No. (MOF) (if applicable)	Taxation Year End	Taxable Capital
BURLINGTON ELECTRICAL SERVICES	1800058	2004-12-31	+ 4,497,108
BURLINGTON HYDRO ELECTRIC INC.	1800059	2004-12-31	+ 287,537
			+
			+
			+
			+
			+
			+
			+
			+
			+
			+
			+
			+
			+
			+
			+
			+
			+
			+
			+
			+
			+
Aggregate of taxable capital			= 4,784,645

Transfer to box

540

 of the CT23

Corporate Minimum Tax (CMT) CT23 Schedule 101

Page 1 of 3

Corporation's Legal Name BURLINGTON HYDRO INC.	Ontario Corporations Tax Account No. (MOF) 1800060	Taxation Year End 2004-12-31
---	---	-------------------------------------

Part 1: Calculation of CMT Base

Banks - Net income/loss as per report accepted by Superintendent of Financial Institutions (SFI) under the Bank Act (Canada), adjusted so consolidation/equity methods are not used.

Life Insurance corporations - Net income/loss before Special Additional Tax as determined under s.57.1(2)(c) or (d)

Net Income/Loss (unconsolidated, determined in accordance with GAAP) - - - - - ± 2100 3,899,691.

Subtract (to the extent reflected in net income/loss):

Provision for recovery of income taxes / benefit of current income taxes	- - - - -	+	2101	0.
Provision for deferred income taxes (credits) / benefit of future income taxes	- - - - -	+	2102	1,000,000.
Equity income from corporations	- - - - -	+	2103	0.
Share of partnership(s)/joint venture(s) income	- - - - -	+	2104	0.
Dividends received/receivable deductible under fed.s.112	- - - - -	+	2105	0.
Dividends received/receivable deductible under fed.s.113	- - - - -	+	2106	0.
Dividends received/receivable deductible under fed.s.83(2)	- - - - -	+	2107	0.
Dividends received/receivable deductible under fed.s.138(6)	- - - - -	+	2108	0.
Federal Part VI.1 tax paid on dividends declared and paid, under fed.s.191.1(1)	0. x 3	+	2109	0.

Subtotal - - - - - = 1,000,000. - 2110 1,000,000.

Add (to extent reflected in net income/loss):

Provision for current taxes / cost of current income taxes	- - - - -	+	2111	2,709,950.
Provision for deferred income taxes (debits) / cost of future income taxes	- - - - -	+	2112	0.
Equity losses from corporations	- - - - -	+	2113	0.
Share of partnership(s)/joint venture(s) losses	- - - - -	+	2114	0.
Dividends that have been deducted to arrive at net income per Financial Statements s.57.4(1.1) (excluding dividends under fed.s.137(4.1))	- - - - -	+	2115	0.

Subtotal - - - - - = 2,709,950. + 2116 2,709,950.

Add/Subtract:

Amounts relating to s.57.9 election/regulations for disposals etc. of property for current/prior years

** Fed.s.85	- - - - -	+	2117	0.	or -	2118	0.
** Fed.s.85.1	- - - - -	+	2119	0.	or -	2120	0.
** Fed.s.97	- - - - -	+	2121	0.	or -	2122	0.
** Amounts relating to amalgamations (fed.s.87) as prescribed in regulations for current/prior years	- - - - -	+	2123	0.	or -	2124	0.
** Amounts relating to wind-ups (fed.s.88) as prescribed in regulations for current/prior years	- - - - -	+	2125	0.	or -	2126	0.
** Amounts relating to s.57.10 election/regulations for replacement re fed.s.13(4), 14(6) and 44 for current/prior years	- - - - -	+	2127	0.	or -	2128	0.

Interest allowable under ss.20(1)(c) or (d) of ITA to the extent not otherwise deducted in determining CMT adjusted net income - 2150 0.

Subtotal (Additions) - - - - - = 0. + 2129 0.

Subtotal (Subtractions) - - - - - = 0. - 2130 0.

** Other adjustments - - - - - ± 2131 0.

Subtotal ± 2100 - 2110 + 2116 + 2129 - 2130 ± 2131 = 2132 5,609,641.

** Share of partnership(s)/joint venture(s) **adjusted** net income/loss - - - - - ± 2133 0.

Adjusted net income (loss) (if loss, transfer to 2202 in **Part 2: Continuity of CMT Losses Carried Forward.**) - - - - - = 2134 5,609,641.

Deduct: * CMT losses: pre-1994 Loss - - - - - + From 2210 0.

* CMT losses: other eligible losses - - - - - + 2211 0.

= 0. - 2135 0.

* CMT losses applied cannot exceed adjusted net income or increase a loss

** Retain calculations. Do not submit with this schedule.

CMT Base - - - - - = 2136 5,609,641.

Transfer to CMT Base on Page 8 of the CT23 or Page 6 of the CT8

**Corporate Minimum Tax (CMT)
CT23 Schedule 101**

Corporation's Legal Name	Ontario Corporations Tax Account No. (MOF)	Taxation Year End
BURLINGTON HYDRO INC.	1800060	2004-12-31

Part 2: Continuity of CMT Losses Carried Forward

Balance at Beginning of year NOTES (1), (2)	- - - - -	+	2201	0.
Add: Current year's losses	- - - - -	+	2202	0.
Losses from predecessor corporations on amalgamation NOTE (3)	- - - - -	+	2203	0.
Losses from predecessor corporations on wind-up NOTE (3)	- - - - -	+	2204	0.
Amalgamation (x) 2205 <input type="checkbox"/> Yes Wind-up (x) 2206 <input type="checkbox"/> Yes				
Subtotal	- - - - -	=		0.
Adjustments (attach schedule)	- - - - -	±	2208	0.
CMT losses available 2201 + 2207 ± 2208	- - - - -	=	2209	0.
Subtract: Pre-1994 loss utilized during the year to reduce adjusted net income	- - - - -	+	2210	0.
Other eligible losses utilized during the year to reduce adjusted net income NOTE (4)	- - - - -	+	2211	0.
Losses expired during the year	- - - - -	+	2212	0.
Subtotal	- - - - -	=		0.
Balances at End of Year NOTE (5) 2209 - 2213	- - - - -	=	2214	0.

Notes:

- (1) Pre-1994 CMT loss (see s.57.1(1)) should be included in the balance at beginning of the year. Attach schedule showing computation of pre-1994 CMT loss.
- (2) Where acquisition of control of the corporation has occurred, the utilization of CMT losses can be restricted. (see s.57.5(3) and s.57.5(7))

- (3) Include and indicate whether CMT losses are a result of an amalgamation to which fed.s.87 applies and/or a wind-up to which fed.s.88(1) applies. (see s.57.5(8) and s.57.5(9))

- (4) CMT losses must be used to the extent of the lesser of the adjusted net income 2134 and CMT losses available 2209.

- (5) Amount in 2214 must equal sum of 2270 + 2290.

Part 3: Analysis of CMT Losses Year End Balance by Year of Origin

For a pre-1994 loss, use the date of the last taxation year end before your corporation's first taxation year commencing after 1993.

	Year of Origin (oldest year first) year month day	CMT Losses of Corporation	CMT Losses of Predecessor Corporations
2240	9th preceding taxation year 1996-09-30	2260 0	2280 0
2241	8th preceding taxation year 1997-09-30	2261 0	2281 0
2242	7th preceding taxation year 1998-09-30	2262 0	2282 0
2243	6th preceding taxation year 1999-09-30	2263 0	2283 0
2244	5th preceding taxation year 2000-09-30	2264 0	2284 0
2245	4th preceding taxation year 2001-09-30	2265 0	2285 0
2246	3rd preceding taxation year 2001-12-31	2266 0	2286 0
2247	2nd preceding taxation year 2002-12-31	2267 0	2287 0
2248	1st preceding taxation year 2003-12-31	2268 0	2288 0
2249	Current taxation year 2004-12-31	2269 0	2289 0
Totals		2270 0	2290 0

The sum of amounts 2270 + 2290
must equal amount in 2214.

Corporation's Legal Name	Ontario Corporations Tax Account No. (MOF)	Taxation Year End
BURLINGTON HYDRO INC.	1800060	2004-12-31

Part 4: Continuity of CMT Credit Carryovers

Balance at Beginning of year NOTE (1) - - - - - + 2301 0.

Add: Current year's CMT Credit ((280 on page 8 of the CT23
or 347 on page 6 of the CT8. If negative, enter NIL) - - - - - + From 280 or 347 0.

Gross Special Additional Tax NOTE (2) 312 on page 5 of the CT8
(Life Insurance corporations only. Others enter NIL) + From 312 .

Subtract Income Tax
(190 on page 6 of the CT23 or page 4 of the CT8) - From 190 .

Subtotal (if negative, enter NIL) - - - - - = 2305 .

Current year's CMT credit (if negative, enter NIL) 280 or 347 - 2305 - - - - - = + 2310 0.

CMT Credit Carryovers from predecessor corporations NOTE (3) - - - - - + 2325 0.

Amalgamation (x) 2315 ☐ Yes Wind-up (x) 2320 ☐ Yes

Subtotal 2301 + 2310 + 2325 - - - - - = 2330 0.

Adjustments (Attach schedule) - - - - - ± 2332 0.

CMT Credit Carryover available 2330 ± 2332 - - - - - = 2333 0.

Transfer to Page 8 of the CT23 or Page 6 of the CT8

Subtract: CMT Credit utilized during the year to reduce income tax
(310 on page 8 of the CT23 or 351 on page 6 of the CT8.) - - - + From 310 or 351 0.

CMT Credit expired during the year - - - - - + 2334 0.

Subtotal - - - - - = 2335 0.

Balance at End of Year NOTE (4) 2333 - 2335 - - - - - = 2336 0.

Notes:

(1) Where acquisition of control of the corporation has occurred, the utilization of CMT credits can be restricted. (see s.43.1(5))

(2) The CMT credit of life insurance corporations can be restricted (see s.43.1(3)(b)).

(3) Include and indicate whether CMT credits are a result of an amalgamation to which fed.s.87 applies and/or a wind-up to which fed.s.88(1) applies. (see s.43.1(4))

(4) Amount in 2336 must equal sum of 2370 + 2390.

Part 5: Analysis of CMT Credit Carryovers Year End Balance by Year of Origin

	Year of Origin (oldest year first) year month day	CMT Credit Carryovers of Corporation	CMT Credit Carryovers of Predecessor Corporation(s)	
2340	9th preceding taxation year 1996-09-30	2360 0	2380 0	
2341	8th preceding taxation year 1997-09-30	2361 0	2381 0	
2342	7th preceding taxation year 1998-09-30	2362 0	2382 0	
2343	6th preceding taxation year 1999-09-30	2363 0	2383 0	
2344	5th preceding taxation year 2000-09-30	2364 0	2384 0	
2345	4th preceding taxation year 2001-09-30	2365 0	2385 0	
2346	3rd preceding taxation year 2001-12-31	2366 0	2386 0	
2347	2nd preceding taxation year 2002-12-31	2367 0	2387 0	
2348	1st preceding taxation year 2003-12-31	2368 0	2388 0	
2349	Current taxation year 2004-12-31	2369 0	2389 0	
Totals		2370 0	2390 0	The sum of amounts 2370 + 2390 must equal amount in 2336.



Corporate Minimum Tax - Associated Corporations

Name of Associated Corporation (Canadian and Foreign)	Corporations Tax Number	Taxation Year End	Total Assets	Total Revenue
BURLINGTON ELECTRICAL SERVICES	1800058	2004-12-31	+ 5,641,103	+ 3,536,552
BURLINGTON HYDRO ELECTRIC INC.	1800059	2004-12-31	+ 50,248,877	+ 3,683,710
			+	+
			+	+
			+	+
			+	+
			+	+
			+	+
			+	+
			+	+
			+	+
			+	+
			+	+
			+	+
			+	+
			+	+
			+	+
			+	+
			+	+
			+	+
			+	+
			+	+
			+	+
			+	+
Totals			= 55,889,980	= 7,220,262

Transfer to 250
of the CT23

Corporation's Legal Name	Ontario Corporations Tax Account No. (MOF)	Taxation Year End
BURLINGTON HYDRO INC.	1800060	2004-12-31

Instructions for completing the CETC Claim Form

- See the reverse side for a detailed description of the Cooperative Education Tax Credit and for important changes introduced in the 2004 Ontario Budget.
- Enter the relevant details for each qualifying work placement, including the amount of tax credit.
- Your total tax credit for the taxation year is equal to the sum of the tax credits for each qualifying work placement.
- Enter the total tax credit claimed on line 192, page 7 of the CT23 Long, or page 4 of the CT23 Short, or page 4 of the CT8.
 - The maximum amount of credit that can be claimed in respect of each work placement is \$1,000.
- Ensure you have the following documentation (Do not include with the form or tax return.):
 - a letter of certification from the Ontario college, university other post-secondary institution, containing information as specified by the Minister, stating that the student is enrolled in a qualifying education program; or
 - a voucher for leading-edge technology programs, other than an apprenticeship, stating that the educational program meets the definition of a qualifying program in leading-edge technology and that the work performed by that student during the work placement is in a related field.
- The credit is **considered government assistance** and is therefore **to be included in income** in the year the credit is claimed.

Summary of Co-operative Education Tax Credit Claimed

Complete a separate entry for each student work placement which ended during the corporation's taxation year. The tax credit is for co-op work placements and leading-edge technology work placements. A work placement is generally considered to be a full-time work assignment for up to 4 months in duration.

Example: If a corporation, with a December 31, 2001 taxation year end, hires an eligible student from September 1, 2001 until April 30, 2002, this would be considered 2 work placements. The first work placement is September 1, 2001 to December 31, 2001 and would be claimed in the 2001 taxation year. The second placement is January 1, 2002 to April 30, 2002 and must be claimed in the 2002 taxation year.

Qualifying Work Placements

Name of University/College and Education Program	Name of Student	Social Insurance No. of Student	Work Placement Start and End Dates <small>year month day</small>	Eligible Costs of Placement (ECP)	* Credit Claimed (See notes below) (max. \$1,000 per work placement)
University of	Hsieh		From 2004-04-19	5749	5775
Waterloo	Jane	276-384-922	To 2004-08-20	10,558	1,000
.....			From	5750	5776
			To	0	0
.....			From	5751	5777
			To	0	0
If insufficient space, attach schedule				5774	5798
Totals				10,558	1,000

Transfer to 192 on Page 7 of the CT23 Long or Page 4 of the CT23 Short, or Page 4 of the CT8

Note: Enter corporation's salaries & wages paid in the preceding taxation year A \$ 0.

If A is \$600,000 or greater use 10%. If A is \$400,000 or less use 15%.

If A is over \$400,000 but less than \$600,000 use the following formula to calculate the rate: Rate = .15 - [.05 (From A 0. - \$400,000) ÷ \$200,000]

Indicate rate used: 15.00%. * Credit claimed equals ECP multiplied by rate.

FEDERAL TAX INSTALMENTS

For The Taxation Year Ended: 2005-12-31

The following is a list of federal instalments payable for the current taxation year. The last column indicates the instalments payable to Revenue Canada. The instalments are due no later than on the dates indicated, otherwise non-deductible interest will be charged. A cheque or money order should be made payable to the Receiver General. Payment may be made either to an authorized financial institution or filed with form T9 (instalment form) and addressed to the appropriate Revenue Canada Taxation Centre.

Date	Instalments Required	Instalments Paid	Cumulative Difference	Instalments Payable
2005-01-31	130,326	0	0	130,326
2005-02-28	130,326	0	0	130,326
2005-03-31	130,326	0	0	130,326
2005-04-30	130,326	0	0	130,326
2005-05-31	130,326	0	0	130,326
2005-06-30	130,326	0	0	130,326
2005-07-31	130,326	0	0	130,326
2005-08-31	130,326	0	0	130,326
2005-09-30	130,326	0	0	130,326
2005-10-31	130,326	0	0	130,326
2005-11-30	130,326	0	0	130,326
2005-12-31	130,326	0	0	130,326
	-----	-----		-----
Total	1,563,912	0		1,563,912
	=====	=====		=====

Indicate Instalment Method Chosen [1-3]: 1
 1st Instalment Base Method

If instalments are starting late, indicate the MONTH in which you want them to start (1=January, 2=February, etc.) 1

1. 1st INSTALMENT BASE METHOD

1st Instalment Base Amount (Amount (I) Below)	1,563,907	/	12	=	130,326

	Monthly Instalments Required				130,326

2. COMBINED 1st AND 2nd INSTALMENT BASE METHOD

2nd Instalment Base Amount:					
Indicate:	Part I Tax	1,699,013			
	Part I.3, VI & VI.I Tax	127,094			
	Provincial Tax	0			

	Total	1,826,107	/	12	= (A) 152,176
Less: 1/12 of Estimated Current Yr Credits [(H) below / 12].					0

Each of the first 2 Instalment Payments				= (B)	152,176
Total tax from (I) below	1,563,907				
Less: Amount (B) above x 2	304,352				

		1,259,555	/	10	= 125,956

Each of the remaining 10 Instalment Payments					125,956

3. ESTIMATED TAX METHOD

Instalment Base Amount (Amount (I) Below)	0	/	12	=	0

	Monthly Instalments Required				0

— INSTALMENT BASE CALCULATION —

	1st Instalment Base Method	Estimated Tax Method
Taxable Income	7,320,823 =====	0 =====
CALCULATION OF TAX PAYABLE		
Total of:		
Federal Part I Tax	2,781,913	0
Federal Surtax	81,993	0
Refundable Tax on a CCPC's Investment Income	0	0
	-----	-----
Subtotal (A)	2,863,906	0
Less Total of:		
Small Business Deduction	0	0
Investment Corporation Deduction	0	0
Federal Tax Abatement	732,082	0
Manufacturing and Processing Profits Deduction	0	0
Non-Business Foreign Tax Credit	0	0
Business Foreign Tax Credit	0	0
Tax Reduction, General and Accelerated	512,458	0
Logging Tax Credit	0	0
Federal Political Contribution Tax Credit	0	0
Investment tax credit per Schedule 31 and resource deduction	76,224	0
Qualifying Environmental Trust Tax Credit	0	0
	-----	-----
Subtotal (B)	1,320,764	0
Total Part I Tax Payable (A) - (B) = (C)	1,543,142	0
Add: Part I.3 Tax (D)	20,765	0
Part VI Tax (D.1)	0	0
Part VI.I Tax (D.2)	0	0
Provincial/Territorial Tax (E)	0	0
	-----	-----
Total Parts I, I.3, VI, VI.I and Provincial/Territorial Tax = (F)	1,563,907	0
Adjustment for Short Taxation Years: x 365/# of days in year if < 365 (G)	365 / 365 1,563,907	365 / 0 0
Less - Estimated Current Year Credits:		
Investment Tax Credit Refund	0	0
Dividend Refund	0	0
Federal Capital Gains Refund	0	0
Provincial and Territorial Capital Gains Refund	0	0
NRO Allowable Refund per Sch. 26	0	0
Tax Withheld at Source	0	0
Other Estimated Credits	0	0
	-----	-----
Total Estimated Current Year Credits (H)	0	0
INSTALMENT BASE AMOUNT (G) - (H) = (I)	1,563,907 =====	0 =====

ONTARIO TAX INSTALMENTS

For The Taxation Year Ended: 2005-12-31

The following is a list of Ontario instalments payable for the current taxation year. The last column indicates the instalments payable to the Ontario Ministry of Revenue. The instalments are due no later than on the dates indicated otherwise non-deductible interest will be charged. A cheque or money order should be made payable to the Minister of Finance. Payment may be made either to a chartered bank in Ontario or filed with an instalment form and addressed to:

Ministry of Revenue (Ontario)
 Corporation Tax Branch
 P.O. Box 620
 33 King Street West
 Oshawa, Ontario
 L1H 8E9

Quarterly Instalment

Date	Instalments Required	Instalments Paid	Cumulative Difference	Instalments Payable
2005-03-31	0	0	0	0
2005-06-30	0	0	0	0
2005-09-30	0	0	0	0
2005-12-31	0	0	0	0
	-----	-----		-----
	0	0		0
	=====	=====		=====

Date	Instalments Required	Instalments Paid	Cumulative Difference	Instalments Payable
2005-01-31	109,439	0	0	109,439
2005-02-28	109,439	0	0	109,439
2005-03-31	109,439	0	0	109,439
2005-04-30	109,439	0	0	109,439
2005-05-31	109,439	0	0	109,439
2005-06-30	109,439	0	0	109,439
2005-07-31	109,439	0	0	109,439
2005-08-31	109,439	0	0	109,439
2005-09-30	109,439	0	0	109,439
2005-10-31	109,439	0	0	109,439
2005-11-30	109,439	0	0	109,439
2005-12-31	109,439	0	0	109,439
	-----	-----		-----
Total	1,313,268	0		1,313,268
	=====	=====		=====

Indicate Instalment Method Chosen [1-3]: 1

1. 1st Instalment Base Method
2. Combined 1st and 2nd Instalment Base Method
3. Estimated Tax Method

Do not used the quarterly payment even if applicable "X" to continue monthly payments []

If instalments are starting late, indicate the MONTH in which you want them to start (1=January, 2=February, etc.) 1

1. 1st INSTALMENT BASE METHOD

1st Instalment Base Amount (Amt (I) Below)	1,313,262	/	12	=	109,439

				Monthly Instalments Required	109,439
				Quarterly Instalments Required	0

2. COMBINED 1st AND 2nd INSTALMENT BASE METHOD

2nd Instalment Base Amount:					
Indicate:	Income Tax, C.M.T.	785,184			
	Capital Tax, Prem. Tax	288,895			

	Total	1,074,079	/	12	= (A) 89,507

	Each of the first 2 Instalment Payments			= (B)	89,507
	Total tax from (I) below	1,313,262			
	Less: Amount (A) above x 2	179,014			

		1,134,248	/	10	= 113,425

	Each of the remaining 10 Instalment Payments			=	113,425
				Quarterly Instalments Required	0

3. ESTIMATED TAX METHOD

Instalment Base Amount (Amt (I) Below)	0	/	12	=	0

				Monthly Instalments Required	0
				Quarterly Instalments Required	0

— INSTALMENT BASE CALCULATION —

		1st Instalment Base Method	Estimated Tax Method
Ontario Taxable Income		7,320,823	0
		=====	=====
CALCULATION OF TAX PAYABLE			
Gross Ontario Tax (A)		1,024,915	0
Less Total of:			
Incentive Deduction for an S.B.C., net of surtax		0	0
Manufacturing and Processing Profits Credit		0	0
Additional deduction for credit unions		0	0
Credit for foreign taxes paid		0	0
Credit for Investment in S.B.D.C.		0	0
Specified credits applied against income tax		1,000	0
		-----	-----
Total Deduction and Credits (B)		1,000	0
Income Tax (A) - (B) = (C)		1,023,915	0
Add: Capital Tax (D)		289,347	0
Corporate minimum tax paid (credited) (E)		0	0
Premium Tax (F)		0	0
		-----	-----
Total Income Tax and Other Taxes (C+D+E+F) = (G)		1,313,262	0
Adjustment for Short Taxation Years x 365 / number of days in year if < 365		365 / 365	365 / 365
	(H)	1,313,262	0
Less: Total estimated current year credits		0	0
		-----	-----
	(I)	1,313,262	0
		=====	=====