



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

2002 CT23 Corporations Tax and Annual Return

For taxation years commencing after May 4, 1999
Corporations Tax Act - Ministry of Finance (MOF)
Corporations Information Act - Ministry of Consumer and Business Services (MCBS)
(formerly Ministry of Consumer and Commercial Relations)

This return 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, together with the applicable schedules. 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 Schedules A or K) 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.

MCBS Annual Return Required? (Refer to Guide)

Yes ☒ No ☐

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Ministry Use

Corporation's Legal Name (including punctuation) and Mailing Address

BURLINGTON HYDRO INC.

1340 BRANT STREET

BURLINGTON

ON CA L7R-3Z7

Has address changed since last filed CT23 Return? Yes ☐

Date of Change

year month day

Registered/Head Office Address

1340 BRANT STREET

BURLINGTON

ON CA L7R-3Z7

Location of Books and Records

1340 BRANT STREET

BURLINGTON

ON CA L7R-3Z7

Name of person to contact regarding this CT23 Return

JOHN MAURO

Telephone No.

905-332-1851

Fax No.

905-332-8384

Address of Principal Office in Ontario (Extra-Provincial Corporations only)

(MCBS)

ON CA -

Former Corporation Name (Extra-Provincial Corporations only)

(Not Applicable)

☒

(MCBS)

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)

3

If there is no change to the Directors'/Officers'/Administrators' information previously submitted to MCBS, please ☒ this box. Schedule(s) A and K are not required (MCBS).

☐ No change

Ontario Corporations Tax Account No. (MOF)

1800060

This CT23 Return covers the Taxation Year

Start

year month day
2002-01-01

End

year month day
2002-12-31

Date of Incorporation or Amalgamation

year month day
1999-12-01

Ontario Corporation No. (MCBS)

1388234

Canada Customs and Revenue Agency (formerly Revenue Canada) Business No.

If applicable, enter

868291980RC0001

Jurisdiction Incorporated

ONTARIO

If not incorporated in Ontario, indicate the date Ontario business activity commenced and ceased:

Commenced

year month day

Ceased

year month day

(Not Applicable) ☒

Preferred Language/Langue de préférence

English
anglais

☒

French
français

☐

Ministry use



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)

MICHAEL KYSLEY

Title: ☐ Director ☒ Officer ☐ Other individual having knowledge of the affairs of the Corporation

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

BURLINGTON HYDRO INC.

1800060

2002-12-31

CT23 Corporations Tax Return

Identification continued (for CT23 filers only)

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

☒ 1 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)

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

☐ 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-residents 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 (formerly Revenue Canada)
approval required

☐ Final Taxation Year up to Dissolution (wind-up)

☐ 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?

☐ ☒

BURLINGTON HYDRO INC.

1800060

2002-12-31

Income Tax

ation - 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) (Inter. Bulletin 2617). Attach a schedule (or a copy of federal T2 SCH 5) showing allocation of gross revenue, salaries and wages, including applicable percentages.

Net income (loss) for Ontario purposes (per reconciliation schedule, page 16) ± From 690 1,652,048.

Subtract: Charitable donations 1 9,388.

Subtract: Gifts to Her Majesty in right of Canada or a province and gifts of cultural property (Attach schedule) 2 0.

Subtract: Taxable dividends deductible, per federal T2 SCH 3 3 0.

Subtract: Ontario political contributions (Attach schedule) 4 0.

Subtract: Federal Part VI.1 tax 0. X 9/4 5 0.

Subtract: Prior years' losses applied - Non-capital losses From 704 1,642,660.

Net capital losses (page 17) 0. X inclusion rate 50.000000% = 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 0.

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 0.

Taxable Income

From 10 (or 20 if applicable) 0. X 30 100.0000 % X 15.5000 % X 22 0 + 73 365 = + 23 0.

Ontario Allocation

From 10 (or 20 if applicable) 0. X 30 100.0000 % X 14.5000 % X 24 0 + 73 365 = + 25 0.

Ontario Allocation

From 10 (or 20 if applicable) 0. X 30 100.0000 % X 14.0000 % X 26 0 + 73 365 = + 27 0.

Ontario Allocation

From 10 (or 20 if applicable) 0. X 30 100.0000 % X 12.5000 % X 28 365 + 73 365 = + 29 0.

Ontario Allocation

From 10 (or 20 if applicable) 0. X 30 100.0000 % X 12.5000 % X 31 0 + 73 365 = + 32 0.

Ontario Allocation

Income Tax Payable (before deduction of tax credits) 23 + 25 + 27 + 29 + 32 = 40 0.

ntive 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 0.

Federal taxable income, less adjustment for foreign tax credit (fed.s.125(1)(b)) + 51 0.

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.

Federal Business limit for the year before the application of fed.s.125(5.1) = 0. 54 0.

(not exceeding \$ 200,000) (Attach federal T2 SCH 23 if associated) + 55 0.

Add: Ontario enhancement of federal business limit

Number of Days in Taxation Year

40,000 X Days after Dec 31, 2000 and before Oct 1, 2001 Total Days 0 + 73 365

X From 55 0 + 200,000 = + 42 0.

900 X Days after Sept 30, 2001 and before Jan 1, 2003 Total Days 365 + 73 365

X From 55 0 + 200,000 = + 43 0.

120,000 X Days after Dec 31, 2002 and before Jan 1, 2004 Total Days 0 + 73 365

X From 55 0 + 200,000 = + 46 0.

Ontario enhancement of federal business limit 42 + 43 + 46 = 0. + 44 0.

Business Limit for Ontario purposes 55 + 44 = 0. 45 0.

Income eligible for the IDSBC From 30 100.0000 % X 56 0. = 60 0.

* Ontario Allocation

Least of 50, 54 or 45

* 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

HURLINGTON HYDRO INC.

1800060

2002-12-31

DOLLARS ONLY

Income Tax continued from Page 4

Calculation of IDSBC Rate

		Number of Days in Taxation Year			
		Days after Dec 31, 1998 and before Jan 1, 2000	Total Days		
.....	7.00 %	x [74] 0 + [73] 365	= + [75] .0000.		
		Days after Dec 31, 1999 and before Oct 1, 2001	Total Days		
.....	7.50 %	x [76] 0 + [73] 365	= + [77] .0000.		
		Days after Sept 30, 2001 and before Jan 1, 2003	Total Days		
.....	6.50 %	x [28] 365 + [73] 365	= + [79] 6.5000.		
		Days after Dec 31, 2002 and before Jan 1, 2004	Total Days		
.....	7.00 %	x [31] 0 + [73] 365	= + [89] .0000.		
IDSBC Rate for Taxation Year		[75] + [77] + [79] + [89]		= [78] 6.5000.	
Claim	From [60] 0. x From [78] 6.5000 %			= [70] 0.	

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
 or 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.

**** 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.

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] 0.

If you are a member of an associated group (X) [81] ☒ (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

Aggregate Taxable Income [80] + [82] + [83] + [84], etc. = [85] 0.

		Number of Days in Taxation Year			
		Days before Jan 1, 2001	Total Days		
act: 200,000	x	[558] 0 + [73] 365	= + [111] 0.		
		Days after Dec 31, 2000 and before Oct 1, 2001	Total Days		
240,000	x	[26] 0 + [73] 365	= + [112] 0.		
		Days after Sept 30, 2001 and before Jan 1, 2003	Total Days		
280,000	x	[28] 365 + [73] 365	= + [113] 280,000.		
		Days after Dec 31, 2002 and before Jan 1, 2004	Total Days		
320,000	x	[31] 0 + [73] 365	= + [115] 0.		
		[111] + [112] + [113] + [115]	= 280,000.		
(If negative, enter nil)				- [114] 280,000.	
				= [86] 0.	

Calculation of Specified Rate for Surtax

		Number of Days in Taxation Year			
		Days after Dec 31, 1998 and before Jan 1, 2000	Total Days		
.....	4.67 %	x [74] 0 + [73] 365	= + [92] .0000		
		Days after Dec 31, 1999 and before Oct 1, 2001	Total Days		
.....	5.00 %	x [76] 0 + [73] 365	= + [93] .0000		
		Days after Sept 30, 2001 and before Jan 1, 2003	Total Days		
.....	4.3330 %	x [28] 365 + [73] 365	= + [95] 4.3330		
		Days after Dec 31, 2002 and before Jan 1, 2004	Total Days		
.....	4.6670 %	x [31] 0 + [73] 365	= + [96] .0000		
Specified rate of surtax for Taxation Year		[92] + [93] + [95] + [96]		= [94] 4.3330	
From [86] 0. x From [94] 4.3330 %				= [87] 0.	
From [87] 0. x From [60] 0. + From [114] 280,000.				= [88] 0.	
Surtax Lesser of [70] or [88]				= [100] 0	

Continued on Page 6

Income Tax *continued from Page 5*

Additional Deduction for Credit Unions (s.51(4)) *(Attach schedule)* **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 the federal T2 SCH 27 including necessary changes for Ontario tax purposes (e.g. different C.C.A. claimed).

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) - From **56** **0.**
 Add: Adjustment for Surtax on Canadian-controlled private corporations +
 From **100** **0.** + From **30** **100.0000** % + From **78** **6.5000** % = **121** **0.**
 * Ontario Allocation
 Lesser of **56** or **121** + **122** **0.**
 - **56** + **122** = **130** **0.**
 Taxable Income + From **10** **0.**
 Subtract: Income eligible for the Incentive Deduction for Small Business Corporations (IDSBC) - From **56** **0.**
 Add: Adjustments for Surtax on Canadian-controlled private corporations + From **122** **0.**
 Subtract: Taxable Income From **10** **0.** X Allocation % to jurisdictions outside Canada **0.0000** % - **140** **0.**
 Subtract: Amount by which Canadian and foreign investment income exceeds net capital losses - **141** **16,460.**
10 - **56** + **122** - **140** - **141** = **142** **0.**

Number of Days in Taxation Year

Claim
143 **0.** X From **30** **100.0000** % X **2.0000** % X **152** **0** + **73** **365** = + **153** **0.**
 Lesser of **130** or **142** * Ontario Allocation
143 **0.** X From **30** **100.0000** % X **1.5000** % X **28** **0** + **73** **365** = + **154** **0.**
 Lesser of **130** or **142** * Ontario Allocation
143 **0.** X From **30** **100.0000** % X **1.5000** % X **31** **0** + **73** **365** = + **155** **0.**
 Lesser of **130** or **142** * Ontario Allocation
 M&P claim for taxation year **153** + **154** + **155** = **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 (Info. Bulletins 15-79 & 2739) (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** **0.**

continued on Page 7

BURLINGTON HYDRO INC.

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2002-12-31

DOLLARS ONLY

Income Tax continued from Page 6

Specified Tax Credits (Refer to Guide)**Ontario Innovation Tax Credit (OITC) (s.43.3)** Applies to research and 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 5796 Summary Schedule F + 192 0.**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 5899 Claim Form Certified by Ontario Film Development Corporation
(Retain original Claim Form. Do not submit the Claim Form with the CT23 Tax Return.) + 193 0.**Graduate Transitions Tax Credit (GTTC) (s.43.6)**No. of Graduates From 6596194 0

Applies to employment of eligible unemployed graduate students.

Eligible Credit From 6598 Summary Schedule G + 195 0.**Ontario Book Publishing Tax Credit (OBPTC) (s.43.7)**

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

Eligible Credit From 6900 OBPTC Claim Form (Attach only the original Claim Form. Retain the Certification Form) + 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 Claim Form Certified by Ontario Film Development Corporation
(Retain original Claim Form. Do not submit the Claim Form with the CT23 Tax Return.) + 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 non-Canadian content film and television productions.

Eligible Credit From 7300 Claim Form certified by Ontario Film Development Corporation
(Retain original Claim Form. Do not submit the Claim Form with the CT23 Tax Return.) + 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 Claim Form certified by Ontario Film Development Corporation
(Retain original Claim Form. Do not submit the Claim Form with the CT23 Tax Return.) + 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 only the original Claim Form. Retain the Certification Form) + 201 0.Other (specify) + 201.1 0.**Total Specified Tax Credits** 191 + 192 + 193 + 195 + 196 + 197 + 198 + 199 + 200 + 201 + 201.1 = 220 0.**Specified Tax Credits Applied to reduce Income Tax** = 225 0.**Income Tax** 190 - 225 OR Enter NIL if reporting Non-Capital Loss = 230 0.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 18.

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.

Corporate Minimum Tax (CMT)

Determination of Applicability

Applies if either Total Assets exceeds \$5,000,000 or Total Revenue exceeds \$10,000,000.

* These amounts include the corporation's and associated corporations' share of any partnership(s)/joint venture(s) total assets and total revenue.

Short Taxation Years - Special rules apply for determining total revenue where the taxation year of the corporation or any associated corporation or any fiscal period of any partnership(s)/joint venture(s) of which the corporation or associated corporation is a member, is less than 51 weeks.

Associated Corporation - The total assets or total revenue of associated corporations is the total assets or total revenue for the taxation year ending on or before the date of the claiming corporation's taxation year end.

* Total Assets of the corporation + 119,907,137.
 * Total Revenue of the corporation + 148,490,550.

If you are a member of an associated group (x) ☒ (Yes)

Name of associated corporation (Canadian & foreign) (If no space, attach schedule)	Ontario Corporations Tax Account No. (MOF) (if applicable)	Taxation Year End	* Total assets	* Total Revenue
See attached			+ <input type="text" value="243"/>	+ <input type="text" value="244"/>
			+ <input type="text" value="245"/>	+ <input type="text" value="246"/>
			+ <input type="text" value="247"/>	+ <input type="text" value="248"/>

Aggregate Total Assets + + + , etc. = 119,907,137.
 Aggregate Total Revenue + + + , etc. = 148,490,550.

If CMT is applicable to current taxation year, complete section **Calculation: CMT** below and **Corporate Minimum Tax Schedules A through E** on Pages 19, 20 and 21 of CT23.

Calculation: CMT (Attach Schedule A: Calculation of CMT Base on Page 19.)

Gross CMT Payable CMT Base From 2,357,890. X From 100.0000% X 4% = 94,316.
 If negative, enter zero Ontario Allocation
 Subtract: Foreign Tax Credit for CMT purposes (Attach schedule) - 0.
 Subtract: Income Tax - From 0.
CMT Payable (If negative, enter Nil on Page 18.) = 94,316.

If is less than zero and you do not have a CMT credit carryover, transfer from Page 7 to **Income tax Summary, on Page 18.**

If is less than zero and you have a CMT credit carryover, complete A & B below.

If is greater than or equal to zero, transfer to Page 18 and transfer to Page 18, and to **Schedule D: Continuity of CMT Credit Carryovers, on Page 21.**

CMT Credit Carryover available From 94,316.

Application of CMT Credit Carryovers

A. Income Tax (before deduction of specified credits) + From 0.
 Gross CMT Payable + From 94,316.
 Subtract: Foreign Tax Credit for CMT purposes - From 0.
 If - is negative, enter NIL in = 94,316.
Income Tax eligible for CMT Credit = 0.
 B. Income tax (after deduction of specified credits) + From 0.
 Subtract: CMT credit used to reduce income taxes - 0.
Income Tax = 0.

Transfer to page 18

If A & B apply, cannot exceed the lesser of , and your CMT credit carryover available .

If only B applies, cannot exceed the lesser of and your CMT credit carryover available .

BURLINGTON HYDRO INC.

1800060

2002-12-31

DOLLARS ONLY

Capital Tax (Refer to Guide)

If your corporation is a Financial Institution (s.58(2)), proceed to page 14.

If your corporation is not a member of an associated group and/or partnership and (1) the Gross Revenue and Total Assets as calculated on Page 10 in 480 and 430 are both \$1,000,000 or less and the taxation year ends on or after January 1, 2000, or (2) the Gross Revenue and Total Assets as calculated on Page 10 in 480 and 430 are both \$1,500,000 or less and the taxation year ends on or after January 1, 2001, it is exempt from Capital Tax for the taxation year. 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 13 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. 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 (Inf.B.15-79, Int.B.L-12 and Int.B.L-16)

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).

Paid-up Capital

Paid-up capital stock	+ 350	45,139,138.
Retained earnings (if deficit, deduct)	+ 351	3,668,702.
Capital and other surpluses, excluding appraisal surplus (Inf.B.30-83)	+ 352	876,228.
Loans and advances (Attach schedule)	+ 353	50,270,112.
Bank loans	+ 354	0.
Bankers acceptances	+ 355	0.
Bonds and debentures payable	+ 356	0.
Mortgages payable	+ 357	0.
Lien notes payable	+ 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)	+ 359	-25,000.
Contingent, investment, inventory and similar reserves	+ 360	0.
Corporation reserves not allowed as deductions for income tax purposes (Attach schedule)	+ 361	2,007,286.
Share of partnership(s) or joint venture(s) paid-up capital (Attach schedule(s))	+ 362	0.
Subtotal	= 370	101,936,466.
Subtract: Amounts deducted for income tax purposes in excess of amounts booked (Retain calculations. Do not submit.)	- 371	597,176.
Deductible R & D expenditures and ONTTI costs deferred for income tax if not already deducted for book purposes	- 372	0.
Total Paid-up Capital	= 380	101,339,290.
Subtract: Deferred mining exploration and development expenses (s.62(1)(d))	- 381	0.
Net Paid-up Capital	= 390	101,339,290.

Eligible Investments (Refer to Guide)

Attach computations and list of corporations' names and investment amounts. Short-term investments (bankers acceptances, commercial paper, term deposits, 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.

Term deposits and investment certificates in foreign financial institutions for taxation years ending prior to December 15, 1999 (Refer to Guide)	+ 400	0.
Bonds, lien notes and similar obligations, (similar obligations, e.g. stripped interest coupons, applies to taxation years ending after October 30, 1998)	+ 402	0.
Liabilities 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	801,738.
Share of partnership(s) or joint venture(s) eligible investments (Attach schedule)	+ 407	0.
Total Eligible Investments	= 410	801,738.

continued on Page 10

BURLINGTON HYDRO INC.
Corp. Tax Acct. No. : 1800060

Year Ended:

Attached Sch.
2002-12-31

AMOUNTS DEDUCTED FOR TAX IN EXCESS OF BOOK

DEPRECIATION	-5,521,712.00
CCA PER ONTARIO SCHEDULE 8	5,985,534.00
	0.00
2001 CCA/DEPRECIATION DIFFERENCE	133,354.00
	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
	0.00
	0.00
	0.00
Total	=====
	597,176.00

BURLINGTON HYDRO INC.

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DOLLARS ONLY

Capital Tax *continued from Page 9***Total Assets**

Total Assets per balance sheet	+	420	119,907,137.
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	119,907,137.
Amounts in 360 and 361 (if deducted from assets)	+	440	0.
Subtract: Amounts in 371, 372 and 381	-	441	597,176.
Subtract: Appraisal surplus if booked	-	442	0.
Add or Subtract: Other adjustments (specify on an attached schedule)	±	443	0.
Total Assets	=	450	119,309,961.
Investment Allowance $(\frac{410 + 450}{2}) \times 390$			680,979.
Taxable Capital 390 - 460	=	470	100,658,311.

Gross Revenue (as adjusted to include the share of any partnership(s)/joint venture(s) Gross Revenue)	480	148,490,550.
Total Assets (as adjusted)	From 430	119,907,137.

Calculation of Capital Tax for all corporations except Financial Institutions*Note: This version (2002) of the CT23 may only be used for a taxation year that commenced on or after May 5, 1999.**(Financial Institutions use calculations on page 14.)*

- 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, review only the capital tax calculations in Section B and select and complete the one specific subsection (e.g. B4) that applies to the corporation.
- OR** If the corporation IS a member of an associated group and/or partnership, complete Section C. Next review, and if applicable, complete Section D. If Section D is not applicable review Section E and complete the applicable subsection: either E1 or E2. Note: if the corporation is a member of a connected partnership, please refer to the 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.

Enter NIL in 550 on page 13 and complete the return from that point.

SECTION B

This section applies if the corporation is NOT a member of an associated group and/or partnership.

- B1.** If the taxation year end is before January 1, 2001 and 430 and 480 are both \$1,000,000 or less, enter NIL in 550 on page 13 and complete the return from that point.
- B2.** If the taxation year end is after December 31, 2000 and 430 and 480 are both \$1,500,000 or less, enter NIL in 550 on page 13 and complete the return from that point.
- B3.** If the taxation year commences after September 30, 2001 and 430 and 480 on page 10 are both \$3,000,000 or less, enter NIL in 550 on page 13 and complete the return from that point.
- B4.** If taxable capital, 470 on page 10 is \$2,000,000 or less, enter NIL in 550 on page 13 and complete the return from that point.

continued on Page 11

BURLINGTON HYDRO INC.

1800060

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DOLLARS ONLY

Capital Tax Calculation *continued from page 10*

B5. If taxable capital, 470 exceeds \$2,000,000 but is \$5,000,000 or less, complete the following calculations and transfer the total from 508 to 543 and complete the return from that point.

Calculation: Portion of Capital Tax relating to the days in the taxation year after May 4, 1999 and before January 1, 2000

(a) From 470 0. X .3000% = + 490 0.

Deduct:

From 470 0. X 1.5% = - 492 0.

(504 = 490 - 492) = 504 0. X From 30 100.0000% X 0 = + 505 0.

Ontario Allocation ** 365
(366 if leap year)

Days in taxation year after May 4, 1999 and before Jan 1, 2000 552

If 2,400,000 - 470 is negative, enter NIL in 492

Calculation: Portion of Capital Tax relating to the days in the taxation year after December 31, 1999 and before January 1, 2001

(b) From 470 0. X .3000% = + 490 0.

Deduct:

From 470 0. X 0.75% = - 493 0.

(506 = 490 - 493) = 506 0. X From 30 100.0000% X 0 = + 507 0.

Ontario Allocation ** 365
(366 if leap year)

Days in taxation year after Dec 31, 1999 and before Jan 1, 2001 553

If 2,800,000 - 470 is negative, enter NIL in 493

Calculation: Portion of Capital Tax relating to the days in the taxation year after December 31, 2000 and before October 1, 2001

(c) From 470 0. X .3000% = + 490 0.

Deduct:

From 470 0. X 0.5% = - 495 0.

(509 = 490 - 495) = 509 0. X From 30 100.0000% X 0 = + 522 0.

Ontario Allocation ** 365
(366 if leap year)

Days in taxation year after Dec 31, 2000 and before Oct 1, 2001 554

If 3,200,000 - 470 is negative, enter NIL in 495

Calculation: Portion of Capital Tax relating to the days in the taxation year after September 30, 2001

*) Capital Tax for that portion of a taxation year that is after September 30, 2001 for a corporation whose taxable capital is \$5,000,000 or less and that is not associated, is NIL.

Total Capital Tax for the taxation year 505 + 507 + 522 = 508 0.

Transfer to 543 on page 13 and complete the return from that point.

B6. If 470 exceeds \$5,000,000, complete the following calculations and transfer the amount from 508 to 543 and complete the return from that point.

Calculation: Portion of Capital Tax relating to the days in the taxation year before October 1, 2001

(a) From 470 0. X From 30 100.0000% X .3000% X 0 = + 502 0.

Ontario Allocation ** 365
(366 if leap year)

Days in taxation year before Oct 1, 2001 559

Calculation: Portion of Capital Tax relating to the days in the taxation year after September 30, 2001

(b) From 470 0.

Exemption - 0.

= 471 0. X From 30 100.0000% X .3000% X 365 = + 523 0.

Ontario Allocation ** 365
(366 if leap year)

Days in taxation year after Sept 30, 2001 560

Total Capital Tax for the taxation year 502 + 523 = 508 0.

Transfer to 543 on page 13 and complete the return from that point.

** If floating taxation year, refer to Guide.

continued on Page 12

BURLINGTON HYDRO INC.

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2002-12-31

DOLLARS ONLY

Capital Tax Calculation *continued from page 11***SECTION C**

If the corporation is a member of an associated group and/or partnership, complete the following two aggregate taxable capital calculations as applicable, and

(x) ☐ 510 ☒ (Yes)

Note: Calculation #2 is not required if the taxation year commences after September 30, 2001.

Taxable Capital of the corporation + From ☐ 470 100,658,311.

Calculation 1

Determine aggregate taxable capital of an associated group and/or partnership having a permanent establishment in Canada

Names of associated corporations or related partners having a permanent establishment in Canada

See attached

Aggregate Taxable Capital ☐ 470 + ☐ 531 = ☐ 540 104,322,308.

Taxable Capital

☐ 531 3,663,997.

☐ 540 104,322,308.

If ☐ 540 above is \$5,000,000 or less, the corporation's Capital Tax for the portion of the taxation year after September 30, 2001, is NIL.

Enter NIL in ☐ 523 in E1(d) or E2(b), as applicable.

If ☐ 540 above is greater than \$5,000,000, the corporation must compute its share of the \$5,000,000 exemption below in order to calculate its Capital Tax for the portion of the taxation year after September 30, 2001.

From ☐ 470 100,658,311. + From ☐ 540 104,322,308. x 5,000,000 = ☐ 541 4,824,391.

Transfer to Section E2(b)

Calculation 2

Determine aggregate taxable capital of an associated group and/or partnership that does NOT have a permanent establishment in Canada

Names of Canadian & Foreign associated corporations or related partners with no permanent establishment in Canada

Total Aggregate Taxable Capital ☐ 540 + ☐ 514 = ☐ 520 104,322,308.

Taxable Capital

☐ 514 0.

☐ 520 104,322,308.

If ☐ 520 is greater than \$2,000,000 and less than \$3,200,000 and a portion of the taxation year is before October 1, 2001, the corporation must compute the following ratio.

From ☐ 470 100,658,311. + From ☐ 520 0. = ☐ 521 .0000.

Transfer to Section E1(a) and/or (b) and/or (c) as applicable

SECTION D

This section applies if the corporation IS a member of an associated group and/or partnership whose total AGGREGATE taxable capital at ☐ 520 is \$2,000,000 or less.

Enter NIL in ☐ 550 and complete the return from that point.

BURLINGTON HYDRO INC.

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Capital Tax Calculation *continued from Page 12*

SECTION E

This section applies if the corporation IS a member of an associated group and/or partnership whose total AGGREGATE taxable capital at [520] exceeds \$2,000,000.

E1. If the total aggregate taxable capital [520] exceeds \$2,000,000 but is \$3,200,000 or less, complete the following calculations and transfer the total From [508] to [543] and complete the return from that point.

Calculation: Portion of Capital Tax relating to the days in the taxation year after May 4, 1999 and before January 1, 2000

(a) From [470] 0. x .3000% = + [490] 0.
 Deduct: [2,400,000 - From [520] 0.] x 1.5% x [From [521] .0000] = - [492] 0.
 ([504] = [490] - [492]) = [504] 0. x [From [30] 100.0000] % x [From [522] 0] = + [505] 0.
 Ontario Allocation ** 365
 (365 if leap year)

Calculation: Portion of Capital Tax relating to the days in the taxation year after December 31, 1999 and before January 1, 2001

(b) From [470] 0. x .3000% = + [490] 0.
 Deduct: [2,800,000 - From [520] 0.] x 0.75% x [From [521] .0000] = - [493] 0.
 ([506] = [490] - [493]) = [506] 0. x [From [30] 100.0000] % x [From [523] 0] = + [507] 0.
 Ontario Allocation ** 365
 (365 if leap year)

Calculation: Portion of Capital Tax relating to the days in the taxation year after December 31, 2000 and before October 1, 2001

(c) From [470] 0. x .3000% = + [490] 0.
 Deduct: [3,200,000 - From [520] 0.] x 0.5% x [From [521] .0000] = - [495] 0.
 ([509] = [490] - [495]) = [509] 0. x [From [30] 100.0000] % x [From [524] 0] = + [522] 0.
 Ontario Allocation ** 365
 (365 if leap year)

Calculation: Portion of Capital Tax relating to the days in the taxation year after September 30, 2001

(d) Capital Tax for that portion of a taxation year that is after September 30, 2001 for a corporation whose total aggregate taxable capital at [540] is \$5,000,000 or less is NIL. Enter NIL = + [523] 0.

Total Capital Tax for the taxation year [505] + [507] + [522] + [523] = [508] 0.
 Transfer to [543] and complete the return from that point.

E2. If the total aggregate taxable capital at [520] exceeds \$3,200,000 complete the following calculations and transfer the total From [508] to [543] and complete the return from that point.

Calculation: Portion of Capital Tax relating to the days in the taxation year before October 1, 2001

(a) From [470] 100,658,311. x From [30] 100.0000 % x .3000% x [From [555] 0] = + [502] 0.
 Ontario Allocation ** 365
 (365 if leap year)

Calculation: Portion of Capital Tax relating to the days in the taxation year after September 30, 2001

(b) From [470] 100,658,311.
 From [541] (section C) - 4,824,391.
 = [471] 95,833,920. x From [30] 100.0000 % x .3000% x [From [560] 365] = + [523] 287,502.
 Ontario Allocation ** 365
 (365 if leap year)

Total Capital Tax for the taxation year [502] + [523] = [508] 287,502.
 ** If floating taxation year, refer to Guide. Transfer to [543] and complete the return from that point.

Capital Tax before application of specified credits = [543] 287,502.

Subtract: Specified Tax Credits applied to reduce capital tax payable (Refer to Guide) = [546] 0.

Capital Tax [543] - [546] = [550] 287,502.

continued on Page 14

Transfer to Page 18

Capital Tax *continued from page 13*

Calculation of Capital Tax for Financial Institutions

I.1. Credit Unions only

For taxation years commencing after May 4, 1999 enter NIL in on page 13, and complete the return from that point.

I.2. Other than Credit Unions

(Retain details of calculations for amounts in boxes and . Do not submit with this tax return.)

<input type="text" value="565"/>	<input type="text" value="0."/> x <input type="text" value="0.00"/> %	X From <input type="text" value="30"/>	<input type="text" value="0."/> %	X	<input type="text" value="555"/>	<input type="text" value="0"/> + <input type="text" value="0"/> (366 if leap year)	=	+	<input type="text" value="569"/>	<input type="text" value="0."/> %
Lesser of adjusted TPUC and Basic Capital Amount in accordance with Division B.1										
Ontario Allocation										

<input type="text" value="570"/>	<input type="text" value="0."/> x <input type="text" value="571"/>	<input type="text" value="0.00"/> %	X From <input type="text" value="30"/>	<input type="text" value="0."/> %	X	<input type="text" value="555"/>	<input type="text" value="0"/> + <input type="text" value="0"/> (366 if leap year)	=	+	<input type="text" value="574"/>	<input type="text" value="0."/> %
Adjusted TPUC in accordance with Division B.1 in excess of Basic Capital Amount											
Capital Tax Rate (Refer to Guide)											
Ontario Allocation											

Capital Tax for Financial Institutions – other than Credit Unions (before Sections II)	<input type="text" value="569"/> + <input type="text" value="574"/>	=	<input type="text" value="575"/>	<input type="text" value="0."/> %
--	---	---	----------------------------------	-----------------------------------

** If floating taxation year, refer to Guide.

II. 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	=	<input type="text" value="585"/>	<input type="text" value="0."/> %
Financial institutions: Claiming a tax credit for investment in Community Small Business Investment Fund (CSBIF)?	(x) <input type="checkbox"/> Yes			

Capital Tax – Financial Institutions	<input type="text" value="575"/> - <input type="text" value="585"/>	=	<input type="text" value="586"/>	<input type="text" value="0."/> %
			Transfer to <input type="text" value="543"/> on Page 13	

Premium Tax (s.74.2 & 74.3) (Refer to Guide)

(1) Uninsured Benefits Arrangements	<input type="text" value="587"/>	<input type="text" value="0."/> x 2%	=	<input type="text" value="588"/>	<input type="text" value="0."/> %
<i>Applies to Ontario-related uninsured benefits arrangements.</i>						

(2) Unlicensed Insurance (enter premium tax payable in <input type="text" value="588"/> and attach a detailed schedule of calculations. If subject to tax under (1) above, add both taxes together and enter total tax in <input type="text" value="588"/> .)						
<i>Applies to Insurance Brokers and other persons placing insurance for persons resident or property situated in Ontario with unlicensed insurers.</i>						

Deduct: Specified Tax Credits applied to reduce premium tax (Refer to Guide)	=	<input type="text" value="589"/>	<input type="text" value="0."/> %
--	-------	---	----------------------------------	-----------------------------------

Premium Tax	<input type="text" value="588"/> - <input type="text" value="589"/>	=	<input type="text" value="590"/>	<input type="text" value="0."/> %
			Transfer to page 18	

BURLINGTON HYDRO INC.

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DOLLARS ONLY

Reconcile net income (loss) for federal income tax purposes with net income (loss) for Ontario purposes if amounts differ

Net Income (loss) for federal income tax purposes, per federal T2 SCH 1

+ 600 1,652,048.

Transfer to page 16

Add:

Federal capital cost allowance	+ 601	5,985,519.
Federal cumulative eligible capital deduction	+ 602	283.
Ontario taxable capital gain	+ 603	16,460.
Federal non allowable reserves. Balance beginning of year	+ 604	1,958,520.
Federal allowable reserves. Balance end of year	+ 605	0.
Ontario non-allowable reserves. Balance end of year	+ 606	2,007,286.
Ontario allowable reserves. Balance beginning of year	+ 607	0.
Federal exploration expenses (e.g. CEDE, CEE, CDE, COGPE)	+ 608	0.
Federal resource allowance	+ 609	0.
Federal depletion allowance	+ 610	0.
Federal foreign exploration and development expenses	+ 611	0.
Management fees, rents, royalties and similar payments to non-arm's length non-residents		

Number of Days in Taxation Year

612	0.	x	5 + 15.5000	x	22	0	+	73	365	= + 630	0.
612	0.	x	5 + 14.5000	x	24	0	+	73	365	= + 631	0.
612	0.	x	5 + 14.0000	x	26	0	+	73	365	= + 632	0.
	0.	x	5 + 12.5000	x	28	365	+	73	365	= + 633	0.
612	0.	x	5 + 12.5000	x	31	0	+	73	365	= + 634	0.

Total add-back amount for Management fees, etc. 630 + 631 + 632 + 633 + 634 = 0. + 613 0.

Federal allowable business investment loss + 620 0.

Total of other items not allowed by Ontario but allowed federally (Attach schedule) + 614 0.

Federal Scientific Research Expenses claimed in year from federal form T661 0.

Negative Ontario SR&ED Pool amounts from Ontario schedule 161 line 473 + 0.

= 0. + 615 0.

Subtotal of Additions 601 to 611 + 613 + 620 + 614 + 615 = 9,968,068. 640 9,968,068.

Transfer to page 16

continued on Page 16

BURLINGTON HYDRO INC.

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DOLLARS ONLY

Reconcile net income (loss) for federal income tax purposes with net income (loss) for Ontario purposes if amounts differ

continued from Page 15

Net Income (loss) for federal income tax purposes, per federal T2 SCH 1 From + 600 1,652,048.

Subtotal of Additions From + 640 9,968,068.

Deduct:

Ontario capital cost allowance	+ <u>650</u>	5,985,519.
Ontario cumulative eligible capital deduction	+ <u>651</u>	283.
Federal taxable capital gain	+ <u>652</u>	16,460.
Ontario non-allowable reserves. Balance beginning of year	+ <u>653</u>	1,958,520.
Ontario allowable reserves. Balance end of year	+ <u>654</u>	0.
Federal non-allowable reserves. Balance end of year	+ <u>655</u>	2,007,286.
Federal allowable reserves. Balance beginning of year	+ <u>656</u>	0.
Ontario exploration expenses (e.g. CEDE, CEE, CDE, COGPE) <i>(Retain calculations. Do not submit.)</i>	+ <u>657</u>	0.
Ontario depletion allowance	+ <u>658</u>	0.
Ontario resource allowance	+ <u>659</u>	0.
Ontario research and development super allowance <i>(Attach schedule)</i>	+ <u>660</u>	0.
Government Assistance relating to provincial deductions for scientific research and experimental development added back for federal income tax purposes as a result of the Federal 2000 Budget	+ <u>674</u>	0.
Ontario current cost adjustment <i>(Attach schedule)</i>	+ <u>661</u>	0.

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:

From 662 0. x $\frac{100}{\text{From } \underline{30} \text{ } 100.0000}$ = 663 0.

Ontario Allocation

Workplace Child Care Tax Incentive: (Applies to qualifying expenditures incurred after May 5, 1998.)

Qualifying expenditures: 665 0. x 30.00% x $\frac{100}{\text{From } \underline{30} \text{ } 100.0000}$ = 666 0.

Ontario Allocation

Workplace Accessibility Tax Incentive: (Applies to qualifying expenditures incurred after July 1, 1998.)

Qualifying expenditures: 667 0. x 100.00% x $\frac{100}{\text{From } \underline{30} \text{ } 100.0000}$ = 668 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)

Qualifying expenditures: 670 0. x 30.00% x $\frac{100}{\text{From } \underline{30} \text{ } 100.0000}$ = 671 0.

Ontario Allocation

Educational Technology Tax Incentive: (Applies to qualifying amounts incurred after May 2, 2000.)

Qualifying expenditures: 672 0. x 15.00% x $\frac{100}{\text{From } \underline{30} \text{ } 100.0000}$ = 673 0.

Ontario Allocation

Ontario allowable business investment loss + 678 0.

Ontario Scientific Research Expenses claimed in the year from Ontario form CT161 ... + 679 0.

Total of other deductions allowed by Ontario *(Attach schedule)* + 664 0.

Subtotal of Deductions

650 to 660 + 674 + 661 + 663 + 666 + 668 + 671 + 673 + 678 + 679 + 664 = 9,968,068. 680 9,968,068.

Net income (loss) for Ontario Purposes

600 + 640 - 680 = 690 1,652,048.

Transfer to Page 4

BURLINGTON HYDRO INC.

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2002-12-31

DOLLARS ONLY

Continuity of Losses Carried Forward

	Non-Capital Losses (1)	Total Capital Losses (9) (10)	Farm Losses	Restricted Farm Losses	Listed Personal Property Losses	Limited Partnership Losses (6)
Balance at Beginning of Year	700 (2) 2,312,960	710 (2) 0	720 (2) 0	730 0	740 0	750 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 0	712 0	722 0	732 0		752 0
Subtotal	703 0	713 0	723 0	733 0	743 0	753 0
Subtract:	704	715 (4)	724	734 (4)	744 (4)	754 (4)
Utilized during the year to reduce taxable income	1,642,660	0	0	0	0	0
Expired during the year	705 0		725 0	735 0	745 0	
Carried back to prior years to reduce taxable income (5)	706 (2) to Page 18 0	716 (2) to Page 18 0	726 (2) to Page 18 0	736 (2) to Page 18 0	746 0	
Subtotal	707 1,642,660	717 0	727 0	737 0	747 0	757 0
Balance at End of Year	709 (8) 670,300	719 0	729 0	739 0	749 0	759 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) Total Capital Losses for a year is the excess of 100% of the Capital Losses in the taxation year minus 100% of the Capital Gains (less any reserves) in the taxation year. Total Capital Losses is before the inclusion rate has been applied.
- (10) In the 2001 CT23 this column now refers to Total Capital Losses (100% of loss), whereas previously the column referred to Net Capital Losses (75% of loss or after the inclusion rate has been applied). Loss amounts that are not carried at 100% of the loss must be grossed back up to 100% by multiplying the balance by 1.333333. No adjustment is required where losses are carried at 100% of the loss amount.

Analysis of Balance 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 (9) (10)	Farm Losses	Restricted Farm Losses
800 1994-09-30				850 0	870 0
801 1995-09-30				851 0	871 0
802 1996-09-30				852 0	872 0
803 1997-09-30	820 0	830 0	840 0	853 0	873 0
804 1998-09-30	821 0	831 0	841 0	854 0	874 0
805 1999-09-30	822 0	832 0	842 0	855 0	875 0
2000-09-30	823 0	833 0	843 0	856 0	876 0
807 2001-09-30	824 0	834 0	844 0	857 0	877 0
808 2001-12-31	825 670,300	835 0	845 0	858 0	878 0
809 2002-12-31	826 0	836 0	846 0	859 0	879 0
Total	829 670,300	839 0	849 0	869 0	889 0

BURLINGTON HYDRO INC.

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2002-12-31

DOLLARS ONLY

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:
 - 1) the first day of the taxation year after the loss year,
 - 2) the day on which the corporation's return for the loss year is delivered to the Minister, or
 - 3) 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
<input type="checkbox"/> Net: Loss to be carried back to preceding taxation years <input type="checkbox"/> Net: Loss to be carried back to reduce taxable income				
Predecessor Ontario Corporation's Tax Account No. (MOF)				
Taxation Year Ending year month day				
i) 3rd preceding 901	911 0	921 0	931 0	941 0
ii) 2nd preceding 902	912 0	922 0	932 0	942 0
iii) 1st preceding 903	913 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	0.
Corporate Minimum Tax	+ From 280	94,316.
Capital Tax	+ From 550	287,502.
Premium Tax	+ From 590	0.
Total Tax Payable	= 950	381,818.
Subtract: Payments	- 960	429,997.
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	-48,179.
If payment due	Enclosed * 990	0.
If overpayment: Refund (Refer to Guide)	= 975	48,179.
Apply to	year month day 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.

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.