



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) (item 11) 001 86420 5893 RC 0001

Corporation's name (item 12)

002 FORT FRANCES POWER CORPORATION

Has the corporation changed its name since the last time we were notified? 003 ☐ Yes ☒ NoIf yes, do you have a copy of the articles of amendment? 004 ☐ Yes ☐ No

Address of head office (item 13)

Has the address changed since the last time we were notified? 010 ☐ Yes ☒ No

011 320 Portage Avenue

012

City Province, territory, or state

015 Fort Frances

016 ON

Country (other than Canada) Postal code/Zip code

017 018 P9A 3P9

To which taxation year does this return apply? (item 17)

From 060 2004/01/01 to 061 2004/12/31

Has there been an acquisition of control to which subsection 249(4) applies since the previous taxation year? 063 ☐ Yes ☒ No

If yes, provide date control was acquired 065

Is the corporation a professional corporation that is a member of a partnership? (item 18) 067 ☐ Yes ☒ No

Mailing address (if different from head office address) (item 14)

Has the address changed since the last time we were notified? 020 Yes ☐ No ☒

021 C/o

022 320 Portage Avenue

023

City Province, territory, or state

025 Fort Frances

026 ON

Country (other than Canada) Postal code/Zip code

027 028 P9A 3P9

Is this the first year of filing after:

Incorporation? (item 19) 070 ☐ Yes ☒ NoAmalgamation? (item 20) 071 ☐ Yes ☒ No

If yes, complete Schedule 24

Has there been a wind-up of a subsidiary under section 88 during the current taxation year? (item 21)

If yes, complete Schedule 24 072 ☐ Yes ☒ NoIs this the final taxation year before amalgamation? (item 22) 076 ☐ Yes ☒ NoIs this the final return up to dissolution? (item 23) 078 ☐ Yes ☒ NoIs the corporation a resident of Canada? (item 24) 080 ☒ Yes ☐ No

If no, give the country of residence. 081

Is the non-resident corporation claiming an exemption under an income tax treaty? (item 24) 082 ☐ Yes ☒ No

If yes, complete Schedule 91

If the corporation is exempt from tax under section 149, tick one of the following boxes: (item 25)

- 085 1 ☐ Exempt under 149(1)(e) or (l)
2 ☐ Exempt under 149(1)(j)
3 ☐ Exempt under 149(1)(t)
4 ☐ Exempt under other paragraphs of section 149

040 Type of corporation at end of taxation year (item 16)

- 1 ☒ Canadian controlled
2 ☐ Other private corporation
3 ☐ Public corporation
4 ☐ Corporation controlled by private corporation (CCPC)
5 ☐ Other corporation (please specify, below)

If the type of corporation changed during the taxation year, provide the effective date of the change 043

Do not use this area

091	092	093	094	095	096
097					

Attachments

Financial statement information: Use GIF1 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 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 (CCPC)?	160 <input type="checkbox"/>	23
30 Is the corporation an associated CCPC that is claiming the expenditure limit?	161 <input 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 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 an 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?	172 <input type="checkbox"/>	---
46 Does the corporation (private corporations only) 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 financial statements different from the net income 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 type="checkbox"/>	2
82, 104 Has the corporation received dividends or paid taxable dividends for purposes of the dividend refund?	203 <input type="checkbox"/>	3
69-76 Is the corporation claiming any type of losses?	204 <input checked="" 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), (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 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 type="checkbox"/>	31
63 Is the corporation claiming any scientific research and experimental development expenditures?	232 <input type="checkbox"/>	T661/T665
124 Is the corporation subject to Part 1.3 tax?	233 <input type="checkbox"/>	33/34/35
124 Is the corporation a member of a related group with one or more members subject to gross Part 1.3 tax?	236 <input 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? (item 48)	280	1 Yes <input type="checkbox"/>	2 No <input checked="" type="checkbox"/>
Has the major business activity changed since the last return was filed? (enter yes for first time filers) (item 49)	281	1 Yes <input type="checkbox"/>	2 No <input checked="" type="checkbox"/>
What is the corporation's major business activity? (item 50) (Only complete if yes was entered at line 281.)	282		
If the major activity involves the resale of goods, indicate whether it is wholesale or retail (item 51)	283	1 Wholesale <input type="checkbox"/>	2 Retail <input type="checkbox"/>
Specify the principal product(s) mined, manufactured, sold, constructed, or service provided, giving the approximate percentage of the total revenue that each product or service represents. (item 52)	284 Electrical Energy	285 99.000 %	
	286 Other	287 1.000 %	
	288	289 %	
Did the corporation immigrate to Canada during the taxation year? (item 53)	291	1 Yes <input type="checkbox"/>	2 No <input checked="" type="checkbox"/>
Did the corporation emigrate from Canada during the taxation year? (item 54)	292	1 Yes <input type="checkbox"/>	2 No <input checked="" type="checkbox"/>

Taxable income

Net income or (loss) for income tax purposes from Schedule 1, financial statements or GIFL (item 77)	300	99,577	A
Deduct:			
Charitable donations from Schedule 2 (item 78)	311		
Gifts to Canada or a province, or a territory from Schedule 2 (item 79)	312		
Cultural gifts from Schedule 2 (item 80)	313		
Ecological gifts from Schedule 2 (item 81)	314		
Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 (item 82)	320		
Part VI.1 tax deduction from Schedule 43 (item 83)**	325		
Non-capital losses of preceding taxation years from Schedule 4 (item 84)	331		
Net capital losses of preceding taxation years from Schedule 4 (item 85)	332		
Restricted farm losses of prior taxation years from Schedule 4 (item 86)	333		
Farm losses of prior taxation years from Schedule 4 (item 87)	334		
Limited partnership losses of prior years from Schedule 4 (item 88)	335		
Taxable capital gains or taxable dividends allocated from a central credit union (item 89)	340		
Prospector's and grubstaker's shares (item 90)	350		
Subtotal			B
Subtotal (amount A minus amount B) (if negative, enter "0")		99,577	C
Add:			
Section 110.5 additions and/or subparagraph 115(1)(a)(vii) additions (item 91)	355		D
Taxable income (amount C plus amount D) (item 92)	360	99,577	
Income exempt under paragraph 149(1)(t) (item 93)	370		
Taxable income for a corporation with exempt income under paragraph 149(1)(t) (line 360 minus line 370) (item 94)			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 throughout the taxation year**

Income from active business carried on in Canada from Schedule 7 (item 95)

400 99,577 A

Taxable income from line 360 on page 3, **minus** 10/3 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 (item 96)

405 99,577 B

Calculation of the business limit: (item 97)

for all CCPCs, calculate the amount at line 4 below

\$225,000 x	Number of days in the taxation year in 2003		=		1
	Number of days in the taxation year	366			
\$250,000 x	Number of days in the taxation year in 2004	366	=	250,000	2
	Number of days in the taxation year	366			
\$300,000 x	Number of days in the taxation year after 2004		=		3
	Number of days in the taxation year	366			
Add amounts at line 1, 2, and 3				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: (item 98)

Amount C 250,000 X 415 *** D = 11,250 E

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

425 250,000 F

Small business deduction - 16% of the least of amounts A, B, C, and F
(enter amount G of line 9 on page 7)

430 15,932 G

Accelerated tax reduction (item 99)**Canadian-controlled private corporations throughout the taxation year that claimed the small business deduction**

Reduced business limit (amount from line 425) 250,000 x 300,000 = 300,000 A
250,000

Net active business income (amount from line 400)* 99,577 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 (item 96)

99,577 C

Deduct:

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

D

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

99,577

99,577 E

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

99,577 F

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

Amount QQ from Part 13 of Schedule 27 H

Taxable resource income from line 435 on page 5 I

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

Amount on line 400, 405, 410 or 425, whichever is less 99,577 K

Total of amounts G, H, I, J, and K 99,577

99,577 L

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

M

Accelerated tax reduction - 7% of amount M

N

(Enter amount N on line 637 of page 7)

* 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 (item 100)

Taxable resource income		435	A
Amount A _____ x	Number of days in the taxation year in 2003 _____		
	Number of days in the taxation year 366	x 1% = _____	B
Amount A _____ x	Number of days in the taxation year in 2004 _____		
	Number of days in the taxation year 366	x 2% = _____	C
Amount A _____ x	Number of days in the taxation year in 2005 _____		
	Number of days in the taxation year 366	x 3% = _____	D
Amount A _____ x	Number of days in the taxation year in 2006 _____		
	Number of days in the taxation year 366	x 5% = _____	E
Resource deduction - total of amounts B, C, D and E		438	F
(enter amount F on line 10 of page 7)			

General tax reduction for Canadian-controlled private corporations (item 101)**Canadian-controlled private corporations throughout taxation year**

Taxable income from line 360 page 3		99,577	A
Amount Z from Part 9 of Schedule 27 _____ x 100 / 7 = _____			B
Amount QQ from Part 13 of Schedule 27 _____			C
Taxable resource income from line 435 above			D
Amount used to calculate the credit union deduction (amount E in Part 3 of Schedule 17)			E
Amounts on lines 400, 405, 410, and 425 on page 4, whichever is less		99,577	F
Aggregate investment income from line 440 of page 6			G
Amount used to calculate the accelerated tax reduction (amount M of page 4)			H
Total of amounts B, C, D, E, F, G, and H		99,577	I
Amount A minus amount I (if negative, enter "0")			J
Amount J _____ x	Number of days in the taxation year in 2003 _____		
	Number of days in the taxation year 366	x 5% = _____	K
Amount J _____ x	Number of days in the taxation year after 2003 _____		
	Number of days in the taxation year 366	x 7% = _____	L
General tax reduction for Canadian-controlled private corporations - total of amounts K and L			M
(enter amount M on line 638 of page 7)			

General tax reduction (item 102)**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			A
Amount Z from Part 9 of Schedule 27 _____ x 100 / 7 = _____			B
Amount QQ from Part 13 of Schedule 27 _____			C
Taxable resource income from line 435 above			D
Amount used to calculate the credit union deduction (amount E in Part 3 of Schedule 17)			E
Total of amounts B, C, D and E			F
Amount A minus amount F (if negative, enter "0")			G
Amount G _____ x	Number of days in the taxation year in 2003 _____		
	Number of days in the taxation year	x 5% = _____	H
Amount G _____ x	Number of days in the taxation year after 2003 _____		
	Number of days in the taxation year	x 7% = _____	I
General tax reduction - total of amounts H and I			J
(enter amount J on line 639 of page 7)			

Refundable portion of Part I tax (item 103)**Canadian-controlled private corporations throughout the taxation year**Aggregate investment income **440** X 26 2/3 % = _____ A
(Amount P from Part 1 of Schedule 7)

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

Deduct:Foreign investment income **445** X 9 1/3 % = _____ B
(Amount O from Part 1 of Schedule 7) (if negative, enter "0") _____

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

Taxable income from line 360 on page 3 **99,577****Deduct:**Amounts on lines 400, 405, 410, and 425 on
page 4, whichever is less **99,577**Foreign non-business income tax credit
from line 632 on page 7 x 25/9 = _____Foreign business income tax credit from
line 636 on page 7 x 3 = **99,577** ▶ **99,577**

X 26 2/3 % = _____ D

Part I tax payable minus investment tax credit refund
(line 700 minus line 780 on page 8) **13,064****Deduct** corporate surtax from line 600 on page 7 **1,115**Net amount **11,949** ▶ **11,949** E**Refundable portion of Part I tax - Amount C, D, or E, whichever is less****450** **0** F**Refundable dividend tax on hand (item 104)**Refundable dividend tax on hand at the end of the preceding tax year **460****Deduct** dividend refund for the previous taxation year **465****Add the total of:**

Refundable portion of Part I tax from line 450 above _____

Total Part IV tax payable from line 360 on page 2 of Schedule 3 _____

Net refundable dividend tax on hand transferred from a predecessor
corporation on amalgamation, or from a wound-up subsidiary
corporation **480****Refundable dividend tax on hand at the end of the taxation year - Amount A plus amount B****485** **0****Dividend refund (item 105)****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 2 of
Schedule 3 _____ X 1/3 _____ A

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

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

Part I tax**Base amount of Part I tax** - 38% of taxable income (line 360 or amount Z, whichever applies) from page 3 (item 106)**550** 37,839 **A****Corporate surtax calculation** (item 107)Base amount from line A above 37,839 **1****Deduct:**10% of taxable income (line 360 or amount Z, whichever applies) from page 3 9,958 **2**Investment corporation deduction from line 620 below **3**Federal logging tax credit from line 640 below **4**Federal qualifying environment trust tax credit from line 648 below **5**

For a mutual fund corporation or an investment corporation throughout the taxation year, enter the least of a, b and c below on line 6:

28% of taxable income from line 360 on page 3 **a**28% of taxed capital gains **b** **6**Part I tax otherwise payable
(line A plus line C and D minus line F) 11,949 **c**Total of lines 2 to 6 9,958 **7**Net amount (line 1 minus line 7) 27,881 **8****Corporate surtax** - 4% of the amount on line 8 **600** 1,115 **B**Recapture of investment tax credit from line PPP in Part 21 on page 8 of Schedule 31 (item 108) **602** **C****Calculation for the refundable tax on Canadian-controlled private corporation's investment income**
(for a CCPC throughout the taxation year) (item 109)Aggregate investment income from line 440 on page 6 **i**

Taxable income from line 360 on page 3 99,577

Deduct:

The least of amounts on lines 400, 405, 410, and 425 on page 4 99,577

Net amount **ii****Refundable tax on CCPC's investment income** - 6 2/3 % of the lesser of amounts i or ii **604** **D**Subtotal (add lines A, B, C, and D) 38,954 **E****Deduct:**Small business deduction from line 430 on page 4 15,932 **9**Federal tax abatement (item 110) **608** 9,958Manufacturing and processing profits deduction from amount BB of Schedule 27 (item 111) **616**Investment corporation deduction (item 112) **620**(Taxed capital gains **624**)Additional deduction - credit unions from Schedule 17 (item 113) **628**Federal foreign non-business income tax credit from Schedule 21 (item 114) **632**Federal foreign business income tax credit from Schedule 21 (item 115) **636**Accelerated tax reduction from amount N of page 4 (item 116) **637**Resource deduction from line 438 of page 5 **10**General tax reduction for CCPC's from amount M of page 5 (item 117) **638**General tax reduction from amount J of page 5 (item 117) **639**Federal logging tax credit from Schedule 21 (item 118) **640**Federal political contribution tax credit (item 119) **644**Federal political contributions **646**Federal qualifying environmental trust tax credit (item 120) **648**Investment tax credit from Schedule 31 (item 121) **652**Subtotal 25,890 **F****Part I tax payable** - Line E minus line F (enter amount G on line 700 on page 8) (item 122) 13,064 **G**

Summary of tax and credits**Federal tax**

Part I tax payable from page 7 (item 123)	700	13,064
Part I.3 tax payable from Schedule 33, 34, or 35 (item 124)	704	
Part II surtax tax payable from Schedule 46 (item 125)	708	
Part IV tax payable from Schedule 3 (item 126)	712	
Part IV.1 tax payable from Schedule 43 (item 127)	716	
Part VI tax payable from Schedule 38 (item 128)	720	
Part VI.1 tax payable from Schedule 43 (item 129)	724	
Part XIII.1 tax payable from Schedule 92 (item 130)	727	
Part XIV tax payable from Schedule 20 (item 131)	728	
Total federal tax		13,064

Add provincial and territorial taxProvincial or territorial jurisdiction (item 132) **750 ON**

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

Net provincial and territorial tax payable (except Quebec, Ontario and Alberta) (item 133) **760**Provincial tax on large corporations (New Brunswick and Nova Scotia) (item 147) **765****Total tax payable 770 13,064 A****Deduct other credits**

Investment tax credit refund from Schedule 31 (items 148)	780
Dividend refund from Page 6 (items 149)	784
Federal capital gains refund from Schedule 18 (item 150)	788
Federal qualifying environmental trust tax credit refund (item 151)	792
Canadian film or video production tax credit refund from Form T1131 (item 152)	796
Film or video production services tax credit refund from Form T1177 (item 153)	797
Tax withheld at source (item 154)	800
Total payments on which tax has been withheld (item 154) 801	
Allowable refund for non-resident-owned investment corporations - Schedule 26 (item 155)	804
Provincial and territorial capital gains refund from Schedule 18 (item 156)	808
Provincial and territorial refundable tax credits from Schedule 5 (item 157)	812
Royalties deductible under Syncrude Remission Order 815	
Tax remitted under Syncrude Remission Order (item 158)	816
Tax instalments paid (item 159)	840
Total credits 890	

B

Refund Code **894** ☐ Overpayment (item 160) ☐ (item 163)Balance (line A minus line B) **13,064 I****Direct Deposit Request (item 164)**

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 less than \$2.

Balance unpaid (item 163) **13,064**Enclosed payment (item 162) **898**

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 is due? (item 161)

896 1 Yes ☒ 2 No ☐ NA ☐**Certification (item 165)****950** Kibiuk

Surname

951 Jim

First name

954 CEO

Position, office or rank

955 2005/05/20

Date

956 (907) 274-9291

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**

Name

959 () -

Telephone number

Language of correspondence - Langue de correspondance (item 166)**990**

Language of choice/Langue de choix

1 English / Anglais ☒2 Français / French ☐

**NET INCOME (LOSS) FOR INCOME TAX PURPOSES****Schedule 1**

- 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.

Net income (loss) after taxes and extraordinary items per financial statements **A** (29,278)

Add:

Provision for income taxes - current	101	21,160	
Provision for income taxes - deferred	102	(17,764)	
Amortization of tangible assets	104	317,616	
Total of fields 101 to 199	500	321,012	▶ 321,012

Deduct:

Capital cost allowance - Schedule 8	403	187,163	
Cumulative eligible capital deduction - Schedule 10	405	2,766	
Total of fields 300 to 394	499	2,228	
Total of fields 401 to 499	510	192,157	▶ 192,157

Net income (loss) for income tax purposes (enter on line 300 of the T2 return) 99,577

Deduct:**Other deductions:**

700 PAYMENT OF 2003 CAPITAL TAX	390	2,228	
Total of fields 300 to 394 (Enter this amount at line 499)		2,228	

Canada Customs
and Revenue AgencyAgence des douanes
et du revenu du Canada**CORPORATION LOSS CONTINUITY AND APPLICATION**
(2000 and later taxation years)

- For use by a corporation to determine the continuity and use of available losses; to determine the current-year non-capital loss, farm loss, restricted farm loss, and limited partnership loss; to determine the amount of restricted farm loss and limited partnership loss that may be applied in a year; and to request a loss carryback to prior years.
- The corporation can choose whether or not to deduct an available loss from income in a taxation year. It can deduct losses in any order. However, for each type of loss, deduct the oldest loss first.
- For a detailed description and calculation of these losses, see Interpretation Bulletin IT-232, *Losses – Their Deductibility in the Loss Year or in Other Years*. For information on these losses, see the *T2 Corporation Income Tax Guide*.
- File one completed copy of this schedule with the T2 return, or forward it by itself to the tax centre where the return is filed.
- Parts, sections, subsections, and paragraphs referred to on this schedule are from the federal *Income Tax Act*.

Part 1 – Non-capital losses**Determination of current-year non-capital loss**

Net income (loss) for income tax purposes	99,577
Deduct: (increase a loss)	
Net capital losses deducted in the year (enter as a positive amount)	
Taxable dividends deductible under sections 112, 113 or subsection 138(6)	
Amount of Part VI.1 tax deductible	
Amount deductible as prospector's and grubstaker's shares - Paragraph 110(1)(d.2)	
	Subtotal (if positive, enter "0")
Deduct: (increase a loss)	
Section 110.5 - Addition for foreign tax deductions	
Add: (decrease a loss)	Subtotal
Current year farm loss	
Current year non-capital loss (if positive, enter "0")	

Continuity of non-capital losses and request for a carryback

Non-capital loss at the end of preceding taxation year	
Deduct: Non-capital loss expired after seven taxation years	100
Non-capital losses at beginning of taxation year	102
Add: Non-capital losses transferred on amalgamation or wind-up of subsidiary corporation	105
Current year non-capital loss (from calculation above)	110
Deduct:	
Amount applied against taxable income (enter on line 331 of the T2 return)	130
Amount applied against taxable dividends subject to Part IV tax	135
Section 80 - adjustments for forgiven amounts	140
Other adjustments	150
Deduct - Request to carry back non-capital loss to:	
First preceding taxation year to reduce taxable income	901
Second preceding taxation year to reduce taxable income	902
Third preceding taxation year to reduce taxable income	903
First preceding taxation year to reduce taxable dividends subject to Part IV tax	911
Second preceding taxation year to reduce taxable dividends subject to Part IV tax	912
Third preceding taxation year to reduce taxable dividends subject to Part IV tax	913
Non-capital losses - Closing balance	180

Election under paragraph 88(1.1)(f)

Paragraph 88(1.1)(f) election indicator 190 ☐ Yes
 Loss from a wholly-owned subsidiary deemed to be a loss of the parent from its immediately preceding taxation year.

Corporation loss continuity and application**Part 2 – Capital losses****Continuity of capital losses and request for a carryback**

Capital losses at end of preceding taxation year	200	18,660	
Capital losses transferred on amalgamation or wind-up of subsidiary corporation	205		
Current-year capital loss (from Schedule 6 calculation)	210		
		18,660	18,660
Add:			
Allowable business investment loss expired as a non-capital loss	x 4/3	220	
		Subtotal	18,660
Deduct:			
Amount applied against current year capital gain (see note 1)	225		
Section 80 adjustments for forgiven amounts	240		
Other adjustments	250		
Deduct - Request to carry back capital loss to: (see note 2)			
First preceding taxation year	951		
Second preceding taxation year	952		
Third preceding taxation year	953		
Capital losses - Closing balance		280	18,660

Note 1

On line 332 of the T2 return, enter the amount from line 225 multiplied by the current year inclusion rate (see Schedule 6.)

Note 2

Enter on lines 225, 951, 952, or 953, whichever is applicable, the actual amount of the loss. At the time of the application of the loss carryback, the net capital loss amount will be calculated at the inclusion rate of the year to which the net capital loss it is applied.

Part 3 – Farm losses**Continuity of farm losses and request for a carryback**

Farm losses at end of preceding taxation year			
Deduct: Farm loss expired after 10 taxation years	300		
Farm losses at beginning of taxation year	302		
Add: Farm losses transferred on amalgamation or wind-up of subsidiary corporation	305		
Current year farm loss	310		
Deduct:			
Amount applied against taxable income (enter on line 334 of T2 return)	330		
Amount applied against taxable dividends subject to Part IV tax	335		
Section 80 - Adjustments for forgiven amounts	340		
Other adjustments	350		
Deduct - Request to carry back farm loss to:			
First preceding taxation year to reduce taxable income	921		
Second preceding taxation year to reduce taxable income	922		
Third preceding taxation year to reduce taxable income	923		
First preceding taxation year to reduce taxable dividends subject to Part IV tax	931		
Second preceding taxation year to reduce taxable dividends subject to Part IV tax	932		
Third preceding taxation year to reduce taxable dividends subject to Part IV tax	933		
Farm losses - Closing balance		380	

Corporation loss continuity and application

Part 4 – Restricted farm losses

Current-year restricted farm loss

Total losses for the year from farming business	485	A
Minus		
\$2,500 plus B or C, whichever is less		B
(Amount A above – \$2,500) divided by 2	6,250	C
Maximum		
Deductible farm loss		
Current-year restricted farm loss (enter this amount on line 410)		

Continuity of restricted farm losses and request for a carryback

Restricted farm losses at end of preceding taxation year		
Deduct: Restricted farm loss expired after 10 taxation years	400	
Restricted farm losses at beginning of taxation year	402	
Add: Restricted farm losses transferred on amalgamation or wind-up of subsidiary corporation	405	
Current-year restricted farm loss (enter on line 233 of Schedule 1)	410	
Deduct:		
Amount applied against taxable income (enter on line 333 of T2 return)	430	
Section 80 – Adjustments for forgiven amounts	440	
Other adjustments	450	
Deduct – Request to carry back restricted farm loss to:		
First preceding taxation year to reduce farming income	941	
Second preceding taxation year to reduce farming income	942	
Third preceding taxation year to reduce farming income	943	
Restricted farm losses - Closing balance	480	

Note

The total losses for the year from all farming businesses are computed without including any scientific research expenses.

Part 5 – Listed personal property losses

Continuity of listed personal property loss and request for a carryback

Listed personal property losses at end of preceding taxation year		500
Deduct: Listed personal property losses expired after seven taxation years		502
Listed personal property losses at beginning of taxation year		510
Add: Current year listed personal property loss (from Schedule 6)		Subtotal
Deduct:		
Amount applied against listed personal property gain (enter on line 655 of Schedule 6)	530	
Other adjustments	550	
Deduct – Request to carry back listed personal property loss to:		
First preceding taxation year to reduce listed personal property gains	961	
Second preceding taxation year to reduce listed personal property gains	962	
Third preceding taxation year to reduce listed personal property gains	963	
Listed personal property losses - Closing balance	580	

Corporation loss continuity and application**Part 6 – Analysis of balance of losses by year of origin**

Year of origin	Non-capital losses	Farm losses	Restricted farm losses	Listed personal property losses
2000/12/31				
2001/12/31				
2002/12/31				
2003/12/31				
2004/12/31				
Total				

Part 7 – Limited partnership losses

Current year limited partnership losses						
1 Partnership identifier	2 Fiscal period ending	3 Corporation's share of limited partnership loss	4 Corporation's at risk amount	5 Corp's share of partnership ITC, farming losses and resource expenses	6 Column 4 - 5 If negative, enter "0"	7 Current year limited partnership losses Column 3 - 6
600	602	604	606	608		620
Total (enter this amount on line 222 of Schedule 1)						

Limited partnership losses from prior taxation years that may applied in the current year						
1 Partnership identifier	2 Fiscal period ending	3 Limited partnership losses at end of preceding taxation year	4 Corporation's at risk amount	5 Corp's share of partnership ITC, business or property losses and resource expenses	6 Column 4 - 5 if negative, enter "0"	7 Limited partnership losses that may be applied in the year The lesser of columns 3 and 6
630	632	634	636	638		650

Continuity of limited partnership losses that can be carried forward to future taxation years					
Partnership identifier	Losses at end of preceding taxation year	Losses transferred from amalgamation or wind-up of subsidiary	Current year limited partnership losses (from column 620)	Limited partnership losses applied (cannot exceed 650)	Limited partnership losses closing balance (662+664+670-675)
660	662	664	670	675	680
Total (enter this amount on line 335 of the T2 return)					

CAPITAL COST ALLOWANCE

Schedule 8

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

Is the corporation electing under regulation 1101(5q)? 101 1 Yes ☐ 2 No ☒

1 Class	2 UCC at start of year	3 Cost of additions in the year	4 Net adjustments	5 Proceeds of dispositions in the year	7 Adjustment for additions (1/2 x (col 3 - 5))	8 Base amount for CCA	9 Rate %	10 CCA for the year (col 8 x 9 or a lower amount)	11 Recapture of CCA	12 Terminal loss	13 UCC at the end of the year
200	201	203	205	207	211		212	217	213	215	220
1	189,615					189,615	4	7,585		380,205	182,030
1	3,643,958	124,306			62,153	3,706,111	4	148,244			3,620,020
8	17,837	3,759			1,880	19,716	20	3,943		26,507	17,653
8	11,068					11,068	20	2,214			8,854
10	66,538					66,538	30	19,961		54,418	46,577
10	11,202					11,202	30	3,361			7,841
45		5,479			2,740	2,739	45	1,233			4,246
13		6,221			3,111	3,110		622			5,599
Totals	3,940,218	139,765			69,884	4,010,099		187,163			3,892,820

Canada Customs
and Revenue AgencyAgence des douanes
et du revenu du Canada**CUMULATIVE ELIGIBLE CAPITAL DEDUCTION****Schedule 10****Part 1 - Calculation of current year deduction and carry-forward**

Cumulative eligible capital - balance the end of the preceding taxation year (if negative, enter "0")	200	39,515	A
Add: Cost of eligible capital property acquired during the taxation year	222		
Other adjustments	226		
Subtotal (line 222 plus line 226)		x 3/4 =	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	x 1/2 =	C
amount B minus amount C (if negative, enter "0")			D
Amount transferred on amalgamation or wind-up of subsidiary		224	E
Subtotal (add amounts A, D, and E)	230	39,515	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		G
The gross amount of a reduction in respect of a forgiven debt obligation as provided for in subsection 80(7)	244		H
Other adjustments	246		I
(add amounts G, H, and I)		x 3/4 =	248 J
Cumulative eligible capital balance (amount F minus amount J)		39,515	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		
amount K		39,515	
less amount from line 249			
Current year deduction	39,515	x 7% =	250 2,766
(line 249 plus line 250) (enter this amount at line 405 of Schedule 1)		2,766	2,766 L
Cumulative eligible capital - Closing balance (amount K minus amount L) (if negative, enter "0")	300	36,749	M

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

Amount from line K (show as positive amount)			N
Total of cumulative eligible capital (CEC) deductions from income for taxation years beginning after June 30, 1988	400	1	
Total of all amounts which reduced CEC in the current or prior years under subsection 80 (7)	401	2	
Total of CEC deductions claimed for taxation years beginning before July 1, 1988	402	3	
Negative balances in the CEC account that were included in income for taxation years beginning before July 1, 1988	408	4	
Line 3 minus line 4 (if negative, enter "0")		5	
Total of lines 1, 2, and 5		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		7	
Amounts at line T from Schedule 10 ending after February 27, 2000		8	
Subtotal (line 7 plus line 8)	409	9	
Line 6 minus line 9 (if negative, enter "0")			O
Line N minus line O (if negative, enter "0")			P
Line 5		x 1/2 =	Q
Line P minus line Q (if negative, enter "0")			R
Amount R		x 66.6667	S
Amount N or amount O, whichever is less			T
Amount to be included in income (amount S plus amount T) (enter this amount on line 108 of Schedule 1)	410		



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 100	Business Number * 200	Social Insurance Number * 300	Percentage common shares 400	Percentage preferred shares 500
TOWN OF FORT FRANCES	NR		100.000	
	RC			

* If the shareholder is a trust, enter NR at field 200 or NA at field 300.

**BALANCE SHEET INFORMATION****Schedule 100**

Assets	Code	Current year	Prior year
Cash and deposits	1000	1,369,155	1,141,480
Accounts Receivable	1060	464,416	444,832
Inventories	1120	159,957	167,666
Work in progress	1125	714,759	576,864
Other short term Canadian investments	1186	1,161,350	1,123,810
Deferred income taxes	1481	108,522	90,758
Prepaid expenses	1484	22,610	26,425
Land	1600	100,000	100,000
Buildings	1680	1,068,548	1,068,548
Accumulated amortization of buildings	1681	(899,082)	(889,796)
Machinery, equipment, furniture and fixtures	1740	7,105,461	6,981,155
Accumulated amortization of machinery, equipment, furniture and fixtures	1741	(4,099,512)	(3,822,585)
Motor vehicles	1742	517,934	517,934
Accumulated amortization of motor vehicles	1743	(443,831)	(422,409)
Computer equipment / software	1774	53,821	48,342
Accumulated amortization of computer equipment / software	1775	(44,368)	(41,201)
Other machinery and equipment	1785	100,680	100,680
Accumulated amortization of other machinery and equipment	1786	(86,554)	(83,329)
Furniture and fixtures	1787	85,373	81,613
Accumulated amortization of furniture and fixtures	1788	(73,525)	(71,180)
Leasehold improvements	1918	6,221	
Accumulated amortization of leasehold improvements	1919	(1,244)	
Intangible assets	2010	62,010	62,010
Accumulated amortization of intangible assets	2011	(13,239)	(13,239)
Total assets	2599	7,439,462	7,188,378

Liabilities	Code	Current year	Prior year
Bank overdraft	2600		
Amounts payable and accrued liabilities	2620	1,266,417	1,240,526
Taxes payable	2680	12,760	9,596
Other current liabilities	2960	127,113	124,559
Deposits received	2961	78,375	70,923
Other long term liabilities	3320	241,300	
Total liabilities	3499	1,725,965	1,445,604

Equity	Code	Current year	Prior year
Common shares	3500	5,807,391	5,807,390
Retained earnings / deficit	3600	(93,894)	(64,616)
Total equity	3620	5,713,497	5,742,774
Total liabilities and equity	3640	7,439,462	7,188,378

Retained earnings	Code	Current year	Prior year
Retained earnings/deficit-start	3660	(64,616)	(11,662)
Net income / loss	3680	(29,278)	(52,954)
Total retained earnings	3849	(93,894)	(64,616)

Canada Customs
and Revenue AgencyAgence des douanes
et du revenu du Canada**INCOME STATEMENT INFORMATION****Schedule 125****Details**

Operating name, if different from the corporations' legal name

0001

Description of operation, if filing multiple Schedules 125

0002

Revenue	Code	Current year	Prior year
Trade sales of goods and services	8000	5,153,040	5,238,782
Total sales of goods and services	8089	5,153,040	5,238,782
Realized gains / losses on sale of investments	8211		1,675
Other revenue	8230	129,026	128,085
Expense recoveries	8249	50,709	1,432,292
Total revenue	8299	5,332,775	6,800,834

Cost of sales	Code	Current year	Prior year
Opening inventory	8300		
Purchases / cost of materials	8320	3,982,613	4,120,211
Cost of sales	8518	3,982,613	4,120,211
Gross profit / loss (item 8089 - item 8518)	8519	1,170,427	1,118,571

Operating expenses	Code	Current year	Prior year
Amortization of tangible assets	8670	317,616	322,062
Interest and bank charges	8710	4,551	247
Collection and credit costs	8717	216,868	48,761
Repairs and maintenance - machinery and equipment	8964	255,915	220,829
Other expenses	9270	50,709	1,432,292
General and administrative expenses	9284	530,385	736,539
Total operating expenses	9367	1,376,044	2,760,730
Total expenses	9368	5,358,657	6,880,941
Net non-farming income	9369	(25,882)	(80,107)

Farming revenue	Code	Current year	Prior year
Grains and oilseeds	9370		
Total farm revenue	9659		

Farming expenses	Code	Current year	Prior year
Crop expenses	9660		
Total farm expenses	9898		
Net farm income	9899		
Net income / loss before taxes and extraordinary items	9970	(25,882)	(80,107)

Summary

Complete this section if only one Schedule 125 is filed, Schedule 140 is used to summarize the information from multiple Schedules 125.

Extraordinary items	9975-	-	
Legal settlements	9976-	-	
Unrealized gains / losses	9980 +	+	
Unusual items	9985-	-	
Current income taxes	9990-	21,160	63,605
Deferred income tax provision	9995-	(17,764)	(90,758)
Net income / loss after taxes and extraordinary items	9999 =	(29,278)	(52,954)

**NOTES CHECKLIST****Schedule 141**

- This form is to be used by all corporations that do not use a software package to prepare financial statement information and are that not eligible to use the GIFI-Short form.
- Use this schedule to report a notes checklist for the corporation's financial statement information.
- For more information, see the *Guide to the General Index of Financial Information (GIFI) for Corporations* and the *T2 Corporation – Income Tax Guide*.
- For the purposes of this schedule, the person who reported on or prepared the financial statements of the corporation is referred to as the "accounting practitioner".

Part 1 – Accounting practitioner information

Choose only one of the following three options, whichever applies to the accounting practitioner:

096

Chartered accountant ☒ 1Other professional designation ☐ 2No professional designation ☐ 3

Is the accounting practitioner connected* with the corporation?

097 ☐ Yes ☒ No

* 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.

Part 2 – Type of involvement

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

098

Completed an auditor's report ☒ 1Completed a review engagement report ☐ 2Compiled the financial statements along with reviewing the books ☐ 3Conducted a compilation engagement ☐ 4**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 ☐ Yes ☒ No**Part 4 – Other information**

Were notes to the financial statements prepared?

101 ☒ Yes ☐ No

If you answered Yes to the question at line 101, complete lines 102 to 107 below:

Are any values presented at other than cost?

102 ☐ Yes ☒ No

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

103 ☒ Yes ☐ No

Are subsequent events mentioned in the notes?

104 ☐ Yes ☒ No

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

105 ☐ Yes ☒ No

Is contingent liability mentioned in the notes?

106 ☒ Yes ☐ No

Is information regarding commitments mentioned in the notes?

107 ☐ Yes ☒ No

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

108 ☐ Yes ☒ No

If you answered Yes to the question at line 108, complete line 109 below:

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

109 ☐ Yes ☐ No

CDA

Capital dividend account continuity

Summary

	Prior years	Current year	Total
	(9,330)		(9,330)
Non-taxable (non-deductible) portion of capital gain (loss)	+		
Non-taxable portion of allowable business investment (loss)	=		
A. Net non-taxable gain eligible for CDA (Enter "0" if negative)			
B. Capital dividends received	+		
ECP amount included in income under 14(1)(b)			
Amount(s) deducted under 20(4.2) or portion of allowable capital loss under 20(4.3)			
C. Net non taxable portion of ECP proceeds eligible for CDA	+		
D. Net proceeds (in excess of adjusted cost base) of life insurance policy where corporation is beneficiary	+		
E. Non taxable portion of capital gains distributed from a trust	+		
F. Non taxable portion of capital dividends distributed from a trust	+		
G. Subtotal (A to F)	=		
H. Capital dividends paid	-		
I. Capital dividend account at end of the year (G - H) (Enter "0" if negative)	=		

Adjustments

Adjusted CDA balance

Summary

Tax Summary

Tax year ending 2004/12/31

Taxable income		Tax payable	
Net income for tax purposes	99,577	Part I tax	13,064
Charitable donations and gifts	-	Part 1.3 tax (large corporations tax)	+
Taxable dividends	-	Taxable dividends received	+
Losses of prior years	-	Part IV tax	+
Other adjustments	±	Other federal tax payable	+
Taxable income	= 99,577	Subtotal	= 13,064
Part I tax		Provincial and territorial tax (except QC,ON,AB)	+
38% of taxable income	37,839	Provincial tax on large corporations (NB,NS)	+
Surtax	+ 1,115	Tax payable	+ 13,064
Refundable tax on CCPC investment income	+	Tax instalments paid	-
Active business income	99,577	Investment tax credit refund	-
Small business deduction	- 15,932	Taxable dividends paid	-
Federal tax abatement	- 9,958	Dividend refund	-
Manufacturing and processing deduction	-	Other refundable credits	-
Foreign tax credits	-	Balance owing (refund) on federal return	= 13,064
Political contribution tax credit	-	Provincial income tax (ON,AB,QC)	5,477
Investment tax credit	-	Capital and other provincial taxes	+ 4,908
Other deductions and credits	-	Tax instalments and credits	- 8,400
Part I tax	= 13,064	Other provincial taxes	= 1,985
		Total balance owing (refund)	= 15,049

Provincial tax

	Taxable income	Income tax	Capital and other provincial taxes	Tax instalments and credits	Net provincial tax
Newfoundland					
Prince Edward Island					
Nova Scotia					
New Brunswick					
Manitoba					
Saskatchewan					
British Columbia					
Yukon Territory					
Northwest Territories					
Schedule 5 provincial tax payable					
Ontario	99,577	5,477	4,908	8,400	1,985
Alberta					
Québec					
Totals		5,477	4,908	8,400	1,985

Loss carryforwards

Capital	18,660
Non-capital	
Farm	
Restricted farm	
Limited partnership	
Listed personal property	

Other carryforwards

Capital dividend account	
Refundable dividend tax on hand (net of dividend refund)	
Unused Part 1.3 tax credit	
Unused surtax credits	4,115
Foreign business tax credits	
Donations and gifts	
Investment tax credits	

5Year

5 Year Tax Summary

Years Ending:	2004/12/31	2003/12/31	2002/12/31	2001/12/31	2000/12/31
Taxable income					
Net Income for tax purposes	99,577	40,853	231,402	(4,476)	(123,427)
Charitable donations and gifts	-	-	-	-	-
Taxable dividends	-	-	-	-	-
Losses of other years	-	-	4,476	-	-
Other adjustments	±	±	±	±	±
Taxable income	= 99,577	= 40,853	= 226,926	=	=
Active business income	99,577	40,853	231,402		
Part I tax					
38% of taxable income	37,839	15,524	86,232		
Surtax	+ 1,115	+ 458	+ 2,542	+	+
Refundable tax on CCPC investment income	+	+	+	+	+
Small business deduction	- 15,932	- 6,536	- 32,000	-	-
Federal tax abatement	- 9,958	- 4,085	- 22,693	-	-
Manufacturing and processing deduction	-	-	-	-	-
Foreign tax credits	-	-	-	-	-
Political contribution tax credit	-	-	-	-	-
Investment tax credit	-	-	-	-	-
Other deductions and credits	-	-	1,885	-	-
Part I tax	= 13,064	= 5,361	= 32,196	=	=
Tax payable					
Part I tax	13,064	5,361	32,196		
Part I.3 tax	+	+	+	+	+
Part IV tax	+	+	+	+	+
Other federal tax payable	+	+	+	+	+
Subtotal	= 13,064	= 5,361	= 32,196	=	=
Provincial and territorial tax (except QC,ON,AB)	+	+	+	+	+
Provincial tax on large corporations (NB,NS)	+	+	+	+	+
Tax payable	= 13,064	= 5,361	= 32,196	=	=
Tax instalments made	-	-	-	-	-
Investment tax credit refund	-	-	-	-	-
Dividend refund	-	-	-	-	-
Other refundable credits	-	-	-	-	-
Balance owing (refund)	= 13,064	= 5,361	= 32,196	=	=
Provincial income tax (ON,AB,QC)	5,477	2,247	13,616		
Capital and other provincial taxes	+ 4,908	+ 2,228	+ 3,568	+ 634	+
Tax instalments and credits	- 8,400	-	-	-	-
Other provincial taxes	= 1,985	= 4,475	= 17,184	= 634	=
Total taxes owing (refund)	15,049	9,836	49,380	634	

23449

TOTAL

TAX

NAME: Fort Frances Power Corporation

BN: 86420 5893 RC 0001

Taxation Year End: 2004-12-31

Certification

I, Jim Kibiuk, am an authorized signing officer of the corporation.

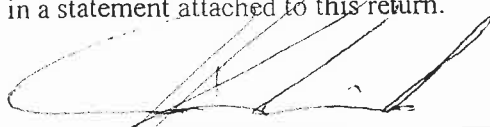
I certify that the following amounts are, to the best of my knowledge, correct and complete, and fully disclose the corporation's income tax payable. These amounts also reflect the information given on the corporation's income tax return for the taxation year noted above.

Net income or (loss) for income tax purposes from Schedule 001, or GIF1 [line 200300]	291,734
Part I tax payable [line 200700]	0
Part I.3 tax payable [line 200704]	0
Part II surtax payable [line 200708]	0
Part IV tax payable [line 200712]	0
Part IV.1 tax payable [line 200716]	0
Part VI tax payable [line 200720]	0
Part VI.1 tax payable [line 200724]	0
Part XIV tax payable [line 200728]	0
Net provincial and territorial tax payable [line 200760]	0
Provincial tax on large corporations [line 200765]	0

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.

2005/05/20

Date


Signature of an authorized signing officer of the
corporation

CEO

Position, office or
rank



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

2003

CT23 Corporations Tax and Annual Return

For taxation years commencing
after September 30, 2001

Corporations Tax Act - Ministry of Finance (MOF)

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

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** on pages 3-17, together with the applicable schedules on pages 18-21. **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 22 and 23, and Schedule K on page 24) 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? (Not required if already filed or Annual Return exempt. Refer to Guide)

☐ Yes ☒ No

Page 1 of 24

Corporation's Legal Name (including punctuation) FORT FRANCES POWER CORPORATION				Ministry Use Ontario Corporations Tax Account No. (MOF) 1800-90	
Mailing address 320 Portage Avenue City Fort Frances Province ON Country CA Postal code P9A 3P9				This CT23 Return covers the Taxation Year Start 2004/01/01 End 2004/12/31	
Has the mailing address changed since last filed CT23 Return? <input type="checkbox"/> Yes Date of change				Date of Incorporation or Amalgamation 2000/06/19	
Registered/Head Office Address 320 Portage Avenue City Fort Frances Province ON Country CA Postal code P9A 3P9				Ontario Corporation No. 1424338 (MCBS)	
Location of Books and Records 320 Portage Avenue City Fort Frances Province ON Country CA Postal code P9A 3P9				Canada Customs and Revenue Agency Business No. 864205893RC0001	
Name of person to contact regarding this CT23 Return Mark McCaig		Telephone No. (907) 274-9291	Fax No. () -	Jurisdiction Incorporated Ontario	
Address of Principal Office in Ontario (Extra-Provincial Corporations only) (MCBS) City Province Country Postal code				If not incorporated in Ontario, indicate the date Ontario business activity commenced and ceased: Commenced Ceased	
Former Corporation Name (Extra-Provincial Corporations only) <input type="checkbox"/> Not applicable (MCBS)				<input checked="" type="checkbox"/> Not Applicable	
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				Preferred Language / Langue de préférence <input checked="" type="checkbox"/> English anglais <input type="checkbox"/> French français	
If there is no change to the Directors'/Officers'/Administrators' information previously submitted to MCBS, please check <input checked="" type="checkbox"/> this box. Schedule(s) A and K are not required (MCBS). <input type="checkbox"/> No Change				Ministry Use 	
Certification (MCBS)					

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

Name of Authorized Person

Jim Kibiuk

COPY

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.

Taxation Year End



Exempt From Filing (EFF) Corporations Tax Return Declaration

Page 2 of 24

Corporation's Legal Name

Ontario Corporations Tax Account No. (MOF)

I, _____ declare that:

The above corporation satisfies **all** of the exempt from filing criteria (a) through (f) below for the taxation year and therefore qualifies under the *Corporations Tax Act* as exempt from filing an Ontario Corporations Tax Return.

Criteria for exempt from filing status:

- | | |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <p>a) has filed a federal income tax return (T2) with Canada Customs and Revenue Agency for the taxation year;</p> <p>b) had no Ontario taxable income for the taxation year (subject to the provisions in NOTE 2 below);</p> <p>c) had no Ontario Corporations Tax payable for the taxation year;</p> | <p>d) was a Canadian-controlled private corporation throughout the taxation year (i.e. generally a private corporation with 50% or more shares owned by Canadian residents as defined by the <i>Income Tax Act</i> (Canada));</p> <p>e) had provided its Canada Customs and Revenue Agency business number to the Ministry of Finance, Corporations Tax Branch; and</p> <p>f) is NOT subject to the Corporate Minimum Tax (i.e. alone or as part of an associated group whose total assets exceed \$5 million or whose total revenues exceed \$10 million for the taxation year).</p> |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|

Signature

Title/Relationship to Corporation

Telephone number

Date

Please note that making a false statement to avoid compliance with the *Corporations Tax Act* is an offence which can result in a penalty and/or fine.

NOTE 1: Filing of this declaration and the Annual Return does not constitute the filing of a Corporations Tax Return under section 75 of the *Corporations Tax Act*.

NOTE 2: The following loss situations will require otherwise EFF corporations to file a CT23 tax return complete with all related schedules and financial statements:

- If a corporation has a loss in the current taxation year that is to be carried back and applied to a previous taxation year(s), regardless of whether the loss is the same as for federal purposes or not, a CT23 tax return is required for the current taxation year. The corporation must also provide information indicating that the loss is to be carried back and specify the year and the amount of loss to be carried back to each taxation year.
- If a corporation has a prior year loss, that is not the same for both federal and Ontario purposes and the corporation is applying a loss carryforward from the prior year to the current year, a CT23 tax return is required for the current taxation year, and if not previously filed, a CT23 tax return for the prior taxation year in which the loss was incurred is also required. Although a tax return for the loss year is not required where the loss is not being applied, the Corporations Tax Branch will accept the filing of a tax return for a loss year at the time the loss is incurred.
- If a corporation has a prior year loss, that is the same for both federal and Ontario purposes, but in the current taxation year the corporation is applying a different amount of loss for Ontario than the loss amount being applied for federal income tax purposes, the corporation is required to file a CT23 tax return for the current taxation year only.

The following 3 items **MUST** be completed if the EFF declaration only is being submitted at this time. In cases where the annual return, which includes page 1, is **also** being filed, completion of these fields is NOT necessary.

1. Corporation's Mailing Address

City Province Country Postal code

2. Ontario Corporation No. (MCBS)

3. Canada Customs and Revenue Agency Business No.

A corporation must file an Exempt From Filing Corporations Tax Return Declaration form for each taxation year that the corporation is exempt from filing. Within 90 days after the end of its taxation year, at the address shown at the top of Page 1.

You check "Yes" to ALL of the following criteria, you are eligible to file the CT23 Short-Form Corporation Tax Return. To obtain a copy, contact the Ministry Information Centre at the numbers listed on page 2 of the Guide.

<p>Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> (a) The corporation is a Canadian-controlled private corporation (CCPC) throughout the taxation year. (nearest whole percentage) Indicate Share Capital with full voting rights owned by Canadian Residents <u>100</u> %</p> <p>Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> (b) The corporation's taxable income for the taxation year is \$200,000 or less. For a taxation year with less than 51 weeks, taxable income must be grossed-up. (Refer to guide)</p> <p>Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> (c) The corporation is NOT a member of a partnership/joint venture or a member of an associated group of corporations during the taxation year.</p>	<p>Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> (d) The corporation's taxation year ends on or after January 1, 2001, and its gross revenue and total assets are each \$1,500,000 or less and the corporation is not a financial institution; OR The corporation's taxation year commences after September 30, 2001, and its gross revenue and total assets are each \$3,000,000 or less and the corporation is not a financial institution.</p> <p>Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> (e) The corporation is NOT claiming a tax credit other than the Incentive Deduction for Small Business Corporations (IDSBC), Co-operative Education Tax Credit (CETC) or Graduate Transitions Tax Credit (GTTC).</p> <p>Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> (f) The corporation's Ontario allocation factor is 100%.</p>
-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------	-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------

NOTE: Family Farm or Fishing corporations that have a taxation year ending on or after January 1, 2000 and that are NOT subject to the Corporate Minimum Tax, may also use the **CT23 Short-Form Corporations Tax Return** if the corporation checks "Yes" to (a), (b), (c), (e) and (f) above.

CT23 Corporations Tax Return

CT23 Page 3 of 24

Identification continued (for CT23 filers only)

Type of Corporation - Please check (✓) 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	Share Capital with full voting rights owned by Canadian residents. (nearest %) <u>100</u> %
	5	Other (specify)	

2	1	Family Farm Corporation s.1(2)	14	Bare Trustee Corporation
	2	Family Fishing Corporation s.1(2)	15	Branch of Non-resident s.63(1)
	3	Mortgage Investment Corp s.47	16	Financial institutions prescribed by Regulation only
	4	Credit Union s.51	17	Investment Dealer
	5	Bank Mortgage Subsidiary s.61(4)	18	Generator of electrical energy for sale or producer of steam for use in the generation of electrical energy for sale
	6	Bank s.1(2)	19	Hydro successor, Municipal Electrical Utility or subsidiary of either
	7	Loan and Trust Corporation s.61(4)	20	Producer and seller of steam for uses other than for the generation of electricity
	8	Non-resident Corp s.2(2)(a) or (b)	21	Insurance Exchange s.74.4
	9	Non-resident Corporation s.2(2)(c)	22	Farm Feeder Finance Co-operative Corporation
	10	Mutual Fund Corporation s.48	23	Professional Corporation (incorporated professionals only)
	11	Non-resident owned investment Corp s.49		
	12	Non-resident ship or aircraft under reciprocal agreement with Canada s.28(b)		

Ontario Retail Sales Tax Vendor Permit No.
(Use Head Office No.)Ontario Employer Health Tax Account No.
(Use Head Office No.)

Specify major business activity

Please check (✓) box(es) if applicable:

<input type="checkbox"/> First Year of Filing	<input type="checkbox"/> Final Taxation Year up to Dissolution(wind-up) (Note: For discontinued businesses, see Guide.)	<input type="checkbox"/> Transfer or Receipt of Asset(s) involving a corporation having a Canadian permanent establishment outside Ontario
<input type="checkbox"/> Amended Return	<input type="checkbox"/> Final Taxation Year before Amalgamation	<input type="checkbox"/> Acquisition of Control fed s.249(4)
<input type="checkbox"/> Taxation Year End has changed - Canada Customs and Revenue Agency approval required	<input type="checkbox"/> Floating Fiscal Year End	Date control was acquired: _____

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)?

Yes ☒No ☐

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

Yes ☐No ☒

an Overpayment?

Yes ☐No ☒

a Specified Refundable Tax Credit?

Yes ☐No ☒

Are you a Member of a Partnership or a Joint Venture?

Yes ☐No ☒

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 ±	99,577
Subtract: Charitable donations	1 -	
Subtract: Gifts to Her Majesty in right of Canada or a province and gifts of cultural property (Attach schedule 2)	2 -	
Subtract: Taxable dividends deductible, per federal T2 SCH 3	3 -	
Subtract: Ontario political contributions (Attach schedule 2A) (Int.B. 3002)	4 -	
Subtract: Federal Part VI.1 tax X 9/3	5 -	
Subtract: Prior years' losses applied - Non-capital losses	From 704 -	
	From 715 inclusion	
Net capital losses (page 16) X rate 50.000000 % =	714 -	
Farm losses	From 724 -	
Restricted farm losses	From 734 -	
Limited partnership losses	From 754 -	
Taxable income (Non-capital loss)	10 =	99,577
Addition to taxable income for unused foreign tax deduction for federal purposes	11 +	
Adjusted taxable income 10 + 11 (if 10 is negative, enter 11)	20 =	99,577

Taxable Income	Number of days in Taxation Year					
	Days after Sept 30, 2001 and before Jan 1, 2004	Total days				
From 10 (or 20) 99,577 X 30 100.0000 % X 12.5 % X 33 ÷ 73 366 =					29 +	
Ontario Allocation	Days after Dec 31, 2003	Total days				
From 10 (or 20) 99,577 X 30 100.0000 % X 14.0 % X 34 366 ÷ 73 366 =					32 +	13,941
Ontario Allocation						
Income Tax Payable (before deduction of tax credits) 29 + 32					40 =	13,941

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 year? (✓) ☒ Yes ☐ No

* Income from active business carried on in Canada for federal purposes (fed.s.125(1)(a))	50	99,577
Federal taxable income, less adjustment for foreign tax credit (fed.s.125(1)(b))	51 +	99,577
Add: Losses of other years deducted for federal purposes (fed.s.111)	52 +	
Subtract: Losses of other years deducted for Ontario purposes (s.34)	53 -	
	=	99,577
	54	99,577

Federal Business limit (line 410 of the T2 return) for the year before application of fed.s.125(5.1) 55 400,000

Ontario Business Limit Calculation

Days after Sept. 30, 2001 and before Jan. 1, 2003						
280,000 X 28 + ** 366 =+ 43						
Days after Dec. 31, 2002 and before Jan. 1, 2004						
320,000 X 31 + ** 366 =+ 46						
Days after Dec. 31, 2003						
400,000 X 34 366 ÷ ** 366 =+ 47 400,000						
Business limit for Ontario purposes 43 + 46 + 47 = 44						
400,000 X 48 100.0000 % = 45						400,000

*** Percentage of Federal Business limit (from T2 Sch. 23). Enter 100% if not associated

Income eligible for the IDSBC	From 30 100.0000 % X 56	99,577	60 =	99,577
	****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: For a taxation year ending before Jan 1, 2003, use your proportion of the associated group business limit.

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

Income Tax continued from Page 4**Number of Days in Taxation**

Year

		Days after Sept 30, 2001 and before Jan 1, 2003		Total Days		
Calculation of IDSBC Rate	6.5 % X 28		+ 73	366	= 79 +	
	7.0 % X 31	Days after Dec 31, 2002 and before Jan 1, 2004	+ 73	366	= 89 +	
	8.5 % X 34	Days after Dec 31, 2003 366	+ 73	366	= 90 +	8.5000
IDSBC Rate for Taxation Year 79 + 89 + 90					78 =	8.5000
Claim	From 60	99,577	X From 78	8.5000 %	70 =	8,464

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.

**** 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 + 99,577

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

Taxable income of associated corporations (Attach schedule) 82 +
Aggregate Taxable Income 85 = 99,577

Number of days in Taxation Year

		Days after Sept 30, 2001 and before Jan 1, 2003		Total Days		
Subtract: 280,000 X	28		+ 73	366	= 113 +	
	320,000 X	Days after Dec 31, 2002 and before Jan 1, 2004	+ 73	366	= 115 +	
	400,000 X	Days after Dec 31, 2003 366	+ 73	366	= 116 +	400,000
					113 + 115 + 116	= 400,000 ▶
					114 -	400,000
(If negative, enter nil)					86 =	

Number of Days in Taxation Year

		Days after Sept 30, 2001 and before Jan 1, 2003		Total Days		
Calculation of Specified Rate for Surtax	4.333% X 28		+ 73	366	= 95 +	
	4.667% X 31	Days after Dec 31, 2002 and before Jan 1, 2004	+ 73	366	= 96 +	
	4.667% X 34	Days after Dec 31, 2003 366	+ 73	366	= 97 +	4.6670
Specified rate of surtax for Taxation Year 95 + 96 + 97					94 =	4.6670
From 86 X From 94					87 =	
From 87 X From 60					88 =	
						99,577 + From 114 400,000

Surtax: Lesser of 70 or 88

100 =

Income Tax continued from Page 5

CT23 Page 6 of 24

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

110

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 +

Subtract: Income eligible for the Incentive Deduction for Small Business Corporations (IDSBC)

From 56 -

99,577

Add: Adjustment for Surtax on Canadian-controlled private corporations

From 100 + From 30 $\frac{100.0000}{100} \%$ + From 78 $\frac{8.5000}{100} \%$ = 121

*Ontario Allocation

Lesser of 56 or 121

122 +

120 - 56 + 122

130 =

Taxable income

From 10 +

99,577

Subtract: Income eligible for the Incentive Deduction for Small Business Corporations (IDSBC)

From 56 -

99,577

Add: Adjustments for Surtax on Canadian-controlled private corporations

From 122 +

Subtract: Taxable income 10 X Allocation % to jurisdictions outside Canada

140 -

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

141 -

10 - 56 + 122 - 140 - 141

142 =

Claim**Number of Days in Taxation Year**Days after Sept 30, 2001
and before Jan 1, 2004

Total Days

143 X From 30 $\frac{100.0000}{100} \%$ X 1.5% X

33 + 73 366 = 154 +

Lesser of 130 or 142

*Ontario Allocation

Days after Dec 31, 2003

Total Days

143 X From 30 $\frac{100.0000}{100} \%$ X 2.0% X

34 366 + 73 366 = 156 +

Lesser of 130 or 142

*Ontario Allocation

M&P claim for taxation year 154 + 156

160

***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 =

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

162 =

Credit for Foreign Taxes Paid (s.40)

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

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

Credit claimed 180

Subtotal of Income Tax 40 - 70 + 100 - 110 - 160 - 161 - 162 - 170 - 180

190 =

5,477

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 +

Co-operative Education Tax Credit (CETC) (s.43.4) *Applies* to employment of eligible students.
Eligible credit from **5798** Summary Schedule F

192 + **Ontario Film and 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** either Claim Form from Ontario Media Development Corporation (OMDC)
or Ministry of Finance (MFO) CT Schedule 193/199, as applicable.

(Attach the original Certification/Claim Form received from the OMDC or the original Certification Form received from the OMDC along with a completed MOF CT Schedule 193/199, as applicable.)

193 + **Graduate Transitions Tax Credit (GTTC) (s.43.6)**

Applies to employment of eligible unemployed post secondary graduate.

No. of Graduates from **6596**
194

Eligible Credit from **6598** Summary Schedule G

195 + **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 Certification Form)

196 + **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 Media Development Corporation

(Attach the original Claim/Certification Form with the CT23 Tax Return.)

197 + **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 + **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** either Claim Form from Ontario Media Development Corporation (OMDC)

or Ministry of Finance (MFO) CT Schedule 193/199, as applicable

(Attach the original Certification/Claim Form received from the OMDC or the original Certification Form received from the OMDC along with a completed MOF CT Schedule 193/199, as applicable.)

199 + **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 Media Development Corporation

(Attach original Claim/Certification Form.)

200 + **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 Certification Form)

201 +

Total Specified Tax Credits: 191 + 192 + 193 + 195 + 196 + 197 + 198 + 199 + 200 + 201

220 =

Specified Tax Credits Applied to reduce Income Tax

225 =

Income Tax 190 - 225 OR Enter NIL if reporting Non-Capital Loss (amount cannot be negative)

230 = 5,477

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**.

Corporate Minimum Tax (CMT)**Determination of Applicability**

Applies if **either** Total Assets **249** exceeds \$5,000,000 **or** Total Revenue **250** 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	240 +	7,439,462	
* Total Revenue of the corporation			241 + 5,332,775

If you are a member of an associated group (✓) 242 ☐ (Yes)

Total Assets of associated corporations (Attach schedule)	243 +		
Total Revenue of associated corporations (Attach schedule)			244 +
Aggregate Total Assets	249 =	7,439,462	
Aggregate Total Revenue			250 = 5,332,775

If CMT is applicable to current taxation year, complete section **Calculation: CMT** below and **Corporate Minimum Tax Schedules A through E on pages 18, 19 and 20 of CT23.**

Calculation: CMT (Attach Schedule A: Calculation of CMT Base on page 18.)

Gross CMT Payable	CMT Base From 2135	X	From 30	100.0000 % X 4%	276 =
				Ontario Allocation	
Subtract: Foreign Tax Credit for CMT purposes (Attach schedule)					277 -
Subtract: Income Tax				From 190 -	5,477
Net CMT Payable (if negative, enter Nil on page 17.)					280 =

If **280** is less than zero and you do not have a CMT credit carryover, transfer **230** from **Page 7 to Income Tax Summary, on Page 17.**

If **280** is less than zero and you have a CMT credit carryover, complete A & B below.

If **280** is greater than or equal to zero, transfer **230** to **Page 17** and transfer **280** to **Page 17, and to Schedule D: Continuity of CMT Credit Carryovers, on Page 20.**

CMT Credit Carryover available	From 2307	
--------------------------------	-----------	--

Application of CMT Credit Carryovers

A.	Income Tax (before deduction of specified credits)	From 190 +	5,477
	Gross CMT payable	From 276 +	
	Subtract: Foreign Tax Credit for CMT purposes	From 277 -	
	If 276 - 277 is negative, enter NIL in 290	=	
	Income Tax eligible for CMT Credit	290 -	
		300 =	5,477
B.	Income Tax (after deduction of specified credits)	From 230 +	5,477
	Subtract: CMT credit used to reduce income taxes	310 -	
	Income Tax	320 =	5,477

Transfer to Page 17

If **A & B** apply, **310** cannot exceed the lesser of **230**, **300** and your CMT credit carryover available **2307**.

If only **B** applies, **310** cannot exceed the lesser of **230** and your CMT credit carryover available **2307**.

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

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 (1) 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, or (2) the Gross Revenue and Total Assets as calculated on Page 10 in 480 and 430 are both \$3,000,000 or less and the taxation year commences after September 30, 2001, your corporation 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 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. 3017).

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. 3012 and 3015)	350 +	5,807,391
Retained earnings (if deficit, deduct) (Int.B. 3012)	351 ±	(93,894)
Capital and other surpluses, excluding appraisal surplus (Int.B. 3012)	352 +	
Loans and advances (Attach schedule)(Int.B. 3013)	353 +	241,300
Bank loans (Int.B. 3013)	354 +	
Bankers acceptances (Int.B. 3013)	355 +	
Bonds and debentures payable (Int.B. 3013)	356 +	
Mortgages payable (Int.B. 3013)	357 +	
Lien notes payable (Int.B. 3013)	358 +	
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. 3013)	359 +	78,375
Contingent, investment, inventory and similar reserves (Int.B. 3012)	360 +	
Other reserves not allowed as deductions for income tax purposes (Attach schedule) (Int.B. 3012)	361 +	602,898
Share of partnership(s) or joint venture(s) paid-up capital (Attach schedule(s)) (Int.B. 3017)	362 +	
Subtotal	370 =	6,636,070
Subtract: Amounts deducted for income tax purposes in excess of amounts booked (Retain calculations. Do not submit.) (Int.B. 3012)	371 -	
Deductible R&D expenditures and ONTTI costs deferred for income tax if not already deducted for book purposes (Int.B. 3015)	372 -	
Total Paid-up Capital	380 =	6,636,070
Subtract: Deferred mining exploration and development expenses (s.62(1)(d)) (Int.B. 3015)	381 -	
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 Corporations Tax Act, 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 -	
Net Paid-up Capital	390 =	6,636,070

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

Attach computations and list of corporations' 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 +	
Mortgages due from other corporations	403 +	
Shares in other corporations (certain restrictions apply) (Refer to Guide)	404 +	
Loans and advances to unrelated corporations	405 +	
Eligible loans and advances to related corporations (certain restrictions apply) (Refer to Guide)	406 +	
Share of partnership(s) or joint venture(s) eligible investments (Attach schedule)	407 +	
Total Eligible Investments	410 =	

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

Total Assets per balance sheet	420 +	7,439,462
Mortgages or other liabilities deducted from assets	421 +	
Share of partnership(s)/joint venture(s) total assets (<i>Attach schedule</i>)	422 +	
Subtract: Investment in partnership(s)/joint venture(s)	423 -	
Total Assets as adjusted	430 =	7,439,462
Amounts in 360 and 361 (if deducted from assets)	440 +	602,898
Subtract: Amounts in 371, 372 and 381	441 -	
Subtract: Appraisal surplus if booked	442 -	
Add or Subtract: Other adjustments (specify on an attached schedule)	443 ±	
Total Assets	450 =	8,042,360

Investment Allowance (410 + 450) X 390

Not to exceed 410 460 =

Taxable Capital 390 - 460

470 = 6,636,070

Gross Revenue (as adjusted to include the share of any partnership(s)/joint venture(s) Gross Revenue)

Gross Revenue of the corporation	5,332,775	
Corporation's Share of partnership(s)/joint venture(s) Gross Revenue (<i>Attach schedule</i>)		
Aggregate of Gross Revenue	5,332,775	480 5,332,775
Total Assets (as adjusted)	From 430	7,439,462

Calculation of Capital Tax for all corporations except Financial Institutions*Note: This version (2003) of the CT23 may only be used for a taxation year that commenced after September 30, 2001.**(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, review only the capital tax calculations in Section B below and select and complete the one specific subsection (e.g. B3) that applies to the corporation.
- OR** If the corporation IS a member of an associated group and/or partnership, complete Section C on page 11. and if applicable, complete Section D or Section E on page 12. Note: if the corporation is a member of a connected partnership, please refer to the 2003 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**This section applies if the corporation is NOT a member of an associated group and/or partnership****B1.** 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 12 and complete the return from that point.**B2.** If taxable capital, 470 on page 10, is \$5,000,000 or less, enter NIL in 550 on page 12 and complete the return from that point.**B3.** If taxable capital, 470 on page 10 exceeds \$5,000,000, complete the following calculation and transfer the amount from 523 to 543 on page 12, and complete the return from that point.

+ From 470	6,636,070		Days in taxation year			
-	5,000,000					
=	471 1,636,070	x From 30	100.0000	x 0.3% x 555	366	= 523 + 4,908
		Ontario Allocation		**365/366		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*

CT23 Page 11 of 24

SECTION C

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 D or Section E.

C1. ☒ **509** (✓ 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 \$5,000,000 or less, enter NIL in **550** on page 12 and complete the return from that point.
 If taxable capital **470** on page 10 exceeds \$5,000,000 proceed to **Section D**, enter \$5,000,000 in **542** Section D, and complete Section D and the return from that point

C2. ☒ **524** (✓ if applicable) **One or more of the corporations that you are associated with maintains a permanent establishment in Canada**
 If the taxation year **ends before January 1, 2003**, you must complete the *Calculation* below.
 If the taxation year **ends after December 31, 2002**, you and your associated group may continue to allocate the \$5,000,000 taxable capital exemption 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 taxable capital exemption 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 \$15,000 capital tax effect, relating to the \$5,000,000 taxable capital exemption, 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 form **470** on page 10 From **470** +

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

Taxable Capital of associated corporations (<i>Attach schedule</i>)	531 +
Total Aggregate Taxable Capital 470 + 531	540 =

If **540** above is \$5,000,000 or less, the corporation's Capital Tax for the taxation year, is NIL.

Enter NIL in **523** in section D on page 12, 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 taxation year under Section D on page 12.

From 470	÷	From 540	X	5,000,000	541 =
<i>Transfer to Section 542 in D on page 12</i>					

Ss.69(2.1) Election Filed

☒ **591** (✓ if applicable)

Election filed. Attach a copy of the election with this CT23 Return.
 Proceed to **Section E** on page 12.

Capital Tax Calculation *continued from page 11*

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 \$5,000,000.

Complete the following calculation and transfer the amount From **523** to **543**, and complete the return from that point.

+ From 470 - 542 = 471	x	From 30	<div style="border: 1px solid black; padding: 2px; display: inline-block;">100.0000</div> Ontario Allocation	% x 0.3% x	Days in the taxation year 555 / 366 ** (365/366)	= 523 +	Total Capital Tax for the taxation year <i>Transfer to 543 and complete the return from that point</i>
---------------------------------------------------	---	----------------	-----------------------------------------------------------------------------------------------------------------	------------	----------------------------------------------------------------------	----------------	----------------------------------------------------------------------------------------------------------------------

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 470 _____ X From 30 100.0000 x 0.3% = 561 + _____		
-	Capital tax deduction relating to your corporation's capital tax deduction, on ss.69(2.1) election form		From 995 _____
			562 = _____
Capital Tax	562 _____	X	<div style="display: flex; justify-content: space-between;"> <div>Days in taxation year</div> <div>555 _____ 366</div> </div> <div style="display: flex; justify-content: space-between;"> <div>** (365/366)</div> <div>= 563 + _____</div> </div>
<i>Transfer to 543 and complete the return from that point</i>			

**** If floating taxation year, refer to Guide**

Capital Tax before application of specified credits	543 =	4,908
Subtract: Specified Tax Credits applied to reduce capital tax payable (Refer to Guide)	546	
Capital Tax 543 - 546 (amount cannot be negative)	550 =	4,908
<i>Transfer to page 17</i>		

Capital Tax continued from page 12

CT23 Page 13 of 24

Calculation of Capital Tax for Financial Institutions**I.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.**I.2 Other than Credit Unions**(Retain details of calculations for amounts in boxes **565** and **570**. Do not submit with this tax return.)

$$565 \text{ [] } \times 0.6\% \times \text{From } 30 \text{ [] } \% \times 555 \text{ [] } \div \frac{\text{Days in taxation year}}{**365/366} = 569 + \text{ [] }$$

Lesser of adjusted TPUC and Basic Capital Amount in accordance with Division B.1 Ontario Allocation

$$570 \text{ [] } \times 571 \text{ [] } \times \text{From } 30 \text{ [] } \% \times 555 \text{ [] } \div \frac{\text{Days in taxation year}}{**365/366} = 574 + \text{ [] }$$

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 Section II) 569 + 574 **575 =** []

**** 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 **585 =** []

Financial Institutions: Claiming a tax credit for investment in Community Small Business Investment Fund (CSBIF)? ☒ Yes ☐ No

Capital Tax - Financial Institutions 575 - 585 **586 =** []

Transfer to **543** on Page 12

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

(1) Uninsured Benefits Arrangements **587** [] $\times 2\%$ **588 =** []

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 =** []

Premium Tax 588 - 589 **590 =** []

Transfer to Page 17

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 ± 99,577
Transfer to Page 15**Add:**

Federal capital cost allowance	601 +	187,163
Federal cumulative eligible capital deduction	602 +	2,766
Ontario taxable capital gain	603 +	
Federal non-allowable reserves. Balance beginning of year	604 +	
Federal allowable reserves. Balance end of year	605 +	
Ontario non-allowable reserves. Balance end of year	606 +	
Ontario allowable reserves. Balance beginning of year	607 +	
Federal exploration expenses (e.g. CEDE, CEE, CDE, COGPE)	608 +	
Federal resource allowance	609 +	
Federal depletion allowance	610 +	
Federal foreign exploration and development expenses	611 +	
Management fees, rents, royalties and similar payments to non-arms' length non-residents		

Number of days in Taxation YearDays after Sept. 30, 2001
and before Jan. 1, 2004

612 X 5/12.5 X 33 +73 366 = 633+

Days after Dec. 31, 2003

612 X 5/14.0 X 34 366 +73 366 = 634+

Total add-back amount for Management fees, etc. 633 + 634 =

Federal Scientific Research Expenses claimed in year from line 460 of fed. form T661 excluding any negative amount in 473 from Ont. CT23 schedule 161

Add any negative amount in 473 from Ont. CT23 Schedule 161

Federal allowable business investment loss

Total of other items not allowed by Ontario but allowed federally (Attach schedule)

Sub Total of Additions 601 to 611 + 613 + 615 + 616 + 620 + 614

613 +

615 +

616 +

620 +

614 +

= 189,929 640 189,929

Transfer to Page 15

Deduct:

Ontario capital cost allowance (excludes amounts deducted under 675)	650 +	187,163
Ontario cumulative eligible capital deduction	651 +	2,766
Federal taxable capital gain	652 +	
Ontario non-allowable reserves. Balance beginning of year	653 +	
Ontario allowable reserves. Balance end of year	654 +	
Federal non-allowable reserves. Balance end of year	655 +	
Federal allowable reserves. Balance beginning of year	656 +	
Ontario exploration expenses (e.g. CEDE, CEE, CDE, COGPE)		
(Retain calculations. Do not submit.)	657 +	
Ontario depletion allowance	658 +	
Ontario resource allowance	659 +	
Ontario current cost adjustment (Attach schedule)	661 +	
Incentive for new electricity supply (section 13.6 deduction from income)		
(Applies only to electrical generating corporations.)	674 +	
CCA for investments in qualifying energy-efficient equipment and for assets used to generate electricity from natural gas, alternative or renewable resources.	675 +	
Subtotal of deductions for this page 650 to 659 + 661 + 674 + 675	681	189,929

Transfer to Page 15

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 T2 SCH 1	From 600 ±	99,577
Sub Total of Additions	From 640 =	189,929

Sub Total of deductions on page 14 From 681 = 189,929

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

ONTTI Gross-up deduction calculation:

From Gross-up of CCA
662 x 100/ 30 100.0000 - From 662 663 =
Ontario allocation

Workplace Child Care Tax Incentive

Qualifying expenditures: 665 x 30% x 100/ 30 100.0000 666 =
Ontario Allocation

Workplace Accessibility Tax Incentive

Qualifying expenditures: 667 x 100% x 100/ 30 100.0000 668 =
Ontario Allocation

Number of**Employees accommodated 669**

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 x 30% x 100/ 30 100.0000 671 =
Ontario Allocation

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

Qualifying expenditures 672 x 15% x 100/ 30 100.0000 673 =
Ontario Allocation

Ontario allowable business investment loss 678 +

Ontario Scientific Research Expenses claimed in year in 477 from Ont. CT23 Schedule 161 679 +

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 +

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

Total of Deductions 681 + 663 + 666 + 668 + 671 + 673 + 678 + 679 + 677 + 664 = 189,929 680 189,929

Net income (loss) for Ontario purposes 600 + 640 - 680 690 = 99,577
Transfer to Page 4

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)	710 (2) 18,660	720 (2)	730	740	750
Add:	701	711	721	731	741	751
Current year's losses (7)						
Losses from predecessor corporations (3)	702	712	722	732		752
	703	713	723	733	743	753
Subtotal						
Subtract:	704 (2)	715 (2)(4)	724 (2)	734 (2)(4)	744 (4)	754 (4)
Utilized during the year to reduce taxable income	705		725	735	745	
Expired during the year						
Carried back to prior years to reduce income (5)	706 (2) To Pg 17	716 (2) To Pg 17	726 (2) To Pg 17	736 (2) To Pg 17	746	
	707	717	727	737	747	757
Subtotal						
Balance at End of Year	709 (8)	719 18,660	729	739	749	759

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) Include 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 amounts 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) Commencing 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)	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				850	870
801				851	871
802				852	872
803	820	830	840	853	873
804	821	831	841	854	874
805 2000/12/31	822	832	842	855	875
806 2001/12/31	823	833	843	856	876
807 2002/12/31	824	834	844	857	877
808 2003/12/31	825	835	845	858	878
809 2004/12/31	826	836	846	859	879
Total	829	839	849	869	889

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 carryback adjustment may be applied by the Minister of Finance to amounts owing under **any Act administered by the Minister 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	920	930	940
Deduct: Loss to be carried back to preceding taxation years and applied to reduce taxable income.						
	Predecessor Corporation's Account No. (MOF)	Taxation Year Ending	911	921	931	941
i) 3rd preceding	901	2001/12/31				
ii) 2nd preceding	902	2002/12/31				
iii) 1st preceding	903	2003/12/31				
Total loss to be carried back			From 706	From 716	From 726	From 736
Balance of loss available for carryforward			919	929	939	949

Summary

Income Tax	From 230 or 320	+	5,477
Corporate Minimum Tax	From 280	+	
Capital Tax	From 550	+	4,908
Premium Tax	From 590	+	
Total Tax Payable	950	=	10,385
Subtract: Payments	960		8,400
Capital Gains Refund (s.48)	965		
Qualifying Environmental Trust Tax Credit			
(Refer to Guide)	985		
Specified Tax Credits			
(Refer to Guide)	955		
Balance	970	=	1,985
If payment due	Enclosed *	990	
If overpayment: Refund (Refer to Guide)	975	=	
Apply to	980		
(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 the 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		
Jim Kibiuk		
Title		
CEO		
Full Residence Address		
City		
Province	Country	Postal Code
Signature	Date	
	2005/05/20	

Note: Section 76 of the Corporations Tax Act provides penalties for making false or misleading statements or omissions.

**Corporate Minimum Tax - Schedule A:
Calculation of CMT Base**

CT23 Schedule A

Page 18 of 24

**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.Net income/(loss) (unconsolidated, determined in accordance with GAAP) **2100±** (29,278)**Subtract (to the extent reflected in net income/loss):**

Provision for recovery of income taxes / benefit of current income taxes	2101+	
Provision for deferred income taxes (credits) / benefit of future income taxes	2102+	17,764
Equity income from corporations	2103+	
Share of partnership(s)/joint venture(s) income	2104+	
Dividends received/receivable deductible under fed.s.112	2105+	
Dividends received/receivable deductible under fed.s.113	2106+	
Dividends received/receivable deductible under fed.s.83(2)	2107+	
Federal Part VI.1 tax on dividends declared and paid, under fed.s.191.1(1) x 9/3 =	2108+	
Subtotal	=	17,764 ▶ 2109- 17,764

Add (to extent reflected in net income/loss):

Provision for current taxes / cost of current income taxes	2110+	21,160
Provision for deferred income taxes (debits) / cost of future income taxes	2111+	
Equity losses from corporations	2112+	
Share of partnership(s)/joint venture(s) losses	2113+	
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))	2114+	
Subtotal	=	21,160 ▶ 2115+ 21,160

Add/Subtract:

Amounts relating to s.57.9 election/regulations for disposals etc. of property for current/prior years

** Fed.s.85	2116+	or 2117-
** Fed.s.85.1	2118+	or 2119-
** Fed.s.97	2120+	or 2121-

** Amounts relating to amalgamations (fed.s.87) as prescribed in regulations for current/prior years

2122+ or **2123-**

** Amounts relating to wind-ups (fed.s.88) as prescribed in regulations for current/prior years

2124+ or **2125-**

** Amounts relating to s.57.10 election/regulations for replacement re fed.s.13(4), 14(6) and 44 for current/prior years

2126+ or **2127-**

Interest allowable under ss. 20(1)(c) or (d) of ITA to the extent not otherwise deducted in determining CMT adjusted net income

2150-**Subtotal (Additions)** = **2128+****Subtotal (Subtractions)** = **2129-**** Other adjustments **2130±****Subtotal ± 2100 - 2109 + 2115 + 2128 - 2129 ± 2130** **2131=** (25,882)** Share of partnership(s)/joint venture(s) adjusted net income/loss **2132±****Adjusted net income (loss)** (if loss, transfer to **2202** in **Schedule B**) **2133=** (25,882)

Deduct: CMT losses: pre-1994 Loss *	From 2210+	
CMT losses: other eligible losses *	2211+	
	=	▶ 2134-

* CMT losses applied cannot exceed adjusted net income or increase a loss

** Retain calculations. Do not submit with this tax return.

CMT Base**2135=**

Transfer to CMT Base on page 8

Corporate Minimum Tax (CMT)



Schedule D: Continuity of CMT Credit Carryovers

CMT credit continuity by year

Year of origin	Beginning balance	Transfers on amalgamation or wind-up	Adjustments	Current year credit	Applied	Expired	Ending balance
2001/12/31							
2002/12/31							
2003/12/31							
2004/12/31							
Totals							

Balance at Beginning of year (1) 2301

Add: Current year's CMT Credit (280 on page 8. If negative, enter NIL) From 280 +
 CMT Credit Carryovers from predecessor corporations (2) 2302 +
 Amalgamation (✓) 2303 ☐ Yes Wind-up (✓) 2304 ☐ Yes

Subtotal = 2305 +

Adjustments (Attach schedule) 2306 ±

CMT credit carryover available 2301 + 2305 ± 2306 2307 =
 Transfer to Page 8

Subtract: CMT credit utilized during the year to reduce income tax (Page 8) From 310 +
 CMT credit expired during the year 2308 +

Subtotal = 2309 -

Balance at End of Year (3) 2307 - 2309 2310 =

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) 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))
- (3) Amount in 2310 must equal the sum of 2370 + 2390.

Schedule E: Analysis of CMT Credit Carryovers Year-End Balance by Year of Origin

Year of Origin (oldest year first)	CMT Credit Carryovers of Corporation	CMT Credit Carryovers of Predecessor Corporations
2340	2360	2380
2341	2361	2281
2342	2362	2382
2343	2363	2383
2344	2364	2384
2345	2365	2385
2346 2001/12/31	2366	2386
2347 2002/12/31	2367	2387
2348 2003/12/31	2368	2388
2349 2004/12/31	2369	2389
Totals	2370	2390

The sum of amounts 2370 and 2390 must equal the amount in 2310.

Schedule A: Information on Ontario Corporations

MCBS

(Corporations that are incorporated, continued or amalgamated under the
Ontario Business Corporations Act)

Schedule A**Page 22 of 24**

To submit additional director or Officer Information, please photocopy this page and attach the completed schedules with you return.

Identification																																																																										
Corporation's Legal Name (including punctuation) FORT FRANCES POWER CORPORATION		Ontario Corporation No. (MCBS) 1424338	Date of Incorporation or Amalgamation 2000/06/19																																																																							
Director/Officer Information																																																																										
Full Name and Address for Service:																																																																										
Last Name Cunningham		First Name Deane	Middle Name(s) G																																																																							
Street Number and Name 822 Fourth Street East		Suite																																																																								
City/Town/Village Fort Frances		Province/State On	Country CA																																																																							
		Postal/Zip Code P9A 1T4																																																																								
Director		Officer																																																																								
<p>Are you a resident Canadian? (Applies to directors of business corporations only)</p> <p><input checked="" type="checkbox"/> Yes <input type="checkbox"/> No</p> <p>Date Elected 2000/06/19</p> <p>Date Ceased </p>		<p>Indicate the appointment period for each of the following:</p> <table border="1"><thead><tr><th></th><th colspan="3">Date Appointed</th><th colspan="3">Date Ceased</th></tr><tr><th></th><th>year</th><th>month</th><th>day</th><th>year</th><th>month</th><th>day</th></tr></thead><tbody><tr><td>President</td><td></td><td></td><td></td><td></td><td></td><td></td></tr><tr><td>Secretary</td><td></td><td></td><td></td><td></td><td></td><td></td></tr><tr><td>Treasurer</td><td></td><td></td><td></td><td></td><td></td><td></td></tr><tr><td>General Manager</td><td></td><td></td><td></td><td></td><td></td><td></td></tr><tr><td>Other (specify)</td><td></td><td></td><td></td><td></td><td></td><td></td></tr></tbody></table> <p>Other Titles (please specify)</p> <table><tbody><tr><td><input type="checkbox"/> Chair</td><td><input type="checkbox"/> Chief Executive Officer</td></tr><tr><td><input type="checkbox"/> Chair Person</td><td><input type="checkbox"/> Chief Financial Officer</td></tr><tr><td><input type="checkbox"/> Chairman</td><td><input type="checkbox"/> Chief Info. Officer</td></tr><tr><td><input type="checkbox"/> Chairwoman</td><td><input type="checkbox"/> Chief Operating Officer</td></tr><tr><td><input type="checkbox"/> Vice-Chair</td><td><input type="checkbox"/> Chief Administrative Officer</td></tr><tr><td><input type="checkbox"/> Vice-President</td><td><input type="checkbox"/> Comptroller</td></tr><tr><td><input type="checkbox"/> Assistant Secretary</td><td><input type="checkbox"/> Authorized Signing Officer</td></tr><tr><td><input type="checkbox"/> Assistant Treasurer</td><td></td></tr><tr><td><input type="checkbox"/> Chief Manager</td><td></td></tr><tr><td><input type="checkbox"/> Executive Director</td><td></td></tr><tr><td><input type="checkbox"/> Managing Director</td><td><input type="checkbox"/> Other (untitled)</td></tr></tbody></table>			Date Appointed			Date Ceased				year	month	day	year	month	day	President							Secretary							Treasurer							General Manager							Other (specify)							<input type="checkbox"/> Chair	<input type="checkbox"/> Chief Executive Officer	<input type="checkbox"/> Chair Person	<input type="checkbox"/> Chief Financial Officer	<input type="checkbox"/> Chairman	<input type="checkbox"/> Chief Info. Officer	<input type="checkbox"/> Chairwoman	<input type="checkbox"/> Chief Operating Officer	<input type="checkbox"/> Vice-Chair	<input type="checkbox"/> Chief Administrative Officer	<input type="checkbox"/> Vice-President	<input type="checkbox"/> Comptroller	<input type="checkbox"/> Assistant Secretary	<input type="checkbox"/> Authorized Signing Officer	<input type="checkbox"/> Assistant Treasurer		<input type="checkbox"/> Chief Manager		<input type="checkbox"/> Executive Director		<input type="checkbox"/> Managing Director	<input type="checkbox"/> Other (untitled)
	Date Appointed			Date Ceased																																																																						
	year	month	day	year	month	day																																																																				
President																																																																										
Secretary																																																																										
Treasurer																																																																										
General Manager																																																																										
Other (specify)																																																																										
<input type="checkbox"/> Chair	<input type="checkbox"/> Chief Executive Officer																																																																									
<input type="checkbox"/> Chair Person	<input type="checkbox"/> Chief Financial Officer																																																																									
<input type="checkbox"/> Chairman	<input type="checkbox"/> Chief Info. Officer																																																																									
<input type="checkbox"/> Chairwoman	<input type="checkbox"/> Chief Operating Officer																																																																									
<input type="checkbox"/> Vice-Chair	<input type="checkbox"/> Chief Administrative Officer																																																																									
<input type="checkbox"/> Vice-President	<input type="checkbox"/> Comptroller																																																																									
<input type="checkbox"/> Assistant Secretary	<input type="checkbox"/> Authorized Signing Officer																																																																									
<input type="checkbox"/> Assistant Treasurer																																																																										
<input type="checkbox"/> Chief Manager																																																																										
<input type="checkbox"/> Executive Director																																																																										
<input type="checkbox"/> Managing Director	<input type="checkbox"/> Other (untitled)																																																																									

Schedule A: Information on Ontario Corporations

(Corporations that are incorporated, continued or amalgamated under the Ontario Business Corporations Act)

MCBS**Schedule A****Page 22 of 24**

To submit additional director or Officer Information, please photocopy this page and attach the completed schedules with you return.

Director/Officer Information																																																																								
Full Name and Address for Service:																																																																								
Last Name Avis		First Name Roy	Middle Name(s)																																																																					
Street Number and Name 1013 Frenette Avenue			Suite																																																																					
City/Town/Village Fort Frances		Province/State ON	Country CA																																																																					
			Postal/Zip Code P9A 3V2																																																																					
Director		Officer																																																																						
<p>Are you a resident Canadian? (Applies to directors of business corporations only)</p> <p><input checked="" type="checkbox"/> Yes <input type="checkbox"/> No</p> <p>Date Elected 2000/06/19</p> <p>Date Ceased </p>		<p>Indicate the appointment period for each of the following:</p> <table border="1"><thead><tr><th></th><th colspan="3">Date Appointed</th><th colspan="3">Date Ceased</th></tr><tr><th></th><th>year</th><th>month</th><th>day</th><th>year</th><th>month</th><th>day</th></tr></thead><tbody><tr><td>President</td><td></td><td></td><td></td><td></td><td></td><td></td></tr><tr><td>Secretary</td><td></td><td></td><td></td><td></td><td></td><td></td></tr><tr><td>Treasurer</td><td></td><td></td><td></td><td></td><td></td><td></td></tr><tr><td>General Manager</td><td></td><td></td><td></td><td></td><td></td><td></td></tr><tr><td>Other (specify)</td><td></td><td></td><td></td><td></td><td></td><td></td></tr></tbody></table> <p>Other Titles (please specify)</p> <table><tbody><tr><td><input type="checkbox"/> Chair</td><td><input type="checkbox"/> Chief Executive Officer</td></tr><tr><td><input type="checkbox"/> Chair Person</td><td><input type="checkbox"/> Chief Financial Officer</td></tr><tr><td><input type="checkbox"/> Chairman</td><td><input type="checkbox"/> Chief Info. Officer</td></tr><tr><td><input type="checkbox"/> Chairwoman</td><td><input type="checkbox"/> Chief Operating Officer</td></tr><tr><td><input type="checkbox"/> Vice-Chair</td><td><input type="checkbox"/> Chief Administrative Officer</td></tr><tr><td><input type="checkbox"/> Vice-President</td><td><input type="checkbox"/> Assistant Secretary</td></tr><tr><td><input type="checkbox"/> Assistant Secretary</td><td><input type="checkbox"/> Comptroller</td></tr><tr><td><input type="checkbox"/> Assistant Treasurer</td><td><input type="checkbox"/> Authorized Signing Officer</td></tr><tr><td><input type="checkbox"/> Chief Manager</td><td><input type="checkbox"/> Executive Director</td></tr><tr><td><input type="checkbox"/> Managing Director</td><td><input type="checkbox"/> Other (untitled)</td></tr></tbody></table>			Date Appointed			Date Ceased				year	month	day	year	month	day	President							Secretary							Treasurer							General Manager							Other (specify)							<input type="checkbox"/> Chair	<input type="checkbox"/> Chief Executive Officer	<input type="checkbox"/> Chair Person	<input type="checkbox"/> Chief Financial Officer	<input type="checkbox"/> Chairman	<input type="checkbox"/> Chief Info. Officer	<input type="checkbox"/> Chairwoman	<input type="checkbox"/> Chief Operating Officer	<input type="checkbox"/> Vice-Chair	<input type="checkbox"/> Chief Administrative Officer	<input type="checkbox"/> Vice-President	<input type="checkbox"/> Assistant Secretary	<input type="checkbox"/> Assistant Secretary	<input type="checkbox"/> Comptroller	<input type="checkbox"/> Assistant Treasurer	<input type="checkbox"/> Authorized Signing Officer	<input type="checkbox"/> Chief Manager	<input type="checkbox"/> Executive Director	<input type="checkbox"/> Managing Director	<input type="checkbox"/> Other (untitled)
	Date Appointed			Date Ceased																																																																				
	year	month	day	year	month	day																																																																		
President																																																																								
Secretary																																																																								
Treasurer																																																																								
General Manager																																																																								
Other (specify)																																																																								
<input type="checkbox"/> Chair	<input type="checkbox"/> Chief Executive Officer																																																																							
<input type="checkbox"/> Chair Person	<input type="checkbox"/> Chief Financial Officer																																																																							
<input type="checkbox"/> Chairman	<input type="checkbox"/> Chief Info. Officer																																																																							
<input type="checkbox"/> Chairwoman	<input type="checkbox"/> Chief Operating Officer																																																																							
<input type="checkbox"/> Vice-Chair	<input type="checkbox"/> Chief Administrative Officer																																																																							
<input type="checkbox"/> Vice-President	<input type="checkbox"/> Assistant Secretary																																																																							
<input type="checkbox"/> Assistant Secretary	<input type="checkbox"/> Comptroller																																																																							
<input type="checkbox"/> Assistant Treasurer	<input type="checkbox"/> Authorized Signing Officer																																																																							
<input type="checkbox"/> Chief Manager	<input type="checkbox"/> Executive Director																																																																							
<input type="checkbox"/> Managing Director	<input type="checkbox"/> Other (untitled)																																																																							

Schedule A: Information on Ontario Corporations

(Corporations that are incorporated, continued or amalgamated under the Ontario Business Corporations Act)

MCBS**Schedule A****Page 22 of 24**

To submit additional director or Officer Information, please photocopy this page and attach the completed schedules with you return.

Identification																																																																										
Corporation's Legal Name (including punctuation) FORT FRANCES POWER CORPORATION		Ontario Corporation No. (MCBS) 1424338	Date of Incorporation or Amalgamation 2000/06/19																																																																							
Director/Officer Information																																																																										
Full Name and Address for Service:																																																																										
Last Name Cousineau		First Name Robert	Middle Name(s) L																																																																							
Street Number and Name 101 Lyndry Place South		Suite																																																																								
City/Town/Village Fort Frances		Province/State ON	Country CA																																																																							
		Postal/Zip Code P9A 3V2																																																																								
Director		Officer																																																																								
<p>Are you a resident Canadian? (Applies to directors of business corporations only)</p> <p><input checked="" type="checkbox"/> Yes <input type="checkbox"/> No</p> <p>Date Elected 2000/06/19</p> <p>Date Ceased </p>		<p>Indicate the appointment period for each of the following:</p> <table border="1"><thead><tr><th></th><th colspan="3">Date Appointed</th><th colspan="3">Date Ceased</th></tr><tr><th></th><th>year</th><th>month</th><th>day</th><th>year</th><th>month</th><th>day</th></tr></thead><tbody><tr><td>President</td><td></td><td></td><td></td><td></td><td></td><td></td></tr><tr><td>Secretary</td><td></td><td></td><td></td><td></td><td></td><td></td></tr><tr><td>Treasurer</td><td></td><td></td><td></td><td></td><td></td><td></td></tr><tr><td>General Manager</td><td></td><td></td><td></td><td></td><td></td><td></td></tr><tr><td>Other (specify)</td><td></td><td></td><td></td><td></td><td></td><td></td></tr></tbody></table> <p>Other Titles (please specify)</p> <table border="0"><tr><td><input type="checkbox"/> Chair</td><td><input type="checkbox"/> Chief Executive Officer</td></tr><tr><td><input type="checkbox"/> Chair Person</td><td><input type="checkbox"/> Chief Financial Officer</td></tr><tr><td><input type="checkbox"/> Chairman</td><td><input type="checkbox"/> Chief Info. Officer</td></tr><tr><td><input type="checkbox"/> Chairwoman</td><td><input type="checkbox"/> Chief Operating Officer</td></tr><tr><td><input type="checkbox"/> Vice-Chair</td><td><input type="checkbox"/> Chief Administrative Officer</td></tr><tr><td><input type="checkbox"/> Vice-President</td><td><input type="checkbox"/> Comptroller</td></tr><tr><td><input type="checkbox"/> Assistant Secretary</td><td><input type="checkbox"/> Authorized Signing Officer</td></tr><tr><td><input type="checkbox"/> Assistant Treasurer</td><td></td></tr><tr><td><input type="checkbox"/> Chief Manager</td><td></td></tr><tr><td><input type="checkbox"/> Executive Director</td><td></td></tr><tr><td><input type="checkbox"/> Managing Director</td><td><input type="checkbox"/> Other (untitled)</td></tr></table>			Date Appointed			Date Ceased				year	month	day	year	month	day	President							Secretary							Treasurer							General Manager							Other (specify)							<input type="checkbox"/> Chair	<input type="checkbox"/> Chief Executive Officer	<input type="checkbox"/> Chair Person	<input type="checkbox"/> Chief Financial Officer	<input type="checkbox"/> Chairman	<input type="checkbox"/> Chief Info. Officer	<input type="checkbox"/> Chairwoman	<input type="checkbox"/> Chief Operating Officer	<input type="checkbox"/> Vice-Chair	<input type="checkbox"/> Chief Administrative Officer	<input type="checkbox"/> Vice-President	<input type="checkbox"/> Comptroller	<input type="checkbox"/> Assistant Secretary	<input type="checkbox"/> Authorized Signing Officer	<input type="checkbox"/> Assistant Treasurer		<input type="checkbox"/> Chief Manager		<input type="checkbox"/> Executive Director		<input type="checkbox"/> Managing Director	<input type="checkbox"/> Other (untitled)
	Date Appointed			Date Ceased																																																																						
	year	month	day	year	month	day																																																																				
President																																																																										
Secretary																																																																										
Treasurer																																																																										
General Manager																																																																										
Other (specify)																																																																										
<input type="checkbox"/> Chair	<input type="checkbox"/> Chief Executive Officer																																																																									
<input type="checkbox"/> Chair Person	<input type="checkbox"/> Chief Financial Officer																																																																									
<input type="checkbox"/> Chairman	<input type="checkbox"/> Chief Info. Officer																																																																									
<input type="checkbox"/> Chairwoman	<input type="checkbox"/> Chief Operating Officer																																																																									
<input type="checkbox"/> Vice-Chair	<input type="checkbox"/> Chief Administrative Officer																																																																									
<input type="checkbox"/> Vice-President	<input type="checkbox"/> Comptroller																																																																									
<input type="checkbox"/> Assistant Secretary	<input type="checkbox"/> Authorized Signing Officer																																																																									
<input type="checkbox"/> Assistant Treasurer																																																																										
<input type="checkbox"/> Chief Manager																																																																										
<input type="checkbox"/> Executive Director																																																																										
<input type="checkbox"/> Managing Director	<input type="checkbox"/> Other (untitled)																																																																									

Schedule A: Information on Ontario Corporations

MCBS

(Corporations that are incorporated, continued or amalgamated under the
Ontario Business Corporations Act)

Schedule A**Page 22 of 24**

To submit additional director or Officer Information, please photocopy this page and attach the completed schedules with you return.

Director/Officer Information																																																																										
Full Name and Address for Service:																																																																										
Last Name Witherspoon		First Name Glenn	Middle Name(s) R																																																																							
Street Number and Name 1115 Nelson Street		Suite																																																																								
City/Town/Village Fort Frances		Province/State ON	Country CA																																																																							
		Postal/Zip Code P9A 1C3																																																																								
Director		Officer																																																																								
<p>Are you a resident Canadian? (Applies to directors of business corporations only)</p> <p><input checked="" type="checkbox"/> Yes <input type="checkbox"/> No</p> <p>Date Elected 2000/06/19</p> <p>Date Ceased </p>		<p>Indicate the appointment period for each of the following:</p> <table border="1"><thead><tr><th></th><th colspan="3">Date Appointed</th><th colspan="3">Date Ceased</th></tr><tr><th></th><th>year</th><th>month</th><th>day</th><th>year</th><th>month</th><th>day</th></tr></thead><tbody><tr><td>President</td><td></td><td></td><td></td><td></td><td></td><td></td></tr><tr><td>Secretary</td><td></td><td></td><td></td><td></td><td></td><td></td></tr><tr><td>Treasurer</td><td></td><td></td><td></td><td></td><td></td><td></td></tr><tr><td>General Manager</td><td></td><td></td><td></td><td></td><td></td><td></td></tr><tr><td>Other (specify)</td><td></td><td></td><td></td><td></td><td></td><td></td></tr></tbody></table> <p>Other Titles (please specify)</p> <table><tbody><tr><td><input type="checkbox"/> Chair</td><td><input type="checkbox"/> Chief Executive Officer</td></tr><tr><td><input type="checkbox"/> Chair Person</td><td><input type="checkbox"/> Chief Financial Officer</td></tr><tr><td><input type="checkbox"/> Chairman</td><td><input type="checkbox"/> Chief Info. Officer</td></tr><tr><td><input type="checkbox"/> Chairwoman</td><td><input type="checkbox"/> Chief Operating Officer</td></tr><tr><td><input type="checkbox"/> Vice-Chair</td><td><input type="checkbox"/> Chief Administrative Officer</td></tr><tr><td><input type="checkbox"/> Vice-President</td><td><input type="checkbox"/> Comptroller</td></tr><tr><td><input type="checkbox"/> Assistant Secretary</td><td><input type="checkbox"/> Authorized Signing Officer</td></tr><tr><td><input type="checkbox"/> Assistant Treasurer</td><td><input type="checkbox"/> Other (untitled)</td></tr><tr><td><input type="checkbox"/> Chief Manager</td><td></td></tr><tr><td><input type="checkbox"/> Executive Director</td><td></td></tr><tr><td><input type="checkbox"/> Managing Director</td><td></td></tr></tbody></table>			Date Appointed			Date Ceased				year	month	day	year	month	day	President							Secretary							Treasurer							General Manager							Other (specify)							<input type="checkbox"/> Chair	<input type="checkbox"/> Chief Executive Officer	<input type="checkbox"/> Chair Person	<input type="checkbox"/> Chief Financial Officer	<input type="checkbox"/> Chairman	<input type="checkbox"/> Chief Info. Officer	<input type="checkbox"/> Chairwoman	<input type="checkbox"/> Chief Operating Officer	<input type="checkbox"/> Vice-Chair	<input type="checkbox"/> Chief Administrative Officer	<input type="checkbox"/> Vice-President	<input type="checkbox"/> Comptroller	<input type="checkbox"/> Assistant Secretary	<input type="checkbox"/> Authorized Signing Officer	<input type="checkbox"/> Assistant Treasurer	<input type="checkbox"/> Other (untitled)	<input type="checkbox"/> Chief Manager		<input type="checkbox"/> Executive Director		<input type="checkbox"/> Managing Director	
	Date Appointed			Date Ceased																																																																						
	year	month	day	year	month	day																																																																				
President																																																																										
Secretary																																																																										
Treasurer																																																																										
General Manager																																																																										
Other (specify)																																																																										
<input type="checkbox"/> Chair	<input type="checkbox"/> Chief Executive Officer																																																																									
<input type="checkbox"/> Chair Person	<input type="checkbox"/> Chief Financial Officer																																																																									
<input type="checkbox"/> Chairman	<input type="checkbox"/> Chief Info. Officer																																																																									
<input type="checkbox"/> Chairwoman	<input type="checkbox"/> Chief Operating Officer																																																																									
<input type="checkbox"/> Vice-Chair	<input type="checkbox"/> Chief Administrative Officer																																																																									
<input type="checkbox"/> Vice-President	<input type="checkbox"/> Comptroller																																																																									
<input type="checkbox"/> Assistant Secretary	<input type="checkbox"/> Authorized Signing Officer																																																																									
<input type="checkbox"/> Assistant Treasurer	<input type="checkbox"/> Other (untitled)																																																																									
<input type="checkbox"/> Chief Manager																																																																										
<input type="checkbox"/> Executive Director																																																																										
<input type="checkbox"/> Managing Director																																																																										

MCBS

Schedule A

Page 22 of 24



Identification																									
Corporation's Legal Name <i>(including punctuation)</i>		Ontario Corporation No. (MCBS)	Date of Incorporation or Amalgamation																						
FORT FRANCES POWER CORPORATION		1424338	2000/06/19																						
Director/Officer Information																									
Full Name and Address for Service:																									
Last Name McCaig		First Name Mark	Middle Name(s)																						
Street Number and Name R.R. #1 RMB 113			Suite																						
City/Town/Village Fort Frances		Province/State ON	Country CA	Postal/Zip Code P9A 3M2																					
Director		Officer																							
Are you a resident Canadian? <i>(Applies to directors of business corporations only)</i> <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No		Indicate the appointment period for each of the following: <table border="1"> <thead> <tr> <th></th> <th>Date Appointed</th> <th>Date Ceased</th> </tr> <tr> <th></th> <th>year month day</th> <th>year month day</th> </tr> </thead> <tbody> <tr> <td>President</td> <td></td> <td></td> </tr> <tr> <td>Secretary</td> <td></td> <td></td> </tr> <tr> <td>Treasurer</td> <td></td> <td></td> </tr> <tr> <td>General Manager</td> <td></td> <td></td> </tr> <tr> <td>Other (specify)</td> <td></td> <td></td> </tr> </tbody> </table>				Date Appointed	Date Ceased		year month day	year month day	President			Secretary			Treasurer			General Manager			Other (specify)		
	Date Appointed	Date Ceased																							
	year month day	year month day																							
President																									
Secretary																									
Treasurer																									
General Manager																									
Other (specify)																									
Date Elected 2000/06/19 Date Ceased <input type="text"/>		Other Titles <i>(please specify)</i> <input type="checkbox"/> Chair <input type="checkbox"/> Chief Executive Officer <input type="checkbox"/> Chair Person <input type="checkbox"/> Chief Financial Officer <input type="checkbox"/> Chairman <input type="checkbox"/> Chief Info. Officer <input type="checkbox"/> Chairwoman <input type="checkbox"/> Chief Operating Officer <input type="checkbox"/> Vice-Chair <input type="checkbox"/> Chief Administrative Officer <input type="checkbox"/> Vice-President <input type="checkbox"/> Comptroller <input type="checkbox"/> Assistant Secretary <input type="checkbox"/> Authorized Signing <input type="checkbox"/> Assistant Treasurer <input type="checkbox"/> Chief Manager Officer <input type="checkbox"/> Executive Director <input type="checkbox"/> Managing Director <input type="checkbox"/> Other (untitled)																							

ProFile - Version 2004.2.0 - Approval code - 051D

Schedule A: Information on Ontario Corporations

(Corporations that are incorporated, continued or amalgamated under the
Ontario Business Corporations Act)

MCBS**Schedule A****Page 22 of 24**

To submit additional director or Officer Information, please photocopy this page and attach the completed schedules with you return.

Director/Officer Information																																																																								
Full Name and Address for Service:																																																																								
Last Name McCaig		First Name Douglas	Middle Name(s)																																																																					
Street Number and Name 283 Sixth Street East		Suite																																																																						
City/Town/Village Fort Frances		Province/State ON	Country CA																																																																					
		Postal/Zip Code P9A 1W6																																																																						
Director		Officer																																																																						
<p>Are you a resident Canadian? (Applies to directors of business corporations only)</p> <p><input checked="" type="checkbox"/> Yes <input type="checkbox"/> No</p> <p>Date Elected 2000/06/19</p> <p>Date Ceased </p>		<p>Indicate the appointment period for each of the following:</p> <table border="1"><thead><tr><th></th><th colspan="3">Date Appointed</th><th colspan="3">Date Ceased</th></tr><tr><th></th><th>year</th><th>month</th><th>day</th><th>year</th><th>month</th><th>day</th></tr></thead><tbody><tr><td>President</td><td></td><td></td><td></td><td></td><td></td><td></td></tr><tr><td>Secretary</td><td></td><td></td><td></td><td></td><td></td><td></td></tr><tr><td>Treasurer</td><td></td><td></td><td></td><td></td><td></td><td></td></tr><tr><td>General Manager</td><td></td><td></td><td></td><td></td><td></td><td></td></tr><tr><td>Other (specify)</td><td></td><td></td><td></td><td></td><td></td><td></td></tr></tbody></table> <p>Other Titles (please specify)</p> <table border="0"><tr><td><input type="checkbox"/> Chair</td><td><input type="checkbox"/> Chief Executive Officer</td></tr><tr><td><input type="checkbox"/> Chair Person</td><td><input type="checkbox"/> Chief Financial Officer</td></tr><tr><td><input type="checkbox"/> Chairman</td><td><input type="checkbox"/> Chief Info. Officer</td></tr><tr><td><input type="checkbox"/> Chairwoman</td><td><input type="checkbox"/> Chief Operating Officer</td></tr><tr><td><input type="checkbox"/> Vice-Chair</td><td><input type="checkbox"/> Chief Administrative Officer</td></tr><tr><td><input type="checkbox"/> Vice-President</td><td><input type="checkbox"/> Comptroller</td></tr><tr><td><input type="checkbox"/> Assistant Secretary</td><td><input type="checkbox"/> Authorized Signing Officer</td></tr><tr><td><input type="checkbox"/> Assistant Treasurer</td><td><input type="checkbox"/> Chief Manager</td></tr><tr><td><input type="checkbox"/> Executive Director</td><td><input type="checkbox"/> Managing Director</td></tr><tr><td><input type="checkbox"/> Other (untitled)</td><td></td></tr></table>			Date Appointed			Date Ceased				year	month	day	year	month	day	President							Secretary							Treasurer							General Manager							Other (specify)							<input type="checkbox"/> Chair	<input type="checkbox"/> Chief Executive Officer	<input type="checkbox"/> Chair Person	<input type="checkbox"/> Chief Financial Officer	<input type="checkbox"/> Chairman	<input type="checkbox"/> Chief Info. Officer	<input type="checkbox"/> Chairwoman	<input type="checkbox"/> Chief Operating Officer	<input type="checkbox"/> Vice-Chair	<input type="checkbox"/> Chief Administrative Officer	<input type="checkbox"/> Vice-President	<input type="checkbox"/> Comptroller	<input type="checkbox"/> Assistant Secretary	<input type="checkbox"/> Authorized Signing Officer	<input type="checkbox"/> Assistant Treasurer	<input type="checkbox"/> Chief Manager	<input type="checkbox"/> Executive Director	<input type="checkbox"/> Managing Director	<input type="checkbox"/> Other (untitled)	
	Date Appointed			Date Ceased																																																																				
	year	month	day	year	month	day																																																																		
President																																																																								
Secretary																																																																								
Treasurer																																																																								
General Manager																																																																								
Other (specify)																																																																								
<input type="checkbox"/> Chair	<input type="checkbox"/> Chief Executive Officer																																																																							
<input type="checkbox"/> Chair Person	<input type="checkbox"/> Chief Financial Officer																																																																							
<input type="checkbox"/> Chairman	<input type="checkbox"/> Chief Info. Officer																																																																							
<input type="checkbox"/> Chairwoman	<input type="checkbox"/> Chief Operating Officer																																																																							
<input type="checkbox"/> Vice-Chair	<input type="checkbox"/> Chief Administrative Officer																																																																							
<input type="checkbox"/> Vice-President	<input type="checkbox"/> Comptroller																																																																							
<input type="checkbox"/> Assistant Secretary	<input type="checkbox"/> Authorized Signing Officer																																																																							
<input type="checkbox"/> Assistant Treasurer	<input type="checkbox"/> Chief Manager																																																																							
<input type="checkbox"/> Executive Director	<input type="checkbox"/> Managing Director																																																																							
<input type="checkbox"/> Other (untitled)																																																																								

OS4
Schedule 4

Ontario loss continuity

Part 1 - Non-capital loss

Determination of current-year non-capital loss

Net income (loss) for Ontario tax purposes		99,577
Deduct: (increase a loss)		
Net capital losses deducted in the year (enter a positive amount)		
Taxable dividends deductible under ITA sections 112, 113 or subsection 138(6)		
Amount of Part VI.1 tax deductible		
	Subtotal - if positive, enter "0"	
Deduct: (increase a loss)		
ITA Section 110.5 - addition for foreign tax credits		
Add: (decrease a loss)	Subtotal	
Current-year farm loss		
Current-year non-capital loss (if positive, enter "0")		

Continuity of non-capital losses and request for a carryback

Non-capital loss at end of preceding taxation year		
Deduct: Non-capital loss expired after seven taxation years	-	
Non-capital losses at beginning of taxation year	=	
Add: Non-capital losses transferred on amalgamation or wind-up of subsidiary corporation		+
Current-year non-capital loss (from calculation above)		
Deduct - Request to carry back non-capital loss to:		
First preceding taxation year to reduce taxable income		
Second preceding taxation year to reduce taxable income		
Third preceding taxation year to reduce taxable income		
Current-year non-capital loss net of carryback		+
	Subtotal	=
Deduct:		
Amount applied against taxable income (enter on line 704 of the CT23)		
Section 80 - adjustments for forgiven amounts		
Other adjustments		
		-
Non-capital losses - Closing balance		=

Part 2 - Capital losses

Continuity of capital losses and request for a carryback

Capital losses at end of preceding taxation year		Gross amount	18,660
Capital losses transferred on amalgamation or wind-up of subsidiary corporation		+	
Current-year capital loss		+	
	Subtotal	=	18,660
Add:			
Allowable business' investment loss expired as a non-capital loss	X 4/3	+	
	Subtotal	=	18,660
Deduct:			
Amount applied against current-year capital gain		-	
Section 80 adjustments for forgiven amounts		-	
Other adjustments		-	
	Subtotal	=	
Deduct - Request to carry back capital loss to:			
	Loss applied	Inclusion rate	Total
First preceding taxation year	+	50.0000 %	=
Second preceding taxation year	+	50.0000 %	=
Third preceding taxation year	+	%	=
	Subtotal		-
Capital losses - Closing balance		=	18,660

OS4
Schedule 4

Ontario loss continuity

Part 3 - Farm loss

Continuity of farm losses and request for a carryback

Farm losses at end of preceding taxation year	_____	
Deduct: Farm loss expired after 10 taxation years	- _____	
Farm losses at beginning of taxation year	= _____	
Add: Farm losses transferred on amalgamation or wind-up of subsidiary corporation		+ _____
Current-year farm loss	_____	
Deduct - Request to carry back farm loss to:		
First preceding taxation year to reduce taxable income	_____	
Second preceding taxation year to reduce taxable income	_____	
Third preceding taxation year to reduce taxable income	_____	
Subtotal	_____	
Current-year farm loss net of carryback		+ _____
	Subtotal	= _____
Deduct:		
Amount applied against taxable income (enter on line 724 of the CT23)	_____	
Section 80 - Adjustments for forgiven amounts	_____	
Other adjustments	_____	
		- _____
Farm losses - Closing balance		= _____

Part 4 - Restricted farm loss

Current-year restricted farm loss

Total losses for the year from farming business	_____	A
Minus		
\$2,500 plus B or C, whichever is less	_____	
(Amount A above - \$2,500) divided by 2	B _____	
Maximum	C 6,250	
Deductible farm loss		- _____
Current-year restricted farm loss		= _____

Continuity of restricted farm losses and request for a carryback

Restricted farm losses at end of preceding taxation year	_____	
Deduct: Restricted farm loss expired after 10 taxation years	- _____	
Restricted farm losses at beginning of taxation year	= _____	
Add: Restricted farm losses transferred on amalgamation or wind-up of subsidiary corporation		+ _____
Current-year restricted farm loss	_____	
Deduct - Request to carry back restricted farm loss to:		
First preceding taxation year to reduce farming income	_____	
Second preceding taxation year to reduce farming income	_____	
Third preceding taxation year to reduce farming income	_____	
Current-year restricted farm loss net of carryback		+ _____
Deduct:		
Amount applied against taxable income (enter on line 734 of the CT23)	_____	
Section 80 - Adjustments for forgiven amounts	_____	
Other adjustments	_____	
		- _____
Restricted farm losses - Closing balance		= _____

OS4
Schedule 4

Ontario loss continuity

Part 5 - Listed personal property loss

Continuity of listed personal property loss and request for a carryback

Listed personal property losses at end of preceding taxation year	_____	
Deduct: Listed personal property losses expired after seven taxation years	_____	
Listed personal property losses at beginning of taxation year	_____	
Current-year listed personal property loss	_____	
Deduct – Request to carry back listed personal property loss to:		
First preceding taxation year to reduce listed personal property gains	_____	
Second preceding taxation year to reduce listed personal property gains	_____	
Third preceding taxation year to reduce listed personal property gains	_____	
Listed personal property losses net of carryback	_____	+
	Subtotal	=
Deduct:		
Amount applied against listed personal property gain	_____	-
Other adjustments	_____	-
Limited personal property losses - Closing balance	_____	=

Part 6 – Analysis of balance of losses by year of origin

Year of origin	Non-capital losses	Farm losses	Restricted farm losses	Listed personal property losses
2000/12/31				
2001/12/31				
2002/12/31				
2003/12/31				
2004/12/31				
Total				

Part 7 - Continuity of limited partnership losses

Partnership identifier	Losses at end of preceding taxation year	Losses transferred from amalgamation or wind-up of subsidiary	Current-year limited partnership loss	Limited partnership losses applied	Limited partnership losses closing balance
Total (enter this amount on line 754 of the CT23)					



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

Ontario Capital Cost Allowance Schedule 8

ONTARIO CAPITAL COST ALLOWANCE

Corporation's Legal Name FORT FRANCES POWER CORPORATION		Ontario Corporations Tax Account No. (MOF) 1800090		Taxation Year End 2004/12/31	
-------------------------------------------------------------------	--	--------------------------------------------------------------	--	----------------------------------------	--

Is the corporation electing under regulation 1101(5q)? **101** 1 ☐ Yes 2 ☒ No

1 Class number	2 Ontario undepreciated capital cost at the beginning of the year	3 Cost of acquisitions during the year See note 1 below	4 Net adjustments	5 Proceeds of dispositions during the year	6 Ontario undepreciated capital cost (col 2 + 3 or col 2 - 4 - 5)	7 50% rule See note 2 below	8 Reduced undepreciated capital cost (col 6 - 7)	9 CCA rate %	10 Recapture of capital cost allowance	11 Terminal loss	12 Ontario capital cost allowance (col 8 x 9 or a lower amount)	13 Ontario undepreciated capital cost at the end of the year (col 6 - 12)
1	189,615				189,615		189,615	4			7,585	182,030
1	3,643,958	124,306			3,768,264	62,153	3,706,111	4			148,244	3,620,020
8	17,837	3,759			21,596	1,880	19,716	20			3,943	17,653
8	11,068				11,068		11,068	20			2,214	8,854
10	66,538				66,538		66,538	30			19,961	46,577
10	11,202				11,202		11,202	30			3,361	7,841
45		5,479			5,479	2,740	2,739	45			1,233	4,246
13		6,221			6,221	3,111	3,110				622	5,599
Totals	3,940,218	139,765				69,884	4,010,099				187,163	3,892,820

Enter in box **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 FORT FRANCES POWER CORPORATION	Ontario Corporations Tax Account No. (MOF) 1800090	Taxation Year End 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 beginning of taxation year (if negative, enter zero)			39,515	A
Add:				
Cost of eligible capital property acquired during the taxation year	+			B
Amount transferred on amalgamation or wind-up of subsidiary	+			C
Other adjustments	+			D
Total of B + C + D	=		x 3/4=	E
Subtotal A + E			=	39,515 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	+			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)	+			H
Other adjustments	+			I
Total of G + H + I	=		x 3/4=	J
Ontario cumulative eligible capital balance F - J			=	39,515 K

If K is negative, enter zero at line M and proceed to Part 2

Current year deduction	39,515 K x 7%*	=	2,766	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)	=	36,749	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

Complete this part only if the amount at line K is negative

Amount from line K above show as a positive amount				N
Total of cumulative eligible capital deductions from income for taxation years beginning after June 30, 1988			1	
Total of all amounts which reduced cumulative eligible capital in the current or prior years under subsection 80 (7)			2	
Total of cumulative eligible capital deductions claimed for taxation years beginning before July 1, 1988		3		
Negative balances in the cumulative eligible capital account that were included in income for taxation years beginning before July 1, 1988		4		
Line 3 deduct line 4			5	
Total lines 1 + 2 + 5			6	
Line T from previous Ontario Schedule 10 for taxation years ending after February 27, 2000			7	
Deduct line 7 from line 6				
N - O (cannot be negative)				O
Amount on line 5	x 1/2			P
P - Q				Q
Amount on line R	x 66.6667			R
Lesser of line N or line O				S
Amount to be included in income S + T				T

Note: For taxation years ending after February 27, 2000 and before October 18, 2000 use 8/9 to calculate S