

OCT 1/01 - DEC 31/01
GT

Federal tax instalments

Instalment base

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Year-end	Estimate for current year 2003/12/31	First instalment base 2002/12/31	Second instalment base 2001/12/31
Taxable income		127,247	
Base amount of Part I tax		48,354	
Corporate surtax		1,425	
Refundable tax on CCPC's investment income			
Small-business deduction			
Federal tax abatement		12,725	
Manufacturing and processing profits deduction			
Foreign tax credits			
Tax reductions		3,817	
Political contribution tax credit			
Investment tax credit			
Other credits			
Part I tax payable		33,237	
Part I.3 tax payable			
Part VI tax payable			
Part VI.1 tax payable			
Net provincial or territorial tax payable			
Total tax payable		33,237	
Days in taxation year	365	365	365
Tax payable adjusted for short taxation years		33,237	
Estimated credits for the current year:			
Investment tax credit refund			
Dividend refund			
Other			
Total estimated credits			
Instalment base		33,237	
Monthly payment		2,770	

Instalment payment options

- ☐ 1. based on estimated taxes for the current year
 ☒ 3. based on the first and second instalment base
 ☐ 2. based on the first instalment base
 ☐ 4. instalments are not required

Instalment payments

Date	Instalments required	Instalments paid	Instalments payable
2003/01/31			
2003/02/28			
2003/03/31	3,324		
2003/04/30	3,324		
2003/05/31	3,324		
2003/06/30	3,324		13,296
2003/07/31	3,324		3,324
2003/08/31	3,324		3,324
2003/09/30	3,324		3,324
2003/10/31	3,324		3,324
2003/11/30	3,324		3,324
2003/12/31	3,324		3,324
Total	33,240		33,240

**T2 CORPORATION INCOME TAX RETURN**
(2001 and later taxation years)

Schedule 200

AMENDED

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, including proposed legislation, see the corresponding items in the *2001 T2 Corporation Income Tax Guide*.

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 86778 0041 RC 0001

Corporation's name (item 12)

002

Tay Hydro Electric Distribution Company Inc.

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

011 489 Finlayson St

012 PO Box 160

City

Province

015 Port McNicoll

016 ON

Country (other than Canada)

Postal code

017

018 LOK 1R0

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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

022 489 Finlayson St

023 PO Box 160

City

Province

025 Port McNicoll

026 ON

Country (other than Canada)

Postal code

027

028 LOK 1R0

Location of books and records (item 15)

031 489 Finlayson St

032 PO Box 160

City

Province

035 Port McNicoll

036 ON

Country (other than Canada)

Postal code

037

038 LOK 1R0

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

1 ☐ Canadian controlled
private corporation (CCPC)4 ☐ Corporation controlled by
a public corporation2 ☐ Other private
corporation5 ☒ Other corporation
(please specify, below)3 ☐ Public corporation

Municipal owned

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

043

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

From 060 2001/10/01 to 061 2001/12/31

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

Is this the first year of filing after:

Incorporation? (item 19)

070 ☐ Yes ☒ No

Amalgamation? (item 20)

071 ☐ Yes ☒ No

If yes, please provide Schedule 24

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

If yes, please provide Schedule 24

072 ☐ Yes ☒ No

Is this the final taxation year

before amalgamation? (item 22)

076 ☐ Yes ☒ No

Is this the final return up to

dissolution? (item 23)

078 ☐ Yes ☒ No

Is 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)

If yes, please provide Schedule 91

082 ☐ Yes ☒ NoIf 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

Do not use this area

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Guide item		Attachments	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 checked="" 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(i) 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 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 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
131	Is the corporation claiming a provincial 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
102	(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 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?	217	<input type="checkbox"/>	17
149	Is the corporation an investment corporation or a mutual fund corporation?	218	<input type="checkbox"/>	18
130	Is the corporation carrying on business in Canada while not a Canadian corporation?	220	<input type="checkbox"/>	20 *
117	Is the corporation claiming any federal or provincial foreign tax credits, or logging tax credits?	221	<input type="checkbox"/>	21
154	Is the corporation a non-resident-owned investment corporation claiming an allowable refund?	226	<input type="checkbox"/>	26 *
110	Does the corporation have any Canadian manufacturing and processing profits?	227	<input type="checkbox"/>	27
120	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
123	Is the corporation subject to Part 1.3 tax?	233	<input type="checkbox"/>	33/34/35
123	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
123	Is the corporation claiming a surtax credit?	237	<input type="checkbox"/>	37
127	Is the corporation subject to gross Part VI tax on capital of financial institutions?	238	<input type="checkbox"/>	38
127	Is the corporation claiming a Part I tax credit?	242	<input type="checkbox"/>	42
128	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
128	Is the corporation agreeing to a transfer of the liability for Part VI.1 tax?	244	<input type="checkbox"/>	45
124	Is the corporation subject to Part II - Tobacco Manufacturers' surtax?	249	<input type="checkbox"/>	46
127	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
127	For life insurance corporations: Is the corporation a member of a related group of insurance corporations with one or more members subject to the additional gross Part VI tax?	251	<input type="checkbox"/>	40
127	For deposit-taking institutions: Is the corporation a member of a related group of financial institutions (other than life insurance corporations) with one or more members subject to the additional Part VI tax?	252	<input type="checkbox"/>	41
151	Is the corporation claiming a Canadian film or video production tax credit refund?	253	<input type="checkbox"/>	T1131

Attachments - Continued from page 2

Guide item	Yes	Schedule
129 Is the corporation subject to Part XIII.1 tax?	<input type="checkbox"/>	92 *
152 Is the corporation claiming a film or video production services tax credit refund?	<input type="checkbox"/>	T1177
44 Did the corporation have any foreign affiliates that are not controlled foreign affiliates?	<input type="checkbox"/>	T1134-A
44 Did the corporation have any controlled foreign affiliates?	<input type="checkbox"/>	T1134-B
44 Did the corporation own specified foreign property in the year with a cost amount over \$100,000	<input type="checkbox"/>	T1135
44 Did the corporation transfer or loan property to a non-resident trust?	<input type="checkbox"/>	T1141
44 Did the corporation receive a distribution from or was it indebted to a non-resident trust in the year?	<input type="checkbox"/>	T1142
- Has the corporation entered into an agreement to allocate assistance for SR&ED carried out in Canada?	<input type="checkbox"/>	T1145
- Has the corporation entered into an agreement to transfer qualified expenditures incurred in respect of SR&ED contracts?	<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?	<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 is 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	285	%
	286	287	%
	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	(38,343) A
Deduct:		
Charitable donations from Schedule 2 (item 78)	311	
Gifts to Canada or a province 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		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	0
Income exempt under paragraph 149(1)(i) (item 93)	370	
Taxable income for a corporation with exempt income under paragraph 149(1)(i) (line 360 minus line 370) (item 94)		Z

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	A
Taxable income from line 360 or amount Z, whichever applies, minus 10/3 of the amount that would be deductible at line 632*, and 10/4 of line 636** on page 7, and minus any amount that, because of federal law, is exempt from Part I tax (item 96)	405	B
Business limit (for associated corporations, enter business limit from Schedule 23) (item 97)	410	C
Reduction to business limit: (item 98)		
Amount C <u> </u> X 415 *** <u> </u> D <u> </u> = <u> </u> E		
	11,250	
Reduced business limit (amount C minus amount E) (if negative, enter "0")	425	0 F
Small business deduction - 16% of the least of amounts A, B, C, and F	430	0 G
(enter amount G of line 9 on page 7)		

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

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

*** **Large corporation tax for preceding year** - Enter the total gross Part I.3 tax for the corporation for its preceding taxation year, before deducting the surtax credits, increased to reflect a full-year tax liability if the previous year is less than 51 weeks. For associated corporations, see Schedule 23 for the special rules that apply.

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)	<u> </u> x 3/2 = <u> </u>	A
Net active business income (amount from line 400)*	<u> </u>	B
Taxable income from line 360 or amount Z on page 3, whichever applies, minus 10/4 of line 636** on page 7 and minus any amount that, because of federal law is exempt from Part I tax	<u> </u> C	
Deduct:		
Aggregate investment income (amount from line 440)	<u> </u> D	
Amount C minus amount D (if negative, enter "0")	<u> </u> ▶ <u> </u>	E
The least of amounts A, B, or E above	<u> </u>	F
Amount Z from Part 9 of Schedule 27	<u> </u> x 100 / 7 = <u> </u> G	
Amount QQ from Part 13 of Schedule 27	<u> </u> H	
Resource allowance (amount from line 346 of Schedule 1)	<u> </u> x 3 = <u> </u> I	
Amount used to calculate the credit union deduction (amount E in Part 3 of Schedule 17)	<u> </u> J	
Least of amounts on lines 400, 405, 410, and 425 of the small business deduction	<u> </u> K	
Total of amounts G, H, I, J, and K	<u> </u> ▶ <u> </u>	L
Amount F minus amount L (if negative, enter "0")	<u> </u>	M
Amount M <u> </u> x <u>Days in the taxation year after December 31, 2000</u> <u> </u> = <u> </u> N	<u>Days in the taxation year</u>	
Accelerated tax reduction - 7% of amount N	<u> </u>	O
(Enter amount O on line 637 of page 7)		

* If the amount at line 450 of Schedule 7 is positive, specified 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.

General tax reduction for Canadian-controlled private corporations (item 100)**Canadian-controlled private corporations throughout taxation year**

Taxable income from line 360 or amount Z of page 3				A
Amount Z from Part 9 of Schedule 27	x 100 / 7 =		B	
Amount QQ from Part 13 of Schedule 27			C	
Resource allowance (amount from line 346 of Schedule 1)	x 3 =		D	
Amount used to calculate the credit union deduction (amount E in Part 3 of Schedule 17)			E	
Least of amounts on lines 400, 405, 410, and 425 of the small business deduction			F	
Aggregate investment income from line 440 of page 6			G	
Amount used to calculate the accelerated tax reduction (amount M on page 4)			H	
Total of amounts B, C, D, E, F, G, and H			I	
Amount A minus amount I (if negative, enter "0")			J	

Amount J x $\frac{\text{Number of days in the taxation year in 2001}}{\text{Number of days in the taxation year}}$ x 1% = **K**

Amount J x $\frac{\text{Number of days in the taxation year in 2002}}{\text{Number of days in the taxation year}}$ x 3% = **L**

Amount J x $\frac{\text{Number of days in the taxation year in 2003}}{\text{Number of days in the taxation year}}$ x 5% = **M**

General tax reduction for Canadian-controlled private corporations **N**
(enter amount N on line 638 of page 7)

General tax reduction (item 101)**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 or amount Z of page 3				A
Amount Z from Part 9 of Schedule 27	x 100 / 7 =		B	
Amount QQ from Part 13 of Schedule 27			C	
Resource allowance (amount from line 346 of Schedule 1)	x 3 =		D	
Amount used to calculate the credit union deduction (amount E in Part 3 of Schedule 17)			E	
Least of amounts on lines 400, 405, 410, and 425 of the small business deduction			E1	
Total of amounts B, C, D, E and E1			F	
Amount A minus amount F (if negative, enter "0")			G	
Amount G <u> </u> x $\frac{\text{Number of days in the taxation year in 2001}}{\text{Number of days in the taxation year}}$	<u>92</u>	<u>92</u>	x 1% =	H
Amount G <u> </u> x $\frac{\text{Number of days in the taxation year in 2002}}{\text{Number of days in the taxation year}}$	<u>92</u>	<u>92</u>	x 3% =	I
Amount G <u> </u> x $\frac{\text{Number of days in the taxation year in 2003}}{\text{Number of days in the taxation year}}$	<u>92</u>	<u>92</u>	x 5% =	J
General tax reduction -				K

(enter amount K on line 639 of page 7)

Refundable portion of Part I tax (item 102)**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 **Deduct:**

Least of amounts on lines 400, 405, 410, and 425

on page 4

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 10/4 = X 26 2/3% = **D**

Part I tax payable minus investment tax credit refund

(line 700 minus line 780 on page 8) **Deduct** corporate surtax from line 600 on page 7 Net amount **E****Refundable portion of Part I tax - the least of amounts C, D, and E** 450 **0 F****Refundable dividend tax on hand (item 103)**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 104)****Private and subject corporations at the time taxable dividends were paid in the taxation year**Taxable dividends paid in the taxation year from line 480 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 - Lesser of amounts A and B (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 105)

550 0 A

Corporate surtax calculation (item 106)

Base amount from line A above 1

Deduct:

10% of taxable income (line 360 or amount Z, whichever applies) from page 3 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) c

Total of lines 2 to 6 7

Net amount (line 1 minus line 7) 8

Corporate surtax - 4% of the amount on line 8 600 B

Recapture of investment tax credit from line XX in Part 16 on page 8 of Schedule 31 (item 107) 602 C

Calculation for the refundable tax on Canadian-controlled private corporation's investment income
(for a CCPC throughout the taxation year) (item 108)

Aggregate investment income from line 440 on page 6 i

Taxable income from line 360 on page 4

Deduct:

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

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) E

Deduct:

Small business deduction from line 430 on page 4 9

Federal tax abatement (item 109) 608

Manufacturing and processing profits deduction from amount BB or VV of Schedule 27 (item 110) 616

Investment corporation deduction (item 111) 620

(Taxed capital gains 624)

Additional deduction - credit unions from Schedule 17 (item 112) 628

Federal foreign non-business income tax credit from Schedule 21 (item 113) 632

Federal foreign business income tax credit from Schedule 21 (item 114) 636

Accelerated tax reduction from amount O of page 4 (item 115) 637

General tax reduction for CCPC's from amount N of page 5 (item 116) 638

General tax reduction from amount K of page 5 (item 116) 639

Federal logging tax credit from Schedule 21 (item 117) 640

Federal political contribution tax credit (item 118) 644

Federal political contributions 646

Federal qualifying environmental trust tax credit (item 119) 648

Investment tax credit from Schedule 31 (item 120) 652

Subtotal F

Part I tax payable - Line E minus line F (enter amount G on line 700 on page 8) (item 121) 0 G

Summary of tax and credits**Federal tax**

Part I tax payable from page 5 (item 122)	700
Part I.3 tax payable from Schedule 33, 34, or 35 (item 123)	704
Part II tax payable from Schedule 46 (item 124)	708
Part IV tax payable from Schedule 3 (item 125)	712
Part IV.1 tax payable from Schedule 43 (item 126)	716
Part VI tax payable from Schedule 38 (item 127)	720
Part VI.1 tax payable from Schedule 43 (item 128)	724
Part XIII.1 tax payable from Schedule 92 (item 129)	727
Part XIV tax payable from Schedule 20 (item 130)	728
Total federal tax	0

Add provincial and territorial tax

Provincial or territorial jurisdiction (item 131)	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 132)	760
Provincial tax on large corporations (New Brunswick and Nova Scotia) (item 146)	765

Total tax payable **770** **0** A**Deduct other credits**

Investment tax credit refund from Schedule 31 (items 147)	780
Dividend refund from Page 4 (items 148)	784
Federal capital gains refund from Schedule 18 (item 149)	788
Federal qualifying environmental trust tax credit refund (item 150)	792
Canadian film or video production tax credit refund from Form T1131 (item 151)	796
Film or video production services tax credit refund from Form T1177 (item 152)	797
Tax withheld at source (item 153)	800
Total payments on which tax has been withheld (item 153)	801
Allowable refund for non-resident-owned investment corporations - Schedule 28 (item 154)	804
Provincial and territorial capital gains refund from Schedule 18 (item 155)	808
Provincial and territorial refundable tax credits from Schedule 5 (item 156)	812
Royalties deductible under Syncrude Remission Order	815
Tax remitted under Syncrude Remission Order (item 157)	816
Tax instalments paid (item 158)	840

Total credits **890** B
 Refund Code **894** ☐ Overpayment ☐ Balance (line A minus line B) **0** I
 (item 159) (item 162)
Direct Deposit Request (item 163)

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 162)

Enclosed payment (item 161) **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 160)

896 1 Yes ☐ 2 No ☐ NA ☒**Certification (item 164)**
950 King **951 Lillian** **954 CFO**
 Surname First name Position, office or rank

955 2003/06/13 **956 (705) 534-7281**
 Date Telephone number

 Is the contact person the same as the authorized signing officer? If *no*, complete the information below. **957** 1 Yes ☒ 2 No ☐
958 **959 () -**
 Name Telephone number
Language of correspondence - Langue de correspondance (item 165)
990 Language of choice/Langue de choix 1 English / Anglais ☒ 2 Français / French ☐

Canada Customs
and Revenue AgencyAgence des douanes
et du revenu du Canada**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 (42,096)

Add:

Amortization of tangible assets	104	60,790	
Income/loss for tax purposes - joint ventures/partnerships	109	(636)	✓
Loss on disposal of assets	111	1,874	✓
Total of fields 101 to 199	500	62,028	▶ 62,028

Deduct:

Capital cost allowance - Schedule 8	403	58,275	✓
Total of fields 401 to 499	510	58,275	▶ 58,275

Net income (loss) for income tax purposes (enter on line 300 of the T2 return) (38,343)

Canada Customs
and Revenue AgencyAgence des douanes
et du revenu du Canada**CAPITAL COST ALLOWANCE****Schedule 8**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	4,638,780	40,929				4,679,709	4	47,182			4,632,527
8	33,432			7,482		25,950	20	1,308			24,642
10	128,167	2,480			1,240	129,407	30	9,785			120,862
Totals	4,800,379	43,409		7,482	1,240	4,835,066		58,275			4,778,031



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	Amount
Trade sales of goods and services	8000	1,070,703
Total sales of goods and services	8089	1,070,703
Other revenue	8230	39,538
Total revenue	8299	1,110,241

Cost of sales	Code	Amount
Opening inventory	8300	
Cost of sales	8518	867,569
Gross profit / loss (item 8089 - item 8518)	8519	203,134

Operating expenses	Code	Amount
Amortization of tangible assets	8670	60,790
Collection and credit costs	8717	38,314
Interest paid on bonds and debentures	8742	54,938
Repairs and maintenance	8960	60,372
Property taxes	9180	3,393
Other expenses	9270	8,149
General and administrative expenses	9284	58,812
Total operating expenses	9367	284,768
Total expenses	9368	1,152,337
Net non-farming income	9369	(42,096)

Farming revenue	Code	Amount
Grains and oilseeds	9370	
Total farm revenue	9659	

Farming expenses	Code	Amount
Crop expenses	9660	
Total farm expenses	9898	
Net farm income	9899	
Net income / loss before taxes and extraordinary items	9970	(42,096)

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 -
Deferred income tax provision	9995 -
Net income / loss after taxes and extraordinary items	9999 = (42,096)



Canada Customs
and Revenue Agency

Agence des douanes
et du revenu du Canada

BALANCE SHEET INFORMATION**Schedule 100**

Assets	Code	Amount
Cash and deposits	1000	1,207,668
Accounts Receivable	1060	707,969
Inventories	1120	97,773
Machinery, equipment, furniture and fixtures	1740	3,378,120
Other deferred items / charges	2424	232,239
Total assets	2599	5,623,769

Liabilities	Code	Amount
Bank overdraft	2600	
Amounts payable and accrued liabilities	2620	845,454
Long term debt	3140	3,098,821 ✓
Total liabilities	3499	3,944,275

Equity	Code	Amount
Common shares	3500	1,742,831 ✓
Retained earnings / deficit	3600	(63,337) ✓
Total equity	3620	1,679,494
Total liabilities and equity	3640	5,623,769

Retained earnings	Code	Amount
Retained earnings/deficit-start	3660	(21,241)
Net income / loss	3680	(42,096)
Total retained earnings	3849	(63,337) ✓

Instalments

Ontario tax instalments

OEB 61

Instalment base

PLEASE RETAIN THIS
COPY FOR YOUR FILES

Year-end	Estimate for current year 2003/12/31	First instalment base 2002/12/31	Second instalment base 2001/12/31
Taxable income		127,247	
Base amount of tax		15,906	
Small business tax credit			
Surtax on CCPCs			
Manufacturing and processing profits credit			
Foreign tax credit			
Specified tax credits			
Other tax credits			
Income tax payable		15,906	
Corporate minimum tax payable			
Capital tax payable			
Premium tax payable			
Total tax payable		15,906	
Days in taxation year	365	365	365
Tax payable adjusted for short taxation years		15,906	
Estimated tax credits for the current year			
Instalment base		15,906	
Monthly payment		1,326	
Quarterly payment		3,977	

Instalment payment options

- ☐ 1. based on estimated taxes for the current year
 ☒ 3. based on the first and second instalment base
- ☐ 2. based on the first instalment base
 ☐ 4. instalments are not required

Instalment payments

Date	Instalments required	Instalments paid	Instalments payable
2003/01/31			
2003/02/28			
2003/03/31	1,591		
2003/04/30	1,591		
2003/05/31	1,591		
2003/06/30	1,591		6,364
2003/07/31	1,591		1,591
2003/08/31	1,591		1,591
2003/09/30	1,591		1,591
2003/10/31	1,591		1,591
2003/11/30	1,591		1,591
2003/12/31	1,591		1,591
Total	15,910		15,910



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

2001
(Revised)

CT23 Corporations Tax and Annual Return

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

This return is a combination of the Ministry of Finance (MOF) CT23 Corporations Tax Return and the 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 3-18, together with the applicable schedules on pages 19-22. **Corporations that do not meet the EFF criteria but do meet the Short-Form criteria, may request and file the CT23 Short-Form Return** (see page 2). The **Annual Return** (common page 1 and MCBS Schedules A or K on pages 23 and 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? (Refer to Guide) Yes ☐ No ☒

Page 1 of 24

Corporation's legal name and mailing address Tay Hydro Electric Distribution Company Inc. 489 Finlayson St PO Box 160 City Port McNicoll Province ON Country Postal code L0K 1R0			PLEASE RETAIN THIS COPY FOR YOUR FILES			Ontario Corporations Tax Account No. (MOF) This CT23 Return covers the Taxation Year Start 2001/10/01 End 2001/12/31		
Has address changed since last filed return? Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Date of change			Date of Incorporation or Amalgamation			Ontario Corporation No. (MCBS)		
Registered/Head Office Address 489 Finlayson St PO Box 160 City Port McNicoll Province ON Country Postal code L0K 1R0			Canada Customs and Revenue Agency Business No. 867780041RC0001			Jurisdiction Incorporated		
Location of books and records 489 Finlayson St PO Box 160 City Port McNicoll Province ON Country Postal code L0K 1R0			Name of person to contact regarding this Return Lillian King Telephone no. (705) 534-7281 Fax no. () -			Address of Principal Office in Ontario (Extra-Provincial Corporations only) (MCBS) City Province Country Postal code		
Former Corporation Name (Extra-Provincial Corporations only) Not applicable <input type="checkbox"/> (MCBS)			If not incorporated in Ontario, indicate date Ontario business activity commenced and ceased: Commenced Ceased (Not Applicable) <input checked="" type="checkbox"/>			Preferred Language / Langue de préférence English <input checked="" type="checkbox"/> / anglais French <input type="checkbox"/> / français		
Information on Directors/Officers/Administrators must be completed on MCBS Schedule A or K as appropriate. If additional space is required for Schedule A, only this schedule may be photocopied. State number submitted (MCBS). No. of Schedule(s) 0			Ministry Use 			If there is no change to the Directors/Officers/Administrators' information previously submitted to MCBS, please check <input checked="" type="checkbox"/> this box. Schedule(s) A and K are not required (MCBS). <input type="checkbox"/> No Change		

Certification (MCBS)

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

Name of Authorized Person
Lillian King

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:

- a) has filed a federal income tax return (T2) with Canada Customs and Revenue Agency for the taxation year;
- b) had no Ontario taxable income for the taxation year (subject to the provisions in NOTE 2 below);
- c) had no Ontario Corporations Tax payable for the taxation year;
- 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 *Income Tax Act*(Canada));
- e) had provided its Canada Customs and Revenue Agency business number to the Ministry of Finance, Corporations Tax Branch; and
- 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).

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*.

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 2: EFF corporations filing losses to be carried back and applied to prior years or applied to future years, *must file a tax return* completed with all the related schedules for the taxation year of the loss and for the taxation year to which the loss is being applied.

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.**
 RC

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 6 months after the end of its taxation year, to the address shown at the top of Page 1.

If you check "Yes" to **ALL** of the following criteria you are eligible to file the **CT23 Short-Form Corporations Tax Return**. To obtain a copy contact the Revenue Operations and Client Services Branch. (Refer to Guide)

Yes No

☐ ☒

- (a) The corporation is a Canadian-controlled private corporation (CCPC) throughout the taxation year.
Indicate Share Capital with full
voting rights owned by Canadian Residents 0 % (nearest whole percent)

☒ ☐

- (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)

☐ ☒

- (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.

☐ ☒

- (d) The corporation's taxation year ends on or after January 1, 2000 and its gross revenue and total assets are each \$1,000,000 or less and the corporation is not a financial institution; **OR** 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.

☒ ☐

- (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).

☒ ☐

- (f) The corporation's Ontario allocation factor is 100%.

NOTE: Family Farm or Fishing corporations that have a 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

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
- 5 ☒ Other (specify) Municipal owned

Share Capital with full
voting rights owned by
Canadian residents. (nearest %)
0 %

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

- 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)

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

- ☐ First Year of Filing ☐ Final Taxation Year up to Dissolution (wind-up) ☐ Transfer or Receipt of Asset(s) involving a corporation having a Canadian permanent establishment outside Ontario
- ☒ Amended Return ☐ Final Taxation Year before Amalgamation ☐ Acquisition of Control fed s.249(4)
- ☐ Taxation Year End has changed - Canada Customs and Revenue Agency approval required ☐ Floating Fiscal Year End
- Date control was acquired: _____

Was the corporation inactive throughout the taxation year?	Yes <input type="checkbox"/>	No <input checked="" type="checkbox"/>
Has the corporation's Federal T2 Return been filed with the Canada Customs and Revenue Agency (CCRA)?	Yes <input checked="" type="checkbox"/>	No <input type="checkbox"/>
Are you requesting a refund due to:	Yes <input type="checkbox"/>	No <input checked="" type="checkbox"/>
the Carry-back of a Loss?	Yes <input type="checkbox"/>	No <input checked="" type="checkbox"/>
an Overpayment?	Yes <input type="checkbox"/>	No <input checked="" type="checkbox"/>
a Specified Refundable Tax Credit?	Yes <input type="checkbox"/>	No <input checked="" type="checkbox"/>
Are you a Member of a Partnership or a Joint Venture?	Yes <input checked="" type="checkbox"/>	No <input checked="" type="checkbox"/>

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

Net income (loss) for Ontario purposes (per reconciliation schedule, page 16)	From 690±	(38,343)
Subtract: Charitable donations	1 -	
Subtract: Gifts to Her Majesty in right of Canada or a province and gifts of cultural property (Attach schedule)	2 -	
Subtract: Taxable dividends deductible, per federal T2 SCH 3	3 -	
Subtract: Ontario political contributions (Attach schedule)	4 -	
Subtract: Federal Part VI.1 tax	X 9/4	5 -
Subtract: Prior years' losses applied - Non-capital losses	From 704	
	From 715	inclusion
Net capital losses (page 17)	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	(38,343)
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 =	

Taxable Income		Number of days in Taxation Year			
		Days after May 1, 2000 and before Jan 1, 2001	Total days		
From 10 (or 20)	X30 100.0000 % X 14.5 % X 24	÷ 73	92 =	25 +	
	Ontario Allocation	Days after Dec 31, 2000 and before Oct 1, 2001	Total days		
From 10 (or 20)	X30 100.0000 % X 14.0 % X 26	÷ 73	92 =	27 +	
	Ontario Allocation	Days after Sept 30, 2001 and before Jan 1, 2003	Total days		
From 10 (or 20)	X30 100.0000 % X 12.5 % X 28	92 ÷ 73	92 =	29 +	
	Ontario Allocation	Days after Dec 31, 2002 and before Jan 1, 2004	Total days		
From 10 (or 20)	X30 100.0000 % X 11.0 % X 31	÷ 73	92 =	32 +	
	Ontario Allocation				
Taxable Income Payable (before deduction of tax credits)	25 + 27 + 29 + 32		40		

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

Federal taxable income, less adjustment for foreign tax credit

(fed.s.125(1)(b))

51 +

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 -

= 54

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

(not exceeding \$200,000) (Attach T2 SCH 23 if associated)

55

Add: Ontario enhancement of federal business limit

Number of days in Taxation Year

Days from 26 above	Total Days	From	
40,000 X	÷ 73 92 X	55	÷200,000 42 +
Days from 28 above	Total Days	From	
80,000 X	92 ÷ 73 92 X	55	÷200,000 43 +
Days from 31 above	Total Days	From	
120,000 X	÷ 73 92 X	55	÷200,000 46 +
Ontario enhancement of federal business limit	42 + 43 + 46		=

44 +

Business Limit for Ontario purposes 55 + 44

= 45

Income eligible for the IDSBC

From 30 100.0000 % X

56

60 =

*Ontario Allocation

Least of 50, 54 or 45

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

		Number of Days in Taxation Year			
		Days after Dec 31, 1999 and before Oct 1, 2001	Total Days		
Calculation of IDSBC Rate	7.5% X 76	÷ 73	92	77 +	
		Days after Sept 30, 2001 and before Jan 1, 2003	Total Days		
	6.5 % X 28	92 ÷ 73	92	79 +	6.5000
		Days after Dec 31, 2002 and before Jan 1, 2004	Total Days		
	5.5 % X 31	÷ 73	92	89 +	
IDSBC Rate for Taxation Year 77 + 79 + 89				78 =	6.5000
Claim	From 60	X From 78	6.5000 %	70	

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 +

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

Taxable income of associated corporations (Attach schedule) 82 +

Aggregate Taxable Income 85

		Number of days in Taxation Year			
		Days before Jan 1, 2001	Total Days		
Subtract: 200,000 X 558	÷ 73	92 =	111 +		
		Days after Dec 31, 2000 and before Oct 1, 2001	Total Days		
240,000 X 26	÷ 73	92 =	112 +		
		Days after Sept 30, 2001 and before Jan 1, 2003	Total Days		
280,000 X 28	92 ÷ 73	92 =	113 +	280,000	
		Days after Dec 31, 2002 and before Jan 1, 2004	Total Days		
320,000 X 31	÷ 73	92 =	115 +		
		111 + 112 + 113 + 115	=	280,000	▶
				114 -	280,000
(If negative, enter nil)				86 =	

		Number of Days in Taxation Year			
		Days after Dec 31, 1999 and before Oct 1, 2001	Total Days		
Calculation of Specified Rate for Surtax	5.0% X 76	÷ 73	92	93 +	
		Days after Sept 30, 2001 and before Jan 1, 2003	Total Days		
	4.333% X 28	92 ÷ 73	92	95 +	4.3330
		Days after Dec 31, 2002 and before Jan 1, 2004	Total Days		
	3.667% X 31	÷ 73	92	96 +	
Specified rate of surtax for Taxation Year 93 + 95 + 96				94 =	4.3330
From 86	X From 94	4.3330 % =	87 =		
From 87	X From 60	÷ From 114	280,000	88 =	
Surtax: Lesser of 70 or 88				100	

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

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 the federal T2 SCH 27 including necessary changes for Ontario tax purposes (e.g. different C.C.A. claimed).

The whole of the active business income qualifies as Eligible Canadian Profits if: a) your active business income from sources other than manufacturing and processing, mining, farming, logging or fishing, is 20% or less of the total active business income and b) the total active business income is \$250,000 or less.

Eligible Canadian Profits

120

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

From 56 -

Add: Adjustment for Surtax on Canadian-controlled private corporations

From 100 ÷ From 30 100.0000 % ÷ From 78 6.5000 % = 121

*Ontario Allocation

Lesser of 56 or 121

122+

120 - 56 + 122

130=

Taxable income

From 10 + (38,343)

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

From 56 -

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

Number of Days in Taxation Year

Claim 143 X From 30 100.0000 % 2.0% X 152 ÷ 73 92 = 153+
 *Ontario Allocation

Claim 143 X From 30 100.0000 % 1.5% X 28 ÷ 73 92 = 154+
 *Ontario Allocation

Claim 143 X From 30 100.0000 % 1.0% X 31 ÷ 73 92 = 155+
 *Ontario Allocation

M&P claim for taxation year 153 + 154 + 155

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

Note: The M&P for corporations that generate electrical energy for sale, or produce steam for use in the generation of electrical energy for sale, or produce steam for uses other than the generation of electricity, has not yet received legislative authority at the time of printing. (Refer to Guide.)

Credit for Foreign Taxes Paid (s.40)

Applies if you paid tax to a jurisdiction outside Canada on foreign investment income (Info. Bulletins 15-79 & 2739) (Attach schedule).

170

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

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 Claim Form Certified by Ontario Film Development Corp.

(Retain original Claim Form. Do not submit the Claim Form with the CT23 Tax Return.)

193 +

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

Applies to employment of eligible unemployed graduate students.

No. of Graduates from 6596

Eligible Credit from 6598 Summary Schedule G

194

195 +

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

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

Eligible Credit from 6900 OBPTC Claim Form (Attach only the original Claim Form. Retain the Certification Form)

196 +

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

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

Eligible Credit from 6700 Claim Form certified by Ontario Film Development Corp.

(Retain original Claim Form. Do not submit the Claim 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 non-Canadian content film and television productions.

Eligible Credit from 7300 Claim Form certified by Ontario Film Development Corporation

(Retain original Claim Form. Do not submit the Claim Form with the CT23 Tax Return.)

199

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

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

Eligible Credit from 7400 Claim Form certified by Ontario Film Development Corporation

(Retain original Claim Form. Do not submit the Claim Form with the CT23 Tax Return.)

200

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

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

Eligible Credit from 7500 OSRTC Claim Form (Attach only the original Claim Form. Retain 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

230

To determine if the Corporate Minimum Tax (CMT) is applicable to your Corporation, see **Determination of Applicability** section for the CMT on **Page 8**. If CMT is not applicable, transfer amount in 230 to Income Tax in **Summary** section on **page 18**.

OR

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

Corporate Minimum Tax (CMT)

Page 8 of 24

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+ 5,623,769* **Total Revenue of the corporation** 241+ 4,247,898If 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= 5,623,769

Aggregate Total Revenue 250= 4,247,898

If CMT is applicable to current taxation year, complete section **Calculation: CMT** below and **Corporate Minimum Tax Schedules A through E on pages 19, 20 and 21 of CT23.****Calculation: CMT** (Attach Schedule A: Calculation of CMT Base on page 19.)Gross CMT Payable CMT Base From 2135 _____ X From 30 100.0000 % X 4% 276= _____
If negative, enter zero Ontario Allocation

Subtract: Foreign Tax Credit for CMT purposes (Attach schedule) 277 _____

Subtract: Income Tax _____ From 190- _____

Net CMT Payable (If negative, enter Nil on page 18.) 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 18.**

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 18** and transfer 280 to **Page 18, and to Schedule D: Continuity of CMT Credit Carryovers, on Page 21.****CMT Credit Carryover available** From 2307 _____**Application of CMT Credit Carryovers****A. Income Tax (before deduction of specified credits)** From 190+ _____

Gross CMT payable From 276+ _____

Subtract: Foreign Tax Credit for CMT purposes From 277- _____

If 276 - 277 is negative, enter NIL in 290 = _____ 290- _____

Income Tax eligible for CMT Credit 300= _____**B. Income Tax (after deduction of specified credits)** From 230+ _____

Subtract: CMT credit used to reduce income taxes 310 _____

Income Tax 320= _____

Transfer to Page 18

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)

Page 9 of 24

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

If your corporation is not a member of an associated group and/or partnership and (1) the Gross Revenue and Total Assets as calculated on Page 10 in 480 and 430 are both \$1,000,000 or less and the taxation year ends on or after January 1, 2000, or (2) the Gross Revenue and Total Assets as calculated on Page 10 in 480 and 430 are both \$1,500,000 or less and the taxation year ends on or after January 1, 2001, it is exempt from Capital Tax for the taxation year. A corporation that meets these criteria should disregard all other Capital Tax items (including the calculation of Taxable Capital). Enter NIL in 550 on page 13 and complete the return from that point. All other corporations must compute their Taxable Capital in order to determine their Capital Tax payable.

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

must be adjusted by adding the corporation's share of the partnership's Total Assets and by deducting investments in the partnership as it appears on the corporation's balance sheet, in addition to any other required adjustments (s.61(5)). Special rules apply to limited partnerships (Inf.B-15-79, Int.B.L-12 and Int.B.L-16).

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

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

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

Paid-up Capital

Paid-up capital stock	350+	1,742,831
Retained earnings (if deficit, deduct)	351±	(63,337)
Capital and other surpluses, excluding appraisal surplus (Inf.B.30-83)	352+	
Loans and advances (Attach schedule)	353+	219,309
Bank loans	354+	
Bankers acceptances	355+	
Bonds and debentures payable	356+	
Mortgages payable	357+	3,098,821
Lien notes payable	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 corporation tax)	359+	
Contingent, investment, inventory and similar reserves	360+	
Other reserves not allowed as deductions for income tax purposes (Attach schedule)	361+	
Share of partnership(s) or joint venture(s) paid-up capital (Attach schedule(s))	362+	
Subtotal	370=	4,997,624
Subtract: Amounts deducted for income tax purposes in excess of amounts booked (Retain calculations. Do not submit.)	371-	
Deductible R&D expenditures and ONTTI costs deferred for income tax if not already deducted for book purposes	372-	
Total Paid-up Capital	380=	4,997,624
Subtract: Deferred mining exploration and development expenses (s.62(1)(d))	381-	
Net Paid-up Capital	390=	4,997,624

Eligible Investments (Refer to Guide)

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

Term deposits and investment certificates in foreign financial institutions for taxation years ending prior to

December 15, 1999 (Refer to Guide)	400+	
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+	11,741
Share of partnership(s) or joint venture(s) eligible investments (Attach schedule)	407+	
Total Eligible Investments	410=	11,741

Total Assets

Total Assets per balance sheet	420+	5,623,769
Mortgages or other liabilities deducted from assets	421+	
Share of partnership(s)/joint venture(s) total assets (Attach schedule)	422+	
Subtract: Investment in partnership(s)/joint venture(s)	423-	
Total Assets as adjusted	430=	5,623,769
Amounts in 360 and 361 (if deducted from assets)	440+	
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=	5,623,769

Investment Allowance $(410 \div 450) \times 390$	Not to exceed 410	460	1,070,703
Taxable Capital $390 - 460$		470	4,987,190

Gross Revenue (as adjusted to include the share of any partnership(s)/joint venture(s) Gross Revenue)			
Gross Revenue of the corporation		1,070,703	
Corporation's Share of partnership(s)/joint venture(s) Gross Revenue (Attach schedule)			
Aggregate of Gross Revenue		1,070,703	480
Total Assets (as adjusted)	From 430		5,623,769

Calculation of Capital Tax for all corporations except Financial Institutions

Note: This version (2001) of the CT23 may only be used for a taxation year that commenced on or after May 5, 1999.

(Financial Institutions use calculations on page 14.)

- Important:** If the corporation is a family farm corporation, family fishing corporation or a credit union that is not a Financial Institution, complete only Section A below.
- OR** If the corporation is **NOT** a member of an associated group and/or partnership, review only the capital tax calculations in Section B on pages 10 to 11 and select and complete the one specific subsection (e.g. B4) that applies to the corporation.
- OR** If the corporation **IS** a member of an associated group and/or partnership, complete Section C on page 12. Next review, and if applicable, complete Section D on page 12. If Section D is not applicable review Section E on page 13 and complete the applicable subsection: either E1 or E2. **Note:** if the corporation is a member of a connected partnership, please refer to the guide for additional instructions before completing the capital tax section.

SECTION A

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

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

SECTION B

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

- B1.** If the taxation year ends before January 1, 2001 and 430 and 480 are both \$1,000,000 or less, enter NIL in 550 on page 13 and complete the return from that point.
- B2.** If the taxation year end is after December 31, 2000 and 430 and 480 are both \$1,500,000 or less, enter NIL in 550 on page 13 and complete the return from that point.
- B3.** If the taxation year commences after September 30, 2001 and 430 and 480 on page 10 of the 2001 CT23 are both \$3,000,000 or less, enter NIL in 550 on page 13 of the 2001 CT23 and complete the return from that point.
- B4.** If taxable capital, 470 on page 10, is \$2,000,000 or less, enter NIL in 550 on page 13 and complete the return from that point.

B5. If taxable capital, 470 on page 10, exceeds \$2,000,000 but is \$5,000,000 or less, complete the following calculations and transfer the total from 508 to 543 on page 13 and complete the return from that point.

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

(a) From 470 _____ x 0.3% = 490 + _____

Deduct:

From 470 _____
 (\$2,800,000 - _____) x 0.75% = 493 - _____ (NIL if negative)

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

(506 = 490 - 493) 506 = _____ x From 30 _____ % x 553 _____ = 507 + _____
 Ontario Allocation **365/366

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

(b) From 470 _____ x 0.3% = 490 + _____

Deduct:

From 470 _____
 (\$3,200,000 - _____) x 0.5% = 495 - _____ (NIL if negative)

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

(509 = 490 - 495) 509 = _____ x From 30 _____ % x 558 _____ = 522 + _____
 Ontario Allocation **365/366

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

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

+ 0

Total Capital Tax for the taxation year 507 + 522

508 =

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

B6. If taxable capital, 470 on page 10 exceeds \$5,000,000, complete the following calculation and transfer the amount from 508 to 543 on page 13 and complete the return from that point.

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

(a) From 470 _____ x From 30 _____ x 0.3% x 559 _____ = 502 + _____
 Days in taxation year
 before October 1, 2001
 Ontario Allocation **365/366

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

(b) + From 470 _____
 - 5,000,000
 = 471 _____ x From 30 _____ x 0.3% x 560 _____ = 523 + _____
 Days in taxation year
 after September 30, 2001
 Ontario Allocation **365/366

Total Capital Tax for the taxation year 502 + 523

508 =

Transfer to 543 and complete the return from that point.

** If floating taxation year, refer to Guide

SECTION C

If the corporation is a member of an associated group and/or partnership, complete the following, and (✓) 510 ☒ (Yes)

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

Taxable Capital of the corporation _____ From 470+ 4,987,190

Calculation 1

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

Taxable Capital of associated corporations (Attach schedule) _____ 531+ 17,177

Aggregate Taxable Capital 470 + 531 _____ 540 = 5,004,367

If 540 above is \$5,000,000 or less, the corporation's Capital Tax for the portion of the taxation year after September 30, 2001, is NIL. Enter NIL in 523 in E1(c) or E2(b) as applicable.

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

From 470 4,987,190 ÷ From 540 5,004,367 X 5,000,000 _____ 541 = 4,982,838
Transfer to Section E2(b)

Calculation 2

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

Taxable Capital of associated corporations (Attach schedule) _____ 514+

Total Aggregate Taxable Capital 540 + 514 _____ 520 = 5,004,367

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

From 470 _____ ÷ From 520 _____ 521 = _____
Transfer to section E1(a) and/or (b) as applicable

Note: 521 cannot exceed 1.00000

SECTION D

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

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

SECTION E

This section applies if the corporation IS a member of an associated group and/or partnership whose AGGREGATE taxable capital, 520 on page 12, exceeds \$2,000,000.

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

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

(a) From 470	x 0.3%	= 490 +	
Deduct:			
From 520	From 521		
(\$2,800,000 -) x 0.75% x		= 493 -	
	(506 = 490 - 493)	506 =	
	x 30	% x	553 = 507 +
	Ontario Allocation	**365/366	

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

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

(b) From 470	x 0.3%	= 490 +	
Deduct:			
From 520	From 521		
(\$3,200,000 -) x 0.5% x		= 495 -	
	(509 = 490 - 495)	509 =	
	x 30	% x	557 = 522 +
	Ontario Allocation	**365/366	

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

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

(c) Capital tax for that portion of a taxation year that is after September 30, 2001 for a corporation whose total aggregate taxable capital at 540 is \$5,000,000 or less, is NIL.

Total Capital Tax for the taxation year 507 + 522 + 523 = 508 =

Transfer to 543 and complete the return from that point

E2. If the aggregate taxable capital 520 on page 12, exceeds \$3,200,000 complete the following calculation and transfer the amount from 508 to 543 on this page, and complete the return from that point.

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

(a) From 470	4,987,190 x	From 30	100.0000 x 0.3% x	555	= 502 +
		Ontario Allocation		365/366	

Days in taxation year
before Oct. 1, 2001

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

(b) + From 470	4,987,190				
- From 541	4,982,838				
471	4,352 x	From 30	100.0000 x 0.3% x	560	= 523 + 3
		Ontario Allocation		365/366	

Days in taxation year
after September 30, 2001 =

Total Capital Tax for the taxation year 502 + 523 = 508 = 3

Transfer to 543 and complete the return from that point

** If floating taxation year, refer to Guide

Capital Tax before application of specified credits 543 = 3

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

Capital Tax: 543 - 546 = 550 =

Transfer to Page 18

Calculation of Capital Tax for Financial Institutions

Page 14 of 24

I.1. Credit Unions Only

For taxation years commencing after May 4, 1999 enter NIL in 550 on page 13, 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		x	0.6%	x From	30	100.0000 % x	555	92 ÷ **365/366 = 569 +
Lesser of adjusted TPUC and Basic Capital Amount in accordance with Division B.1						Ontario Allocation		

570		x 571		x From	30	100.0000 % x	555	92 ÷ **365/366 = 574 +
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 calculations 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**Capital Tax - Financial Institutions 575 - 585**

586 =

Transfer to 543 on Page 13

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

(1)	Uninsured Benefits Arrangements	587		x 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 18

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± (38,343)

Transfer to Page 16

Add:

Federal capital cost allowance	601+	58,275
Federal cumulative eligible capital deduction	602+	
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-arm's length non-residents		

Number of days in Taxation Year

Days after
May 1, 2000 and
before Jan 1, 2001 Total days

612 X 5/14.5 X 24 ÷ 73 92 = + 631

Days after Dec 31, 2000
and before Oct. 1, 2001 Total days

612 X 5/14.0 X 26 ÷ 73 92 = + 632

Days after Sept. 30, 2001
and before Jan. 1, 2003 Total days

612 X 5/12.5 X 28 92 ÷ 73 92 = + 633

Days after Dec. 31, 2002
and before Jan. 1, 2004 Total days

612 X 5/11.0 X 31 ÷ 73 92 = + 634

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

Federal Scientific Research Expenses claimed in year from fed form T661 615+

Federal allowable business investment loss 620+

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

Sub Total of Additions 601 to 615 + 620 = 58,275 640 58,275

Transfer to Page 16

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	From 600±	(38,343)
Sub Total of Additions	From 640=	58,275

Deduct:

Ontario capital cost allowance	650+	58,275
Ontario cumulative eligible capital deduction	651+	
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 research and development super allowance (Attach schedule)	660	
Government Assistance relating to provincial deductions for scientific research and experimental development added back for federal income tax purposes as a result of the Federal 2000 Budget	674+	
Ontario current cost adjustment (Attach schedule)	661+	
Ontario Scientific Research Expenses claimed in year from Ont form CT161	679+	

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: (Applies to qualifying expenditures incurred after May 5, 1998)

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

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

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 made within the 3 year period commencing after May 4, 1999.) (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+

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

Sub Total of Deductions 650 to 660 + 674 + 661 + 679 + 663 + 666 + 668 + 671 + 673 + 678 + 664	=	58,275	680	58,275
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Net income (loss) for Ontario purposes 600 + 640 - 680	690=	(38,343)
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Transfer to Page 4

Continuity of Losses Carried Forward

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	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)	720 (2)	730	740	750
Add:	701	711	721	731	741	751
Current year's losses (7)	38,343					
Losses from predecessor corporations (3)	702	712	722	732		752
	703	713	723	733	743	753
Subtotal	38,343					
Subtract:	704	715 (4)	724	734 (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 18	716 (2) To Pg 18	726 (2) To Pg 18	736 (2) To Pg 18	746	
	707	717	727	737	747	757
Subtotal						
Balance at End of Year	38,343	719	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) 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 1993/09/30				850	870
801 1994/09/30				851	871
802 1995/09/30				852	872
803 1996/09/30	820	830	840	853	873
804 1997/09/30	821	831	841	854	874
805 1998/09/30	822	832	842	855	875
806 1999/09/30	823	833	843	856	876
807 2000/09/30	824	834	844	857	877
808 2001/09/30	825	835	845	858	878
809 2001/12/31	826 38,343	836	846	859	879
Total	829 38,343	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 38,343	920	930	940
Deduct: Loss to be carried back to preceding taxation years and applied to reduce taxable income.				
Predecessor Corporation's Taxation Year Account No. (MOF) Ending	911	921	931	941
i) 3rd preceding 901 1999/09/30	912	922	932	942
ii) 2nd preceding 902 2000/09/30	913	923	933	943
iii) 1st preceding 903 2001/09/30	From 706	From 716	From 726	From 736
Total loss to be carried back	919 38,343	929	939	949
Balance of loss available for carryforward				

Summary

Income Tax	From 230 or 320	
Corporate Minimum Tax	From 280	
Capital Tax	From 550	
Premium Tax	From 590	
Total Tax Payable	950	
Subtract:		
Payments	960	
Capital Gains Refund (s.48)	965	
Qualifying Environmental Trust		
Tax Credit (Refer to Guide)	985	
Specified Tax Credits (Refer to Guide)	955	
Balance	970 =	3
If payment due	Enclosed *	990
If overpayment: Refund	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.

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 Lillian King		
Title CFO		
Full Residence Address		
City		
Province	Country	Postal Code
Signature		Date 2003/06/13

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