


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

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


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Ministry Use

Corporation's Legal Name <i>(including punctuation)</i> Wasaga Distribution Inc.				Ontario Corporations Tax Account No. (MOF) 7046024	
Mailing address P.O. Box 20 950 River Road West City Wasaga Beach				This Return covers the Taxation Year Start 2005/01/01 End 2005/12/31	
Has the mailing address changed since last filed CT23 Return? <input type="checkbox"/> Yes		Date of change		Date of Incorporation or Amalgamation 2000/05/11	
Registered/Head Office Address 950 River Road West City Wasaga Beach				Ontario Corporation No. (MCBS) 1409425	
Location of Books and Records P.O. Box 20 950 River Road West City Wasaga Beach				Canada Customs and Revenue Agency Business No. 866731649RC0001	
Name of person to contact regarding this CT23 Return Michael Lalonde		Telephone No. (705) 429-2517		Fax No. () -	
Address of Principal Office in Ontario <i>(Extra-Provincial Corporations only)</i> (MCBS) City Province Country Postal code				If not incorporated in Ontario, indicate the date Ontario business activity commenced and ceased: Commenced 2000/11/01 Ceased <input type="checkbox"/> Not Applicable	
Former Corporation Name <i>(Extra-Provincial Corporations only)</i> <input type="checkbox"/> Not Applicable (MCBS)				Preferred Language / <i>Langue de préférence</i> <input checked="" type="checkbox"/> English <input type="checkbox"/> French <i>anglais français</i>	
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 checked="" type="checkbox"/> No Change					

Certification (MCBS)

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

Name of Authorized Person
Michael Lalonde

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

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

Taxation Year End

APPENDIX 33



Exempt From Filing (EFF)
Corporations Tax Return Declaration
Page 2 of 20

Corporation's Legal Name	Ontario Corporations Tax Account No. (MOF)
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This EFF Declaration must be filed for each taxation year that the corporation is exempt from filing and must be filed within 6 months after the corporation's taxation year end.

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; | shares owned by Canadian residents as defined by the <i>Income Tax Act</i> (Canada)); |
| b) had no Ontario taxable income for the taxation year (subject to the provisions in Note 2 below); | e) has provided its Canada Customs and Revenue Agency business number to the Ministry of Finance, Corporations Tax Branch; and |
| c) had no Ontario Corporations Tax payable for the taxation year; | 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). |
| d) was a Canadian-controlled private corporation throughout the taxation year (i.e. generally a private corporation with 50% or more | |

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 for EFF declarations only. In cases where the Annual Return, which includes page 1, is **also** being filed, completion of these fields is **not** required.

1. Corporation's Mailing Address

City	Province	Country	Postal code
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2. Ontario Corporation
No. (MCBS)

3. Canada Customs and Revenue Agency
Business No.

I, _____ declare that:

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

Signature	Title/Relationship to Corporation	Telephone number () -	Date
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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.

If 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.

Yes	No		Yes	No	
<input checked="" type="checkbox"/>	<input type="checkbox"/>	(a) The corporation is a Canadian-controlled private corporation (CCPC) throughout the taxation year. <div>(nearest whole percentage) Indicate Share Capital with full voting rights owned by Canadian Residents 100 %</div>	<input type="checkbox"/>	<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.
<input type="checkbox"/>	<input checked="" 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)	<input type="checkbox"/>	<input checked="" 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), Graduate Transitions Tax Credit (GTTC) or Apprenticeship Training Tax Credit (ATTC).
<input type="checkbox"/>	<input checked="" 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.	<input checked="" type="checkbox"/>	<input type="checkbox"/>	(f) The corporation's Ontario allocation factor is 100%.

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

APPENDIX 33
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)
- Share Capital with full
voting rights owned by
Canadian Residents. (nearest %)
100 %

- 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 institution 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)
- ☐ 7 Loan and Trust Corporation
s.61(4) ☒ 19 Hydro successor, Municipal Electrical
Utility or subsidiary of either
- ☐ 8 Non-resident Corp s.2(2)(a) or (b) ☐ 20 Producer and seller of steam for uses
other than for the generation of electricity
- ☐ 9 Non-resident Corporation s.2(2)(c) ☐ 21 Insurance Exchange s.74.4
- ☐ 10 Mutual Fund Corporation s.48 ☐ 22 Farm Feeder Finance Co-operative
Corporation
- ☐ 11 Non-resident owned investment
Corporation s.49 ☐ 23 Professional Corporation (incorporated
professionals only)
- ☐ 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:

- ☐ First Year of Filing ☐ Final Taxation Year up to Dissolution (wind-up)
(Note: For discontinued businesses,
see Guide.) ☐ 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 checked="" type="checkbox"/>	No <input 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 type="checkbox"/>	No <input checked="" type="checkbox"/>

Income Tax

Allocation of foreign tax 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 ±	698,575
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 Schedule 3	3 -	
Subtract: Ontario political contributions (Attach schedule 2A) (Int.B. 3002R)	4 -	
Subtract: Federal Part VI.1 tax X 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 =	698,575
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 =	698,575

Taxable Income		Number of days in Taxation Year			
		Days after Dec. 31, 2002 and before Jan. 1, 2004	Total Days		
From 10 (or 20)	698,575 X 30 100.0000 % X 12.5 % X 33 ÷ 73 365 =	29 +			
	Ontario Allocation	Days after Dec. 31, 2003	Total Days		
From 10 (or 20)	698,575 X 30 100.0000 % X 14.0 % X 34 365 ÷ 73 365 =	32 +			97,801
	Ontario Allocation				
Income Tax Payable (before deduction of tax credits) 29 + 32		40 =			97,801

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	698,575
Federal taxable income, less adjustment		
for foreign tax credit (fed.s.125(1)(b))	51 +	698,575
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 -	
	=	698,575 ▶ 54 698,575

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

Ontario Business Limit Calculation

Days after Dec. 31, 2002 and before Jan. 1, 2004					
320,000 X 31 ÷ ** 365 =+ 46					
Days after Dec. 31, 2003					
400,000 X 34 365 ÷ ** 365 =+ 47 400,000					
Business limit for Ontario purposes 46 + 47 = 44		400,000 X 48 100.0000 % = 45		400,000	

Income eligible for the IDSBC	From 30 100.0000 % X 56 400,000	60 =	400,000
	***Ontario Allocation	Least of 50, 54 or 45	

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

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

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

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Income Tax

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		Number of Days in Taxation Year			
		Days after Dec. 31, 2002 and before Jan. 1, 2004		Total Days	
Calculation of IDSBC Rate	7.0 % X 31		÷ 73	365	= 89 +
	8.5 % X 34	Days after Dec. 31, 2003 365	÷ 73	365	= 90 + 8.5000
IDSBC Rate for Taxation Year	89 + 90			78	= 8.5000
Claim	From 60	400,000	X From 78	8.5000 %	70 = 34,000

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

Surtax on Canadian-controlled private corporations (s.41.1)

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

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

* **Taxable Income of the corporation** From 10 (or 20 if applicable) 80 + 698,575

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

Taxable income of associated corporations (Attach schedule) 82 + 199,889

Aggregate Taxable Income 85 = 898,464

		Number of Days in Taxation Year			
		Days after Dec. 31, 2002 and before Jan. 1, 2004		Total Days	
320,000 X 31	÷	73	365	= 115 +	
400,000 X 34	÷	73	365	= 116 +	400,000
			115 + 116	=	400,000 ▶
(If negative, enter nil)				114 -	400,000
				86 =	498,464

		Number of Days in Taxation Year			
		Days after Dec. 31, 2002		Total Days	
Calculation of Specified Rate for Surtax	4.667% X 38	365	÷ 73	365	= 97 + 4.6670
From 86	498,464 X From 97	4.6670 %	=	87	= 23,263
From 87	23,263 X From 60	400,000 ÷ From 114		400,000	88 = 23,263

Surtax: Lesser of 70 or 88 100 = 23,263

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

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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 - 400,000

Add: Adjustment for Surtax on Canadian-controlled private corporations
 From 100 23,263 ÷ From 30 100.0000 % ÷ From 78 8.5000 % = 121 273,682
 *Ontario Allocation

Lesser of 56 or 121 122 + 273,682
 120 - 56 + 122 130 =

Taxable income From 10 + 698,575
 Subtract: Income eligible for the Incentive Deduction for Small Business Corporations (IDSBC) From 56 - 400,000
 Add: Adjustments for Surtax on Canadian-controlled private corporations From 122 + 273,682
 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 = 572,257

Claim**Number of Days in Taxation Year**

Days after Dec. 31, 2002 and before Jan. 1, 2004 Total Days
 143 X From 30 100.0000 % X 1.5% X 33 ÷ 73 365 = 154 +
 Lesser of 130 or 142 *Ontario Allocation

Days after Dec. 31, 2003 Total Days
 143 X From 30 100.0000 % X 2.0% X 34 365 ÷ 73 365 = 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. 3001R) (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 = 87,064

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Income Tax Continued from Page 6

Specified Tax Credits (Refer to Guide)

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

Eligible Credit from **5620** OITC Claim Form (Attach original Claim Form) 191 +

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

Eligible Credit from **5798** CT23 Schedule 113 (Attach Schedule 113) 192 +

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

Applies to qualifying Ontario labour expenditures for eligible Canadian content film and television productions. **204** Name of Production

Eligible Credit from **5850** of the Certificate of Eligibility issued by the Ontario Media Development Corporation (OMDC) (Attach the original Certificate of Eligibility) 193 +

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

Applies to employment of eligible unemployed post secondary graduates, for employment commencing prior to July 6, 2004 and expenditures incurred prior to January 1, 2005. No. of Graduates From **6596** 194

Eligible Credit from **6598** CT23 Schedule 115 (Attach Schedule 115) 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 Certificate of Eligibility) 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** of the Certificate of Eligibility issued by the Ontario Media Development Corporation (OMDC) (Attach the original Certificate of Eligibility) 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** of the Certificate of Eligibility issued by the Ontario Media Development Corporation (OMDC) (Attach the original Certificate of Eligibility) 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** of the Certificate of Eligibility issued by the Ontario Media Development Corporation (OMDC) (Attach the original Certificate of Eligibility) 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 Certificate of Eligibility) 201 +

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

Applies to employment of eligible apprentices. No. of Apprentices From **5896** 202 1

Eligible Credit from **5898** CT23 Schedule 114 (Attach Schedule 114) 203 +

Total Specified Tax Credits: 191 + 192 + 193 + 195 + 196 + 197 + 198 + 199 + 200 + 201 + 203 220 =

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 = 87,064

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)

APPENDIX 33

Total Assets of the corporation	240 +	10,772,213		
Total Revenue of the corporation			241 +	11,627,174
<i>The above amounts include the corporation's and associated corporations' share of any partnership(s) / joint venture(s) total assets and total revenue.</i>				
If you are a member of an associated group (✓) 242 <input checked="" type="checkbox"/> (Yes)				
Total Assets of associated corporations (Attach schedule)	243 +	7,038,121		
Total Revenue of associated corporations (Attach schedule)			244 +	1,815,839
Aggregate Total Assets	249 =	17,810,334		
Aggregate Total Revenue			250 =	13,443,013

Determination of Applicability

Applies if **either** Total Assets **249** exceeds \$5,000,000 **or** Total Revenue **250** exceeds \$10,000,000.

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.

If CMT is applicable to current taxation year, complete section **Calculation: CMT** below and **Corporate Minimum Tax Schedule 101**.

Calculation: CMT (Attach Schedule 101.)

Gross CMT Payable - CMT Base From Schedule 101 2136	630,648	X	From 30	100.0000	% X 4%	276 =	25,226
	If negative, enter zero			Ontario Allocation			
Subtract: Foreign Tax Credit for CMT purposes (Attach schedule)						277 -	
Subtract: Income Tax						From 190 -	87,064
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 **Part 4 of Schedule 101: Continuity of CMT Credit Carryovers**.

CMT Credit Carryover available	From Schedule 101		From 2333	
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Application of CMT Credit Carryovers

A.	Income Tax (before deduction of specified credits)		From 190 +	87,064
	Gross CMT Payable	From 276 +	25,226	
	Subtract: Foreign Tax Credit for CMT purposes	From 277 -		
	If 276 - 277 is negative, enter NIL in 290	=	25,226	▶
	Income Tax eligible for CMT Credit		290 -	25,226
			300 =	61,838
B.	Income Tax (after deduction of specified credits)		From 230 +	87,064
	Subtract: CMT credit used to reduce income taxes		310 -	
	Income Tax		320 =	87,064

Transfer to Page 17

If **A & B** apply, **310** cannot exceed the lesser of **230**, **300** and your CMT credit carryover available **2333**.

If only **B** applies, **310** cannot exceed the lesser of **230** and your CMT credit carryover available **2333**.

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

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

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

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

Any Assets and liabilities of a corporation that are being utilized in a joint venture must be included along with the corporation's other Assets and liabilities when calculating its Taxable Paid-up Capital. Special rules and rates apply to Non-Resident corporations (s.63, s.64 and s.69(3)).

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

Paid-up Capital

Paid-up capital stock (Int.B. 3012R and 3015R)	350 +	100
Retained earnings (if deficit, deduct) (Int.B. 3012R)	351 ±	1,427,665
Capital and other surpluses, excluding appraisal surplus (Int.B. 3012R)	352 +	5,232,969
Loans and advances (Attach schedule)(Int.B. 3013R)	353 +	3,593,269
Bank loans (Int.B. 3013R)	354 +	
Bankers acceptances (Int.B. 3013R)	355 +	
Bonds and debentures payable (Int.B. 3013R)	356 +	
Mortgages payable (Int.B. 3013R)	357 +	
Lien notes payable (Int.B. 3013R)	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. 3013R)	359 +	
Contingent, investment, inventory and similar reserves (Int.B. 3012R)	360 +	
Other reserves not allowed as deductions for income tax purposes (Attach schedule) (Int.B. 3012R)	361 +	
Share of partnership(s) or joint venture(s) paid-up capital (Attach schedule(s)) (Int.B. 3017R)	362 +	
Subtotal	370 =	10,254,003
Subtract: Amounts deducted for income tax purposes in excess of amounts booked (Retain calculations. Do not submit.) (Int.B. 3012R)	371 -	(1,752,810)
Deductible R&D expenditures and ONTTI costs deferred for income tax if not already deducted for book purposes (Int.B. 3015R)	372 -	
Total Paid-up Capital	380 =	12,006,813
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 =	12,006,813

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

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

Bonds, lien notes and similar obligations, (similar obligations, e.g. stripped interest coupons, applies to taxation years ending after October 30, 1998)	402 +	
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 =	

continued on Page 10

Capital Tax *continued from Page 9*

CT23 Page 10 of 20

Total Assets (Int.B. 3015R)

Total Assets per balance sheet	420 +	10,772,213
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 =	10,772,213
Amounts in 360 and 361 (if deducted from assets)	440 +	
Subtract: Amounts in 371 , 372 and 381	441 -	(1,752,810)
Subtract: Appraisal surplus if booked	442 -	
Add or Subtract: Other adjustments (specify on an attached schedule)	443 ±	
Total Assets	450 =	12,525,023

Investment Allowance (410 ÷ 450) X 390

Not to exceed 410 460 =

Taxable Capital 390 - 460

470 = 12,006,813

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

Gross Revenue of the corporation	11,627,174	
Corporation's Share of partnership(s)/joint venture(s) Gross Revenue (<i>Attach schedule</i>)		
Aggregate of Gross Revenue	11,627,174	480 = 11,627,174
Total Assets (as adjusted)	From 430	10,772,213

Calculation of Capital Tax for all Corporations except Financial Institutions

Note: This version (2004/2005) of the CT23 may only be used for a taxation year that commenced after December 31, 2002.

Financial Institutions use calculations on page 13.

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

SECTION A

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

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

SECTION B

Calculation of Taxable Capital Deduction (TCD)

		Number of Days in Taxation Year			
		Days before Jan. 1, 2005	Total Days		
5,000,000	X 35	÷ 73	365	= 500 +	
		Days after Dec. 31, 2004 and before Jan. 1, 2006	Total Days		
7,500,000	X 36	365 ÷ 73	365	= 501 +	7,500,000
		Days after Dec. 31, 2005 and before Jan. 1, 2007	Total Days		
10,000,000	X 37	÷ 73	365	= 502 +	
Taxable Capital Deduction (TCD)				500 + 501 + 502	503 = 7,500,000

SECTION C

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

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

+ From 470			Days in taxation year		
- From 503					
= 471	x From 30	100.0000	x 0.3% x 555	365	= 523 +
	Ontario Allocation		365 (366 if leap year)		<i>Transfer to 543 on page 12</i>
			<i>If floating taxation year,</i>		<i>and complete the return</i>
			<i>refer to Guide.</i>		<i>from that point</i>

continued on Page 11

APPENDIX 33

SECTION D

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

D1.

☐ 509 (✓ if applicable)

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

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

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

D2.

☒ 524 (✓ if applicable)

One or more of the corporations that you are associated with **maintains** a permanent establishment in Canada.

You and your associated group may continue to allocate the TCD by completing the Calculation below. Or, the associated group **may file an election** under subsection 69(2.1) of the *Corporations Tax Act*, whereby total assets are used to allocate the TCD among the associated group. Once a ss.69(2.1) election is filed, all members of the group will then be required to file in accordance with the election and allocate a portion (portion is henceforth referred to as **Net Deduction**) of the capital tax effect relating to the TCD to each corporation in the group on the basis of the ratio that each corporation's total assets multiplied by its Ontario allocation is to the total assets of the group.

The total asset amounts and Ontario allocation percentages to be used for this calculation must be taken from each corporation's financial information from its last taxation year ending in the immediately preceding calendar year.

In addition, although each corporation in the associated group may deduct its Net Deduction amount as apportioned by the total asset formula, the group may, at the group's option, reallocate the group's total Net Deduction among the group on what ever basis the corporate group wishes, as long as the total of the reallocated amounts does not exceed the group's total Net Deduction amount originally calculated for the associated group.

Calculation

Do not complete this calculation if ss.69(2.1) election is filed

Taxable Capital form 470 on page 10

From 470 +

12,006,813

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 (Attach schedule)

531 +

3,749,321

Aggregate Taxable Capital 470 + 531

540 =

15,756,134

If 540 above is equal to or less than the TCD 503 on page 10, the corporation's Capital Tax for the taxation year, is NIL. Enter NIL in 523 in section E on page 12, as applicable.

If 540 above is greater than the TCD 503 on page 10, the corporation must compute its share of the TCD below in order to calculate its Capital Tax for the taxation year under Section E on page 12.

From 470 12,006,813 ÷ From 540 15,756,134 X From 503 7,500,000

541 =

5,715,304

Transfer to 542 in Section E on page 12

Ss.69(2.1) Election Filed

☐ 591 (✓ if applicable)

Election filed. Attach a copy of Schedule 591 with this CT23 Return.

Proceed to Section F on page 12.

continued on Page 12

SECTION F

APPENDIX 33

This section applies if the corporation is a member of an associated group and/or partnership whose total aggregate Taxable Capital 540 on page 11 exceeds the TCD 503 on page 10.

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

+ From 470

- 542

= 471

12,006,813

5,715,304

6,291,509

x

From 30

100.0000

Ontario Allocation

% x 0.3% x

555

Days in the taxation year

365

*365 (366 if leap year)

= 523 +

18,875

Total Capital Tax for the taxation year

Transfer to 543 and complete the return from that point

SECTION F

This section applies if a corporation is a member of an associated group and the associated group has filed a ss.69(2.1) election

+ From 470

X From 30

100.0000

Ontario Allocation

x 0.3%

= 561 +

- Capital tax deduction from 995 relating to your corporation's Capital Tax deduction, on Schedule 591

From 995

= 562

Capital Tax

562

X

555

Days in taxation year

365

*365 (366 if leap year)

= 563 +

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 =	18,875
Subtract: Specified Tax Credits applied to reduce capital tax payable (Refer to Guide)	546 =	
Capital Tax 543 - 546 (amount cannot be negative)	550 =	18,875
		Transfer to Page 17

continued on Page 13

APPENDIX 33

Calculation of Capital Tax for Financial Institutions

1.1. Credit Unions Only

For taxation years commencing after May 4, 1999 enter NIL in 550 on page 12, and complete the return from that point.

1.2 Other than Credit Unions

(Retain details of calculations for amounts in boxes 565 and 570. Do not submit with this tax return.)

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

Lesser of adjusted Taxable Paid Up Capital and Basic Capital Amount in accordance with Division B.1

Ontario Allocation

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

Adjusted Taxable Paid Up Capital 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 2) 569 + 574 575 = [Box 575]

* If floating taxation year, refer to Guide.

2. Small Business Investment Tax Credit

(Retain details of eligible investment calculation and, if claiming an investment in CSBIF, retain the original letter approving the credit issued in accordance with the Community Small Business Investment Fund Act. Do not submit with this tax return.)

Allowable Credit for Eligible Investments 585 = [Box 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 = [Box 586]

Transfer to 543 on Page 12

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

(1) Uninsured Benefits Arrangements 587 [Box 587] x 2% 588 = [Box 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 = [Box 589]

Premium Tax 588 - 589 590 = [Box 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 Schedule 1

600 ± 698,575
Transfer to Page 15

Add:

Federal capital cost allowance	601 +	395,626
Federal cumulative eligible capital deduction	602 +	1,274
Ontario taxable capital gain	603 +	
Federal non-allowable reserves. Balance beginning of year	604 +	
Federal allowable reserves. Balance end of year	605 +	76,671
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 (Refer to Guide)	609 +	
Federal depletion allowance	610 +	
Federal foreign exploration and development expenses	611 +	
Crown charges, royalties, rentals, etc. deducted for Federal purposes (Refer to Guide)	617 +	
Management fees, rents, royalties and similar payments to non-arms' length non-residents		

Number of Days in Taxation Year

Days after Dec. 31, 2002
and before Jan. 1, 2004 Total Days
612 X 5/12.5 X 33 ÷ 73 365 = 633 +

Days after Dec. 31, 2003 Total Days
612 X 5/14.0 X 34 365 ÷ 73 365 = 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)

Total of Additions 601 to 611 + 617 + 613 + 615 + 616 + 620 + 614

613 +
615 +
616 +
620 +
614 +
= 473,571 640

473,571

Transfer to Page 15

Deduct:

Ontario capital cost allowance (excludes amounts deducted under 675)	650 +	395,626
Ontario cumulative eligible capital deduction	651 +	1,274
Federal taxable capital gain	652 +	
Ontario non-allowable reserves. Balance beginning of year	653 +	
Ontario allowable reserves. Balance end of year	654 +	76,671
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 (Refer to Guide)	659 +	
Ontario current cost adjustment (Attach schedule)	661 +	
CCA on assets used to generate electricity from natural gas, alternative or renewable resources.	675 +	
Subtotal of deductions for this page 650 to 659 + 661 + 675	681	473,571

Transfer to Page 15

continued on 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 Schedule 1	From 600 ±	698,575
Total of Additions on page 14	From 640 =	473,571

Sub Total of deductions on page 14 From 681 = 473,571

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 (WCCT) (Applies to eligible expenditures incurred prior to January 1, 2005.)

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

Workplace Accessibility Tax Incentive (WATI) (Applies to eligible expenditures incurred prior to January 1, 2005.)

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 (ETTI) (Applies to eligible expenditures incurred prior to January 1, 2005.)

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 = 473,571 680 473,571

Net income (loss) for Ontario Purposes 600 + 640 - 680 690 = 698,575 Transfer to Page 4

Continuity of Losses Carried Forward

APPENDIX 33	Non-Capital Losses (1)	Total Capital Losses	Farm Losses	Restricted Farm Losses	Listed Personal Property Losses	Limited Partnership Losses (6)
Balance at Beginning of Year	700 (2)	710 (2)	720 (2)	730	740	750
Add:	701	711	721	731	741	751
Current year's losses (7)						
Losses from predecessor corporations (3)	702	712	722	732		752
Subtotal	703	713	723	733	743	753
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 taxable income (5)	706 (2) To Pg 17	716 (2) To Pg 17	726 (2) To Pg 17	736 (2) To Pg 17	746	
Subtotal	707	717	727	737	747	757
Balance at End of Year	709 (8)	719	729	739	749	759

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	Farm Losses	Restricted Farm Losses
800 9th preceeding taxation year	817 (6)	860 (6)		850	870
801 8th preceeding taxation year	818 (6)	861 (6)		851	871
802 7th preceeding taxation year	819 (6)	862 (6)		852	872
803 6th preceeding taxation year	820	830	840	853	873
804 5th preceeding taxation year 2000/12/31	821	831	841	854	874
805 4th preceeding taxation year 2001/12/31	822	832	842	855	875
806 3rd preceeding taxation year 2002/12/31	823	833	843	856	876
807 2nd preceeding taxation year 2003/12/31	824	834	844	857	877
808 1st preceeding taxation year 2004/12/31	825	835	845	858	878
809 Current taxation year 2005/12/31	826	836	846	859	879
Total	829	839	849	869	889

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) Include non-capital losses incurred in taxation years ending after March 22, 2004.

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 Taxation Year Account No. (MOF) Ending	911	921	931	941
i) 3rd preceding 901 2002/12/31	912	922	932	942
ii) 2nd preceding 902 2003/12/31	913	923	933	943
iii) 1st preceding 903 2004/12/31	From 706	From 716	From 726	From 736
Total loss to be carried back				
Balance of loss available for carry-forward	919	929	939	949

Summary

Income Tax	From 230 or 320 +	87,064
Corporate Minimum Tax	From 280 +	
Capital Tax	From 550 +	18,875
Premium Tax	From 590 +	
Total Tax Payable	950 =	105,939
Subtract: Payments	960 -	264,850
Capital Gains Refund (s.48)	965 -	
Qualifying Environmental Trust Tax Credit (Refer to Guide)	985 -	
Specified Tax Credits (Refer to Guide)	955 -	
Balance	970 =	(158,911)
If payment due Enclosed *	990	
If overpayment: Refund (Refer to Guide)	975 =	158,911
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		
Michael Lalonde		
Title		
Manager		
Full Residence Address		
P.O. Box 20		
950 River Road West		
City		
Wasaga Beach		
Province	Country	Postal Code
ON	CA	L9Z 1A2
Signature		Date
		2006/06/29

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

Corporation's Legal Name Wasaga Distribution Inc.	Ontario Corporations Tax Account No. (MOF) 7046024	Taxation Year End 2005/12/31
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Part 1: Calculation of CMT Base

Banks - Net income/loss as per report accepted by Superintendent of Financial Institutions (SFI) under the Bank Act (Canada), adjusted so consolidation/equity methods are not used.

Life Insurance corporations - Net income/loss before Special Additional Tax as determined under s.57.1(2)(c) or (d)

Net income/(loss) (unconsolidated, determined in accordance with GAAP) 2100 ± 413,996

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 +	
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 +	
Dividends received/receivable deductible under fed.s.138(6)	2108 +	
Federal Part VI.1 tax on dividends declared and paid, under fed.s.191.1(1) _____ x 3 =	2109 +	

Subtotal

= ▶ 2110 -

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

Provision for current taxes / cost of current income taxes	2111 +	216,652
Provision for deferred income taxes (debits) / cost of future income taxes	2112 +	
Equity losses from corporations	2113 +	
Share of partnership(s)/joint venture(s) losses	2114 +	
Dividends that have been deducted to arrive at net income per Financial Statements s.57.4(1.1) (excluding dividends under fed.s.137(4.1))	2115 +	

Subtotal

= ▶ 2116 + 216,652

Add/Subtract:

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

Fed.s.85	2117 +	or	2118 -
Fed.s.85.1	2119 +	or	2120 -
Fed.s.97	2121 +	or	2122 -

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

2123 + or 2124 -

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

2125 + or 2126 -

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

2127 + or 2128 -

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)

= ▶

2129 +

Subtotal (Subtractions)

= ▶ 2130 -

Other adjustments

2131 ±

Subtotal ± 2100 - 2110 + 2116 + 2129 - 2130 ± 2131

2132 = 630,648

Share of partnership(s)/joint venture(s) **adjusted** net income/loss

2133 ±

Adjusted net income (loss) (if loss, transfer to **2202** in **Part 2: Continuity of CMT Losses Carried Forward.**)

2134 = 630,648

Deduct: CMT losses: pre-1994 Loss

From 2210 +

2211 +

= ▶ 2135 -

CMT Base

2136 = 630,648

Transfer to CMT Base on page 8 of the CT23
or Page 6 of the CT8

Corporate Minimum Tax (CMT)
Part 2: Continuity of CMT Losses Carried Forward

CMT loss continuity by year

Table with 8 columns: Year of origin, Beginning balance, Transfers on amalgamation, Transfers on wind-up, Adjustments, Current year loss, Applied, Ending balance. Includes rows for years 2000-2005 and a Totals row.

Balance at Beginning of year
Add: Current year's losses
Losses from predecessor corporations on amalgamation
Losses from predecessor corporations on wind-up
Subtotal
Adjustments (attach schedule)
CMT losses available
Subtract: Pre-1994 loss utilized during the year to reduce adjusted net income
Other eligible losses utilized during the year to reduce adjusted net income
Losses expired during the year
Subtotal
Balances at End of Year

- Notes:
(1) Pre-1994 CMT loss (see s.57.1(1)) should be included in the balance at beginning of the year. Attach schedule showing computation of pre-1994 CMT loss.
(2) Where acquisitions of control of the corporation has occurred, the utilization of CMT losses can be restricted. (see s.57.5(3) and s.57.5(7))
(3) Include and indicate whether CMT losses are a result of an amalgamation to which fed.s.87 applies and/or a wind-up to which fed.s.88(1) applies. (see s.57.5(8) and s.57.5(9))
(4) CMT losses must be used to the extent of the lesser of the adjusted net income 2134 and CMT losses available 2209.
(5) Amount in 2214 must equal sum of 2270 + 2290.

Part 3: Analysis of CMT Losses Year End Balance by Year of Origin

For a pre-1994 loss, use the date of the last taxation year-end before your corporation's first taxation year commencing after 1993.

Table with 3 columns: Year of Origin (oldest year first), CMT Losses of Corporation, CMT Losses of Predecessor Corporations. Includes rows for years 2240-2249 and a Totals row.

The sum of amounts 2270 + 2290 must equal amount in 2214.

Corporate Minimum Tax (CMT)**Part 4: 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							
2005/12/31							
Totals							

Balance at Beginning of year Note (1)**2301 +****Add:** Current year's CMT Credit (**280** on page 8 of the CT23 or **347** on page 6 of the CT8. If negative, enter NIL)From **280** or **347** +Gross Special Additional Tax Note (2) **312** on page 5 of CT8.(Life Insurance corporations only. Others enter NIL.) From **312** +

Subtract Income Tax

(**190** on page 6 of the CT23 or page 4 of the CT8) From **190** -**Subtotal** (If negative, enter NIL)

=

▶ **2305** -Current year's CMT credit (If negative, enter NIL) **280** or **347** - **2305**

=

▶ **2310** +

CMT Credit Carryovers from predecessor corporations Note (3)

2325 +Amalgamation (✓) **2315** ☐ Yes Wind-up (✓) **2320** ☐ Yes**Subtotal** **2301** + **2310** + **2325****2330** +

Adjustments (Attach schedule)

2332 ±**CMT Credit Carryover available** **2330 ± 2332****2333 =**Transfer to Page 8 of the CT23
or page 6 of the CT8**Subtract:** CMT credit utilized during the year to reduce income tax(**310** on page 8 of the CT23 or **351** on page 6 of the CT8.) From **310** or **351**

CMT Credit expired during the year

2334 +**Subtotal**

=

▶ **2335** -**Balance at End of Year** Note (4) **2333** - **2335****2336 =****Notes:**

- (1) Where acquisition of control of the corporation has occurred, the utilization of CMT credits can be restricted. (see s.43.1(5))
- (2) The CMT credit of life insurance corporations can be restricted (see s.43.1(3)(b)).
- (3) Include and indicate whether CMT credits are a result of an amalgamation to which fed.s.87 applies and/or a wind-up to which fed.s.88(1) applies. (see s.43.1(4))
- (4) Amount in **2336** must equal the sum of **2370** + **2390**.

Part 5: 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 Corporation(s)
2340	2360	2380
2341	2361	2281
2342	2362	2382
2343	2363	2383
2344	2364	2384
2345 2001/12/31	2365	2385
2346 2002/12/31	2366	2386
2347 2003/12/31	2367	2387
2348 2004/12/31	2368	2388
2349 2005/12/31	2369	2389
Totals	2370	2390

*The sum of amounts **2370** + **2390** must equal the amount in **2336**.*

ONTARIO CAPITAL COST ALLOWANCE

APPENDIX

Corporation's Legal Name Wasaga Distribution Inc.		Ontario Corporations Tax Account No. (MOF) 7046024		Taxation Year End 2005/12/31	
--	--	---	--	---------------------------------	--

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 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	767,244				767,244		767,244	4			30,690	736,554
1	8,622,651				8,622,651		8,622,651	4			344,906	8,277,745
47		500,750			500,750	250,375	250,375	8			20,030	480,720
Totals		500,750				250,375	9,640,270				395,626	9,495,019

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 Wasaga Distribution Inc.	Ontario Corporations Tax Account No. (MOF) 7046024	Taxation Year End 2005/12/31
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- 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)				18,194	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	=			18,194	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	=			18,194	K

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

Current year deduction	18,194	K	x 7%*	=	1,274	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)	=			16,920	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

Corporation's Legal Name Wasaga Distribution Inc.	Ontario Corporations Tax Account No. (MOF) 7046024	Taxation Year End 2005/12/31
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For use by corporations to provide a continuity of all reserves claimed which are allowed for tax purposes

Part 1 - Capital gains reserves

Description of property	Ontario balance at the beginning of the year	Transfer on amalgamation or wind-up of subsidiary	Ontario balance at the end of the year
Totals	A	B	C

The total capital gains reserve at the beginning of the taxation year **A** plus the total capital gains reserve transfer on amalgamation or wind-up of subsidiary **B**, should be entered on Schedule 6; and the total capital gains reserve at the end of the taxation year **C**, should also be entered on Schedule 6.

Part 2 - Other reserves

Description	Ontario balance at the beginning of the year	Transfer on amalgamation or wind-up of subsidiary	Ontario balance at the end of the year
Reserve for doubtful debts			
Reserve for undelivered goods and services not rendered			76,671
Reserve for prepaid rent			
Reserve for December 31, 1995 income			
Reserve for refundable containers			
Reserve for unpaid amounts			
Other tax reserves			
Totals	D	E	F 76,671

The amount from **D** plus the amount from **E** should be entered in **607** of the CT23.

The amount from **F** should be entered in **654** of the CT23.

Part 3 - Continuity of non-deductible reserves

Reserve	Ontario opening balance and transfers	Ontario additions	Ontario deductions	Other adjustments	Ontario closing balance
Totals					

Enter in box **653**
of the CT23

Enter in box **606**
of the CT23



Corporation's Legal Name Wasaga Distribution Inc.	Ontario Corporations Tax Account No. (MOF) 7046024	Taxation Year End 2005/12/31
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Name of Associated Corporation (Canadian and Foreign)	Corporations Tax Number	Taxation Year End	Taxable Income (if loss, enter nil)
Wasaga Resource Services Inc.	1800325	2005/12/31	199,889
Geosands Inc.	1800358	2005/12/31	
Wasaga Genco Inc.	1800287	2005/12/31	
Total			199,889

Transfer to **85** on the CT23

Corporation's Legal Name Wasaga Distribution Inc.	Ontario Corporations Tax Account No. (MOF) 7046024	Taxation Year End 2005/12/31
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This schedule must be completed in determining the aggregate taxable capital of an associated group and/or partnership that has a permanent establishment (PE) in Canada.

Name of Associated Corporation (Must have a PE in Canada)	Corporations Tax Account No. (MOF) (if applicable)	Taxation Year End	Taxable Capital
Wasaga Resource Services Inc.	1800325	2005/12/31	3,749,321
Geosands Inc.	1800358	2005/12/31	
Wasaga Genco Inc.	1800287	2005/12/31	
Aggregate of taxable capital			3,749,321

Transfer to **540** of the CT23

Corporation's Legal Name Wasaga Distribution Inc.	Ontario Corporations Tax Account No. (MOF) 7046024	Taxation Year End 2005/12/31
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Loans or Advances Credited or Advanced to Corporation (includes accounts payable to related parties outstanding at the taxation year end for 120 days or more and accounts payable to non-related parties outstanding for 365 days or more at the taxation year end)	
Town of Wasaga Beach	3,593,269
Total	3,593,269

*Transfer to **353** on the CT23*



Corporation's Legal Name Wasaga Distribution Inc.	Ontario Corporations Tax Account No. (MOF) 7046024	Taxation Year End 2005/12/31
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Name of Associated Corporation (Canadian and Foreign)	Corporations Tax Number	Taxation Year End	Total Assets	Total Revenue
Wasaga Resource Services Inc.	1800325	2005/12/31	7,038,021	1,815,839
Geosands Inc.	1800358	2005/12/31		
Wasaga Genco Inc.	1800287	2005/12/31	100	
Totals			7,038,121	1,815,839

Transfer to **249**
of the CT23

Transfer to **250**
of the CT23

Ontario Consent Form

This form authorizes the Ontario Ministry of Finance to release confidential client information to a designated third party representative in matters pertaining to applicable legislation. **Note: This authorization is valid until the client or authorized signing person cancels it in writing. Please complete a separate form for each representative.**

The purpose of this form is:

☒ **To authorize** a third party representative or ☐ **To cancel** a third party representative

1. Client identification

Name

Wasaga Distribution Inc.

Ontario Corporations Tax Account Number

7046024

2. Authorized third party identification

Authorized individuals' name

Address

Phone number

() -

Authorized firm's name

Gaviller & Company LLP

Address

115 Hurontario Street P.O. Box 130 Collingwood, Ontario L9Y3Z4

Phone number

(705) 445-2020

3. Details of authorization

Indicate the period for which authorization or cancellation applies:

All years



OR

Specific years

OR

All years prior to

4. Authorized signature (client or authorized signing officer)

Michael Lalonde

Name

(705) 429-2517

Telephone number

2006/06/29

Date signed

Manager

Signature of client or authorized signing officer

Position, office or rank

Ontario tax instalments

	Estimate for current year 2006/12/31	First instalment base 2005/12/31	Second instalment base 2004/12/31
Year-end			
Taxable income		698,575	726,980
Base amount of tax		97,801	101,777
Small business tax credit		34,000	34,000
Surtax on CCPCs		23,263	34,000
Manufacturing and processing profits credit			
Foreign tax credit			
Specified tax credits			
Other tax credits			
Income tax payable		87,064	101,777
Corporate minimum tax payable			
Capital tax payable		18,875	9,212
Premium tax payable			
Total tax payable		105,939	110,989
Days in taxation year	365	365	365
Tax payable adjusted for short taxation years		105,939	110,989
Estimated tax credits for the current year			
Instalment base		105,939	110,989
Monthly payment		8,828	9,249
Quarterly payment		26,485	27,747

Instalment payment options

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

Instalment payments

Date	Instalments required	Instalments paid	Instalments payable
2006/01/31	8,828		
2006/02/28	8,828		
2006/03/31	8,828		
2006/04/30	8,828		
2006/05/31	8,828		
2006/06/30	8,828		52,968
2006/07/31	8,828		8,828
2006/08/31	8,828		8,828
2006/09/30	8,828		8,828
2006/10/31	8,828		8,828
2006/11/30	8,828		8,828
2006/12/31	8,828		8,828
Total	105,936		105,936

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, refer to the Guide under the heading "Before you start."

055 Do not use this area**Identification****Business number (BN)** 001 86673 1649 RC 0001**Corporation's name**

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

011 950 River Road West

012

City Province, territory, or state

015 Wasaga Beach 016 ON

Country (other than Canada) Postal code/Zip code

017 018 L9Z 2K6

To which taxation year does this return apply?

From 060 2005/01/01 to 061 2005/12/31

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

If Yes, give the date control was acquired 065

Is the corporation a professional corporation that is a member of a partnership?067 ☐ Yes ☒ No**Mailing address** (if different from head office address)

Has the address changed since the last time we were notified?

020 Yes ☐ No ☒

021 C/o

022 P.O. Box 20

023 950 River Road West

City Province, territory, or state

025 Wasaga Beach 026 ON

Country (other than Canada) Postal code/Zip code

027 028 L9Z 1A2

Is this the first year of filing after:Incorporation? 070 ☐ Yes ☒ NoAmalgamation? 071 ☐ Yes ☒ No

If Yes, complete lines 030 to 038 and attach Schedule 24.

Has there been a wind-up of a subsidiary under section 88 during the current taxation year?If Yes, complete and attach Schedule 24 072 ☐ Yes ☒ No**Is this the final taxation year before amalgamation?**076 ☐ Yes ☒ No**Is this the final return up to dissolution?**078 ☐ Yes ☒ No**Is the corporation a resident of Canada?**080 ☒ Yes ☐ No

If No, give the country of residence on line 081 and complete and attach Schedule 97. 081

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

If Yes, complete and attach Schedule 91

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

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

Location of books and recordsHas the location of books and records changed since the last time we were notified? 030 ☐ Yes ☒ No

031 P.O. Box 20

032 950 River Road West

City Province, territory, or state

035 Wasaga Beach 036 ON

Country (other than Canada) Postal code/Zip code

037 038 L9Z 1A2

040 Type of corporation at end of taxation year

- 1 ☒ Canadian controlled
2 ☐ Other private corporation
3 ☐ Public corporation
4 ☐ Corporation controlled by private corporation (CCPC) or a public corporation
5 ☐ Other corporation (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

Attachments

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

* We do not print these schedules.

Schedule 9999 Answer the following questions. For each Yes response, attach to the T2 return the schedule that applies.

	Yes	Schedule
Is the corporation related to any other corporations?	150 <input checked="" type="checkbox"/>	9
Does the corporation have any non-resident shareholders?	151 <input type="checkbox"/>	19
Is the corporation an associated Canadian-controlled private corporation (CCPC)?	160 <input checked="" type="checkbox"/>	23
Is the corporation an associated CCPC that is claiming the expenditure limit?	161 <input type="checkbox"/>	49
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
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
Has the corporation paid any royalties, management fees, or other similar payments to residents of Canada?	164 <input type="checkbox"/>	14
Is the corporation claiming a deduction for payments to a type of employee benefit plan?	165 <input type="checkbox"/>	15
Is the corporation claiming a loss or deduction from a tax shelter acquired after August 31, 1989?	166 <input type="checkbox"/>	T5004
Is the corporation a member of a partnership for which an identification number has been assigned?	167 <input type="checkbox"/>	T5013
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
Did the corporation have any foreign affiliates during the year?	169 <input type="checkbox"/>	25
Has the corporation made any payments to non-residents of Canada under subsections 202(1) and/or 105(1) of the federal <i>Income Tax Regulations</i> ?	170 <input type="checkbox"/>	29
Has the corporation had any non-arm's length transactions with a non-resident?	171 <input type="checkbox"/>	T106
Has the corporation made payments to, or received amounts from, a retirement compensation plan arrangement during the year?	172 <input type="checkbox"/>	----
For private corporations: Does the corporation have any shareholders who own 10% or more of the corporation's common and/or preferred shares?	173 <input checked="" type="checkbox"/>	50
Is the net income/loss shown on financial statements different from the net income/loss for income tax purposes?	201 <input checked="" type="checkbox"/>	1
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
Has the corporation received dividends or paid taxable dividends for purposes of the dividend refund	203 <input type="checkbox"/>	3
Is the corporation claiming any type of losses?	204 <input type="checkbox"/>	4
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
Has the corporation realized any capital gains or incurred any capital losses during the taxation year?	206 <input type="checkbox"/>	6
i) Is the corporation claiming the small business deduction and reporting income from: a) property (other than dividends deductible on line 320 of the T2 return, b) a partnership, c) a foreign business, or d) a personal services business; or		
ii) is the corporation claiming the refundable portion of Part I tax?	207 <input type="checkbox"/>	7
Does the corporation have any property that is eligible for capital cost allowance?	208 <input checked="" type="checkbox"/>	8
Does the corporation have any property that is eligible capital property?	210 <input checked="" type="checkbox"/>	10
Does the corporation have any resource-related deductions?	212 <input type="checkbox"/>	12
Is the corporation claiming reserves of any kind?	213 <input checked="" type="checkbox"/>	13
Is the corporation claiming a patronage dividend deduction?	216 <input type="checkbox"/>	16
Is the corporation a credit union claiming a deduction for allocations in proportion to borrowing or an additional deduction?	217 <input type="checkbox"/>	17
Is the corporation an investment corporation or a mutual fund corporation?	218 <input type="checkbox"/>	18
Was the corporation carrying on business in Canada as a non-resident corporation?	220 <input type="checkbox"/>	20
Is the corporation claiming any federal or provincial foreign tax credits, or logging tax credits?	221 <input type="checkbox"/>	21
Is the corporation a non-resident-owned investment corporation claiming an allowable refund?	226 <input type="checkbox"/>	26 *
Does the corporation have any Canadian manufacturing and processing profits?	227 <input type="checkbox"/>	27
Is the corporation claiming an investment tax credit?	231 <input type="checkbox"/>	31
Is the corporation claiming any scientific research and experimental development (SR&ED) expenditures?	232 <input type="checkbox"/>	T661
Is the corporation subject to Part 1.3 tax?	233 <input type="checkbox"/>	33/34/35
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
Is the corporation claiming a surtax credit?	237 <input type="checkbox"/>	37
Is the corporation subject to gross Part VI tax on capital of financial institutions?	238 <input type="checkbox"/>	38
Is the corporation claiming a Part I tax credit?	242 <input type="checkbox"/>	42
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
Is the corporation agreeing to a transfer of the liability for Part VI.1 tax?	244 <input type="checkbox"/>	45
Is the corporation subject to Part II - Tobacco Manufacturers' surtax?	249 <input type="checkbox"/>	46
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
Is the corporation claiming a Canadian film or video production tax credit refund?	253 <input type="checkbox"/>	T1131
Is the corporation claiming a film or video production services tax credit refund?	254 <input type="checkbox"/>	T1177
Is the corporation subject to Part XIII.1 tax?	255 <input type="checkbox"/>	92 *

APPENDIX 33

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

Additional information

Is the corporation inactive?	280	1 Yes <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)	281	1 Yes <input type="checkbox"/>	2 No <input checked="" type="checkbox"/>
What is the corporation's major business activity? (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	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.	284	Distribution revenue	285 100.000 %
	286		287 %
	288		289 %
Did the corporation immigrate to Canada during the taxation year?	291	1 Yes <input type="checkbox"/>	2 No <input checked="" type="checkbox"/>
Did the corporation emigrate from Canada during the taxation year?	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 GIF	300	698,575	A
Deduct:			
Charitable donations from Schedule 2	311		
Gifts to Canada or a province, or a territory from Schedule 2	312		
Cultural gifts from Schedule 2	313		
Ecological gifts from Schedule 2	314		
Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3	320		
Part VI.1 tax deduction from Schedule 43 *	325		
Non-capital losses of preceding taxation years from Schedule 4	331		
Net capital losses of preceding taxation years from Schedule 4	332		
Restricted farm losses of preceding taxation years from Schedule 4	333		
Farm losses of preceding taxation years from Schedule 4	334		
Limited partnership losses of preceding taxation years from Schedule 4	335		
Taxable capital gains or taxable dividends allocated from a central credit union	340		
Prospector's and grubstaker's shares	350		
Subtotal			B
Subtotal (amount A minus amount B) (if negative, enter "0")		698,575	C
Add: Section 110.5 additions and/or subparagraph 115(1)(a)(vii) additions	355		D
Taxable income (amount C plus amount D)	360	698,575	
Income exempt under paragraph 149(1)(t)	370		
Taxable income for a corporation with exempt income under paragraph 149(1)(t) (line 360 minus line 370)			Z

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

Small business deduction

Canadian-controlled private corporations (CCPCs) throughout the taxation year

Income from active business carried on in Canada from Schedule 7 400 698,575 A

Taxable income from line 360 on page 3, **minus** 10/3 of the amount on line 632* on page 7, **minus** 3 times the amount on line 636** on page 7, and **minus** any amount that, because of federal law, is exempt from Part I tax 405 698,575 B

Calculation of the business limit:

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	365	
\$250,000 x	Number of days in the taxation year in 2004	=	2
	Number of days in the taxation year	365	
\$300,000 x	Number of days in the taxation year after 2004	=	300,000 3
	Number of days in the taxation year	365	
	Add amounts at line 1, 2, and 3		300,000 4

Business limit (see notes 1 and 2 below) 410 300,000 C

Notes: 1. For CCPCs that are not associated, enter the amount from line 4 on 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 on line 410.

Business limit reduction:

Amount C 300,000 X 415 *** D = 11,250 E

Reduced business limit (amount C minus amount E) (if negative, enter "0") 425 300,000 F

Small business deduction – 16% of whichever amount is the least: A, B, C, or F . 430 48,000 G
(enter amount G of line 9 on page 7)

Accelerated tax reduction

Canadian-controlled private corporations throughout the taxation year that claimed the small business deduction

Reduced business limit (amount from line 425) _____ x _____ = _____ a

Net active business income (amount from line 400)* _____ 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 _____ c

Deduct:

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

Amount c minus amount d (if negative, enter "0") _____ e

Amount a, b, or e above, whichever is less _____ 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 of the small business deduction, whichever is less _____ k

Total of amounts g, h, i, j, and k _____ 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

Taxable resource income [as defined in subsection 125.11(1)]		435	H
Amount H _____ x	Number of days in the taxation year in 2003		
	Number of days in the taxation year	365 x 1% =	I
Amount H _____ x	Number of days in the taxation year in 2004		
	Number of days in the taxation year	365 x 2% =	J
Amount H _____ x	Number of days in the taxation year in 2005		
	Number of days in the taxation year	365 x 3% =	K
Amount H _____ x	Number of days in the taxation year in 2006		
	Number of days in the taxation year	365 x 5% =	L
Amount H _____ x	Number of days in the taxation year after 2006		
	Number of days in the taxation year	365 x 7% =	M
Resource deduction – total of amounts I, J, K, L, and M		438	N
(enter amount N on line 10 of page 7)			

General tax reduction for Canadian-controlled private corporations

Canadian-controlled private corporations throughout the taxation year

Taxable income from line 360 page 3		698,575	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		300,000	F
Aggregate investment income from line 440 of page 6		G	
Amount used to calculate the accelerated tax reduction (amount m of page 4)			
	Subtotal	300,000	H
Amount A minus amount H (if negative, enter "0")		398,575	I
Amount I _____ x	Number of days in the taxation year in 2003		
	Number of days in the taxation year	365 x 5% =	J
Amount I _____ x	Number of days in the taxation year after 2003		
	Number of days in the taxation year	365 x 7% =	K
General tax reduction for Canadian-controlled private corporations - total of amounts J and K		27,900	L
(enter amount L on line 638 of page 7)			

General tax reduction

Corporations other than a Canadian-controlled private corporation, an investment corporation, a mortgage investment corporation, or a mutual fund corporation

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

Refundable portion of Part I tax

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 % =
(Amount O from Part 1 of Schedule 7) (if negative, enter "0") **B**

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

Taxable income from line 360 on page 3 **698,575**

Deduct:

Amount on line 400, 405, 410, or 425 on page 4,
whichever is the least **300,000**

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

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

 300,000 ▶ **300,000**
 398,575 X 26 2/3% = **106,287 D**

Part I tax payable minus investment tax credit refund
(line 700 minus line 780 on page 8) **127,525**

Deduct: Corporate surtax from line 600 of page 7 **7,824**

Net amount **119,701** ▶ **119,701 E**

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

Refundable dividend tax on hand

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

Deduct: Dividend refund for the previous taxation year **465**
 ▶ **G**

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**

 ▶ **H**

Refundable dividend tax on hand at the end of the taxation year - Amount G **plus** amount H **485** **0**

Dividend refund

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

Taxable dividends paid in the taxation year from line 460 on page 2 of
Schedule 3 X 1/3 **I**

Refundable dividend tax on hand at the end of the taxation year from line 485 above **J**

Dividend refund – Amount I or J, whichever is less (enter this amount on line 784 of 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 33

550265,459 **A****Corporate surtax calculation**

Base amount from line A above

265,459 **1****Deduct:**

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

69,858 **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 amount a, b, or c below on line 6, whichever is the least:

28% of taxable income from line 360 on page 3

a

28% of taxed capital gains

b

Part I tax otherwise payable

(line A **plus** line C and D **minus** line F)119,701 **c****6**

Total of lines 2 to 6

69,858 **7**

Net amount (line 1 minus line 7)

195,601 **8****Corporate surtax** - 4% of the amount on line 8**600**7,824 **B**

Recapture of investment tax credit from line PPP in Part 21 of Schedule 31

602**C****Calculation for the refundable tax on Canadian-controlled private corporation's (CCPC) investment income**
(if it was a CCPC throughout the taxation year)

Aggregate investment income from line 440 on page 6

i

Taxable income from line 360 on page 3

698,575

Deduct:Amount on line 400, 405, 410, or 425 of page 4,
whichever is the least

300,000

Net amount

398,575 **▶**398,575 **ii****Refundable tax on CCPC's investment income** - 6 2/3% of whichever is less: amount i or ii**604****D**

Subtotal (add lines A, B, C, and D)

273,283

E**Deduct:**

Small business deduction from line 430 on page 4

48,000 **9**

Federal tax abatement

608

69,858

Manufacturing and processing profits deduction from amount BB or amount RR
of Schedule 27**616**

Investment corporation deduction

620(taxed capital gains **624**)

Additional deduction - credit unions from Schedule 17

628

Federal foreign non-business income tax credit from Schedule 21

632

Federal foreign business income tax credit from Schedule 21

636

Accelerated tax reduction from amount n of page 4

637

Resource deduction from line 438 of page 5

10

General tax reduction for CCPCs from amount L on page 5

638

27,900

General tax reduction from amount V on page 5

639

Federal logging tax credit from Schedule 21

640

Federal political contribution tax credit

644

Federal political contributions

646

Federal qualifying environmental trust tax credit

648

Investment tax credit from Schedule 31

652

Subtotal

145,758 **▶**145,758 **F****Part I tax payable** - Line E **minus** line F (enter amount G on line 700 of page 8)127,525 **G**

Summary of tax and credits

Federal tax

Part I tax payable from page 7	700	127,525
Part I.3 tax payable from Schedule 33, 34, or 35	704	
Part II surtax tax payable from Schedule 46	708	
Part IV tax payable from Schedule 3	712	
Part IV.1 tax payable from Schedule 43	716	
Part VI tax payable from Schedule 38	720	
Part VI.1 tax payable from Schedule 43	724	
Part XIII.1 tax payable from Schedule 92	727	
Part XIV tax payable from Schedule 20	728	
Total federal tax		127,525

Add provincial and territorial tax:

Provincial or territorial jurisdiction **750 ON**
(if more than one jurisdiction, enter "multiple" and complete Schedule 5)

Net provincial and territorial tax payable (except Quebec, Ontario and Alberta) **760**
Provincial tax on large corporations (New Brunswick and Nova Scotia) **765**

Total tax payable **770** 127,525 A

Deduct other credits:

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

Refund Code **894** Overpayment

Balance (line A minus line B) 127,525 B

Direct Deposit Request

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

☐ Start ☐ Change information **910**
Branch number
914 Institution number **918** Account number

If the result is negative, you have an **overpayment**.

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

Enter the amount on whichever line applies.

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

Balance unpaid 127,525

Enclosed payment **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?

896 1 Yes ☐ 2 No ☒ NA ☐

Certification

950 Lalonde **951** Michael **954** Manager
Surname First name Position, office or rank
955 2006/06/29 **956** (705) 429-2517
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 Name **959** () -
Telephone number

Language of correspondence - Langue de correspondance

990 Language of choice/Langue de choix 1 English / Anglais ☒ 2 Français / French ☐

APPENDIX 33

- 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

A413,996

Add:

Provision for income taxes - current	101	216,652	
Interest and penalties on taxes	103	5,896	
Amortization of tangible assets	104	582,125	
Income/loss for tax purposes - joint ventures/partnerships	109	(419)	
Total of fields 101 to 199	500	804,254	804,254

Deduct:

Capital cost allowance - Schedule 8	403	395,626	
Cumulative eligible capital deduction - Schedule 10	405	1,274	
Tax reserves claimed in current year - Schedule 13	413	76,671	
Total of fields 300 to 394	499	46,104	
Total of fields 401 to 499	510	519,675	519,675

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

698,575

Deduct:

Other deductions:

700 Amortization Of Contributions In Aid Of Construction	390	46,104	
Total of fields 300 to 394 (Enter this amount at line 499)		46,104	

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	767,244					767,244	4	30,690			736,554
1	8,622,651					8,622,651	4	344,906			8,277,745
47		500,750			250,375	250,375	8	20,030			480,720
Totals	9,389,895	500,750			250,375	9,640,270		395,626			9,495,019

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

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

Name	Country (if not Canada) 200	Business # (Canadian corporation only) 300	Code note 1 400	Common shares		Preferred shares		Book value of capital stock 3
				# owned	% owned	# owned	% owned	
Wasaga Resource Services Inc.		86758 4724 RC 0001	3					
Geosands Inc.		86673 1441 RC 0001	1	100	100.000			2,745,596
Wasaga Genco Inc.		NR	3					
The Corporation of the Town of Wasaga Beach		10810 1577 RC 0001	4					100
Note 1 : Enter the code number of the relationship that applies: 1- Parent 2 - Subsidiary 3 - Associated 4 - Related, but not associated								

APPENDIX

APPENDIX 33			
Assets	Code	Current year	Prior year
Cash and deposits	1000		
Accounts Receivable	1060	2,097,641	1,886,069
Due from / investment in related parties	1400	348,919	
Other current assets	1480	(845,999)	(440,808)
Taxes recoverable / refundable	1483	31,359	85,622
Land	1600	508,704	508,716
Buildings	1680	982,607	982,607
Machinery, equipment, furniture and fixtures	1740	15,868,499	15,075,583
Accumulated amortization of machinery, equipment, furniture and fixtures	1741	(8,075,440)	(7,493,314)
Other tangible capital assets	1900	(1,106,495)	(859,656)
Accumulated amortization of other tangible capital assets	1901	(3,634)	(3,634)
Other long term assets	2420	966,052	441,961
Total assets	2599	10,772,213	10,183,146

Liabilities	Code	Current year	Prior year
Bank overdraft	2600		
Amounts payable and accrued liabilities	2620	322,126	289,887
Due to related parties	2860		20,797
Other current liabilities	2960	72,062	32,456
Due to related parties	3300	3,593,269	3,593,269
Other long term liabilities	3320	124,022	
Total liabilities	3499	4,111,479	3,936,409

Equity	Code	Current year	Prior year
Common shares	3500	100	100
Contributed and other surplus	3540	5,232,969	5,232,969
Retained earnings / deficit	3600	1,427,665	1,013,668
Total equity	3620	6,660,734	6,246,737
Total liabilities and equity	3640	10,772,213	10,183,146

Retained earnings	Code	Current year	Prior year
Retained earnings/deficit-start	3660	1,013,669	690,873
Net income / loss	3680	413,996	322,795
Total retained earnings	3849	1,427,665	1,013,668

APPENDIX 33
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	11,390,456	9,897,888
Total sales of goods and services	8089	11,390,456	9,897,888
Investment revenue	8090	113,754	23,370
Other revenue	8230	122,964	36,041
Total revenue	8299	11,627,174	9,957,299

Cost of sales	Code	Current year	Prior year
Opening inventory	8300		
Purchases / cost of materials	8320	8,556,211	7,001,864
Direct wages	8340		3,660
Other direct costs	8450		1,830
Cost of sales	8518	8,556,211	7,007,354
Gross profit / loss (item 8089 - item 8518)	8519	2,834,245	2,890,534

Operating expenses	Code	Current year	Prior year
Advertising and promotion	8520	84,215	125,604
Amortization of tangible assets	8670	582,125	553,977
Interest and bank charges	8710	266,408	260,347
Repairs and maintenance	8960		271
Salaries and wages	9060	49,640	39,350
Sub-contracts	9110	22,668	17,030
Other expenses	9270	1,435,259	1,375,442
Total operating expenses	9367	2,440,315	2,372,021
Total expenses	9368	10,996,526	9,379,375
Net non-farming income	9369	630,648	577,924

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	630,648	577,924

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 -	216,652	255,129
Future income tax provision	9995 -	-	
Net income / loss after taxes and extraordinary items	9999 =	413,996	322,795

- APPENDIX 33

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

Part 1 – Accounting practitioner information

Does the accounting practitioner have a professional designation?

095

☒ Yes

☐ No

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.

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

Part 2 – Type of involvement

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

198

Completed an auditor's report

1

☒

Completed a review engagement report

2

☐

Conducted a compilation engagement

3

☐

Part 3 – Reservations

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

Has the accounting practitioner expressed a reservation?

099

☐ Yes

☒ No

Part 4 – Other information

Were notes to the financial statements prepared?

101

☒ Yes

☐ No

If Yes , 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 Yes , complete line 109 below:

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

109

☐ Yes

☐ No

Tax instalments paid

APPENDIX 33

Jurisdiction	Description	Date	Amount
Ontario			264,850
Federal			
Total			264,850

* Enter Québec instalments paid on form CO-1027.VE

Summary by jurisdiction

Federal		Manitoba	
British Columbia		Ontario	264,850
Alberta			
Saskatchewan			

Instalment base

Federal tax instalments

Year-end	Estimate for current year 2006/12/31	First instalment base 2005/12/31	Second instalment base 2004/12/31
Taxable income		698,575	726,980
Base amount of Part I tax		265,459	276,252
Corporate surtax		7,824	8,142
Refundable tax on CCPC's investment income			
Small business deduction		48,000	40,000
Federal tax abatement		69,858	72,698
Manufacturing and processing profits deduction			
Foreign tax credits			
Tax reductions		27,900	33,389
Political contribution tax credit			
Investment tax credit			
Other credits			
Part I tax payable		127,525	138,307
Part I.3 tax payable			
Part VI tax payable			
Part VI.1 tax payable			
Net provincial or territorial tax payable			
Total tax payable		127,525	138,307
Days in taxation year	365	365	365
Tax payable adjusted for short taxation years		127,525	138,307
Estimated credits for the current year:			
Investment tax credit refund			
Dividend refund			
Other			
Total estimated credits			
Instalment base		127,525	138,307
Monthly payment		10,627	11,526

Instalment payment options

- ☐ 1. based on estimated taxes for the current year
☒ 2. based on the first instalment base

- ☐ 3. based on the first and second instalment base
☐ 4. instalments are not required

Instalment payments

Date	Instalments required	Instalments paid	Instalments payable
2006/01/31	10,627		
2006/02/28	10,627		
2006/03/31	10,627		
2006/04/30	10,627		
2006/05/31	10,627		
2006/06/30	10,627		63,762
2006/07/31	10,627		10,627
2006/08/31	10,627		10,627
2006/09/30	10,627		10,627
2006/10/31	10,627		10,627
2006/11/30	10,627		10,627
2006/12/31	10,627		10,627
Total	127,524		127,524

Related and Associated Corporations Summary

		Corporation #1	Corporation #2	Corporation #3	Total
Corporation name		Wasaga Distribution Inc.	Wasaga Resource Services Inc.	Geosands Inc.	
Business number		86673 1649 RC 0001	86758 4724 RC 0001	86673 1441 RC 0001	
Taxation year end		2005/12/31	2005/12/31	2005/12/31	
Federal					
Schedule 9	# of common shares owned			100	100
	% of common shares owned			100.000	100.000
	# of preferred shares owned				
	% of preferred shares owned				
	Book value of capital stock			2,745,596	2,745,696
Schedule 23	Business limit (before allocation)	300,000	300,000	300,000	1,200,000
	% of the business limit	100.000			100.000
	Allocation of the business limit	300,000			300,000
Schedule 49	Allocation of SR&ED expenditure limit				
Capital tax					
Schedule 36	Allocation of capital deduction	50,000,000			50,000,000
Schedule 39	Allocation of capital deduction	200,000,000			200,000,000
Schedule 343	Allocation of capital deduction	5,000,000			5,000,000
Schedule 362	Allocation of capital deduction	5,000,000			5,000,000
Alberta					
AT1 Schedule 1	% of business limit	100.000			100.000
	Allocation of the base amount	200,000			200,000
AT1 Schedule 6	Allocation of Crown royalty shelter	2,000,000			2,000,000
Ontario					
OMinimum	Total assets	10,772,213	7,038,021		17,810,334
	Total revenue	11,627,174	1,815,839		13,443,013
OSurtax	Taxable income	698,575	199,889		898,464
CT21	Taxable capital	12,006,813	3,749,321		15,756,134
Schedule 591	Allocation of net deduction				
OITC	Allocation of OITC expenditure limit				
Québec					
CO-1137.E	% of the \$1,000,000 deduction	100.0000			100.0000
	Paid-up capital	6,246,737			6,246,737
CO-737.18.18	Paid-up capital	6,246,737			6,246,737
CO-1138.1	Allocation of farming and fishing deduction				
RD-1029.7	Assets	10,772,213			10,772,213
RD-1029.7.8	Allocation of SR&ED expenditure limit	2,000,000			2,000,000
	% of the business limit	100.000			100
Manitoba					
MCT1	Allocation of capital deduction	5,000,000			5,000,000
British Columbia					
Schedule F	Net paid-up capital				
	BC paid-up capital				

Related and Associated Corporations Summary

		Corporation #4	Corporation #5	Corporation #6	Total
Corporation name		Wasaga Genco Inc.	The Corporation of the Town of Wasaga Beach		
Business number		NR RC	10810 1577 RC 0001	RC	
Taxation year end		2005/12/31	2005/12/31		
Federal					
Schedule 9	# of common shares owned				100
	% of common shares owned				100.000
	# of preferred shares owned				
	% of preferred shares owned				
	Book value of capital stock		100		2,745,696
Schedule 23	Business limit (before allocation)	300,000			1,200,000
	% of the business limit				100.000
	Allocation of the business limit				300,000
Schedule 49	Allocation of SR&ED expenditure limit				
Capital tax					
Schedule 36	Allocation of capital deduction				50,000,000
Schedule 39	Allocation of capital deduction				200,000,000
Schedule 343	Allocation of capital deduction				5,000,000
Schedule 362	Allocation of capital deduction				5,000,000
Alberta					
AT1 Schedule 1	% of business limit				100.000
	Allocation of the base amount				200,000
AT1 Schedule 6	Allocation of Crown royalty shelter				2,000,000
Ontario					
OMinimum	Total assets	100			17,810,334
	Total revenue				13,443,013
OSurtax	Taxable income				898,464
CT21	Taxable capital				15,756,134
Schedule 591	Allocation of net deduction				
OITC	Allocation of OITC expenditure limit				
Québec					
CO-1137.E	% of the \$1,000,000 deduction				100.0000
	Paid-up capital				6,246,737
CO-737.18.18	Paid-up capital				6,246,737
CO-1138.1	Allocation of farming and fishing deduction				
RD-1029.7	Assets				10,772,213
RD-1029.7.8	Allocation of SR&ED expenditure limit				2,000,000
CO-771.1.3.V	% of the business limit				100
	Allocation of the business limit				
Manitoba					
MCT1	Allocation of capital deduction				5,000,000
British Columbia					
Schedule F	Net paid-up capital				
	BC paid-up capital				