EXHIBIT 6: REVENUE REQUIREMENT AND REVENUE DEFICIENCY OR SUFFICIENCY

2024 Cost of Service

InnPower Corporation EB-2023-0033



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OEB Chapter 2 Appendices Mapped to InnPower COS Application

OEB Filing Requirements Mapping Exhibit 6

OEB	Chapter 2 Filing Requirements: Heading/Sub-Heading	InnPow	er Corporation Application: Heading/Sub-Heading
2.6	Exhibit 6: Revenue Requirement and Revenue Deficiency or Sufficiency	6.0	Exhibit 6: Revenue Requirement and Revenue Deficiency or Sufficiency
2.6.1	Revenue Requirement Work Form	6.1.1	Revenue Requirement & Revenue Deficiency or Sufficiency
2.6.2	Taxes or Payments in Lieu of Taxes (PILs) and Property Taxes	6.2.1	Payment in Lieu of Taxes
2.6.2.1	Income Taxes or PILs	6.2.1	Payment in Lieu of Taxes
2.6.2.2	Other Taxes	6.2.1	Payment in Lieu of Taxes
2.6.2.3	Non-recoverable and Disallowed Expenses	6.2.1	Payment in Lieu of Taxes
2.6.3	Other Revenue	6.3.1	Other Revenue



6-1-1 REVENUE REQUIREMENT & REVENUE DEFICIENCY OR SUFFICIENCY

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1. INTRODUCTION

- This Exhibit provides a summary of the revenue requirement being requested by InnPower for 2024 to continue to deliver electricity to its customers safely and reliably. InnPower's total Service
- 7 Revenue Requirement is offset by revenues obtained by sources other than distribution rates (i.e.,
- 8 other revenue).

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- As directed in the Chapter 2 Filing Requirements for Electricity Distribution Rate Applications, the
- calculation of the revenue deficiency/sufficiency does not include the recovery of deferral and
- variance accounts (outlined in Exhibit 9-3-1: Disposition of Deferral and Variance Accounts), Low
- Voltage Charges (outlined in Exhibit 8-6-1: Low Voltage Service Rates), or costs and revenues
- 14 related to the Cost of Power.

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- Details on existing and projected distribution revenue at existing rates using forecasted 2024 kWh
- 17 consumption and demand kW volumes are presented in Exhibit 8-10-1 and replicated below.
- 18 Other revenues presented in Exhibit 6-3-1 set out distribution revenues at 2023 Bridge Year and
- 19 2024 Test Year volumes.

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1.1 Proposed Revenue Requirement

- 22 The 2024 Service Revenue Requirement, which represents the amount of money that a utility
- 23 must receive from its customers to cover its costs, operating expenses, taxes, interest paid on
- debts owed to investors and, if applicable, a deemed return (profit) is calculated as \$16,216,303.
- The Base Revenue Requirement when considering revenue offsets is calculated as \$14,532,752.

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- 27 The table below presents InnPower's proposed Base Revenue Requirement as calculated in the
- OEB's Revenue Requirement Work Form, which is being filed with this application. It is also
- 29 presented in Appendix 6-1-1 (A) of this Exhibit.





Table 6-1: Summary of Test Year Revenue Requirement

Particulars	2024 Test Year	Reference
OM&A Expenses	8,327,618	Exhibit 4
Depreciation Expense	2,884,603	Exhibit 2
Property Taxes	129,180	4.1.5
Total Distribution Expenses	11,341,401	
Regulated Return On Capital	4,621,661	Exhibit 5
Grossed up PILs	253,241	6.2.1
Service Revenue Requirement	16,216,303	
Less: Revenue Offsets	(1,683,551)	6.3.1
Base Revenue Requirement	14,532,752	

1.2 Statement of Rate Base

InnPower Corporation's Rate Base represents the average balance of opening and closing balances for net capital assets in service, plus 7.5% of the cost of power and controllable operating expenses for the 2024 Test Year. InnPower Corporation's total Rate Base calculation for the 2024 Test Year is \$76,786,731.

Table 6-2: Rate Base and Working Capital from RRWF Model

Particulars	2024 Test Year
Gross Fixed Assets (average)	96,234,337
Accumulated Depreciation (average)	(22,456,566)
Net Fixed Assets (average)	73,777,771
Allowance for Working Capital	3,008,960
Total Rate Base	76,786,731

Additional details for the calculation of rate base and working capital can be found in Exhibit 2.



1.3 Return on Rate Base

1.3.1 Requested Return

InnPower Corporation has utilized the Cost of Capital Parameters as per the OEB for 2024 Applications, with the exception of the long-term debt rate where InnPower has utilized the actual interest rate for existing and proposed loans (more details are found in Exhibit 5). The OEB's Rate of Return and InnPower's Requested Rate of Return have been calculated for the 2024 Test Year and are set out in the tables below. InnPower is requesting a return on Rate Base in the amount of \$4,621,661 (6.02% of rate base).

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Table 6-3: Summary of Rate of Return Requested for 2024 Test Year

	Capitalization Ratio	Capitalization Ratio	Cost Rate	Requested Return
Particulars	%	\$	%	\$
Debt				
Long-term Debt	56.00%	43,000,570	3.72%	1,599,643
Short-term Debt	4.00%	3,071,469	4.79%	147,123
Total Debt	60.00%	46,072,039	3.79%	1,746,766
Equity				
Common Equity	40.00%	30,714,693	9.36%	2,874,895
Preferred Shares	0.00%	0	0.00%	0
Total Equity	40.00%	30,714,693	9.36%	2,874,895
Total	100.00%	76,786,731	6.02%	4,621,661

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1.3.2 Indicated Return

InnPower's Indicated Return is 5.62%, which is calculated as net income (\$2,567,228) plus deemed interest expense (\$1,746,766) divided by the Utility Rate Base (\$76,783,731). The rate is slightly below the requested 6.02%, due to the \$418,595 deficiency in income.



1 1.3.3 Actual Return

- The following tables provide the Actual Return on Rate Base from the 2017 OEB Approved to 2024 Test Year using the 2017 OEB
- 3 approved rates.

Table 6-4: Summary of Rate of Return from 2017 OEB Approved to 2019 Actuals

			2017 OEB Approved		2017		2018		2019	
	Capitalization Ratio	Cost Rate	Capitalization Ratio	Return	Capitalization Ratio	Return	Capitalization Ratio	Return	Capitalization Ratio	Return
Particulars	%	%	\$	\$	\$	\$	\$	\$	\$	\$
Debt				200						
Long-term Debt	56.00%	3.57%	29,447,499	1,051,276	29,514,261	1,053,659	30,405,388	1,085,472	31,211,451	1,114,249
Short-term Debt	4.00%	1.76%	2,103,393	37,020	2,108,161	37,104	2,171,813	38,224	2,229,389	39,237
Total Debt	60.00%	2.07%	31,550,892	1,088,295	31,622,422	1,090,763	32,577,201	1,123,696	33,440,840	1,153,486
Equity				8						
Common Equity	40.00%	8.78%	21,033,928	1,846,779	21,081,615	1,850,966	21,718,134	1,906,852	22,293,894	1,957,404
Preferred Shares	0.00%	0.00%	0	0	0	0		0	0	0
Total Equity	40.00%	3.51%	21,033,928	1,846,779	21,081,615	1,850,966	21,718,134	1,906,852	22,293,894	1,957,404
Total	100.00%	5.58%	52,584,820	2,935,074	52,704,037	2,941,729	54,295,335	3,030,548	55,734,734	3,110,890



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Table 6-5: Summary of Rate of Return from 2020 Actuals to 2023 Bridge Year

		2020		2021		2022		2023		
	Capitalization Ratio	Cost Rate	Capitalization Ratio	Return	Capitalization Ratio	Return	Capitalization Ratio	Return	Capitalization Ratio	Return
Particulars	%	%	\$	\$	\$	\$	\$	\$	\$	\$
Debt										
Long-term Debt	56.00%	3.57%	32,505,889	1,160,460	34,143,221	1,218,913	35,753,770	1,276,410	39,088,252	1,395,451
Short-term Debt	4.00%	1.76%	2,321,849	40,865	2,438,801	42,923	2,553,841	44,948	2,792,018	49,140
Total Debt	60.00%	2.07%	34,827,738	1,201,325	36,582,022	1,261,836	38,307,611	1,321,357	41,880,270	1,444,590
Equity										
Common Equity	40.00%	8.78%	23,218,492	2,038,584	24,388,015	2,141,268	25,538,407	2,242,272	27,920,180	2,451,392
Preferred Shares	0.00%	0.00%	0	0	0	0	0	0	0	0
Total Equity	40.00%	3.51%	23,218,492	2,038,584	24,388,015	2,141,268	25,538,407	2,242,272	27,920,180	2,451,392
Total	100.00%	5.58%	58,046,230	3,239,908	60,970,037	3,403,104	63,846,018	3,563,629	69,800,450	3,895,982

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1 1.4 Determination of Net Income and Calculation of Revenue Deficiency or Sufficiency

- 2 InnPower Corporation's existing rates are based on the Board-approved rates in 2017 following
- a Cost of Service rate application (EB-2016-0085), and five adjustments to its base distribution
- 4 rates in 2019 to 2023 (Bridge Year) under the Board's Generation Incentive Regulation
- 5 Mechanism. Please note, there was no IRM application filed for 2018, as the 2017 rates were
- 6 delayed until May 2018. The current (2023) rates were approved in InnPower's IRM application
- 7 (EB-2022-0081).

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- 9 The determination of net income includes:
- Distribution revenue at current and approved rates (Exhibit 8-10-1)
- Other Operating Revenue Offsets (Exhibit 6-3-1)
- Operating Expenses (Exhibit 4)
- Deemed Interest Expense (Exhibit 5-1-1)
- PILS (Exhibit 6-2-1)

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- With the 6.02% requested rate of return, InnPower Corporation's grossed up revenue deficiency
- under the current distribution rates is \$418,595.

- A detailed calculation presented in Table 6-6 outlines the Revenue Deficiency calculation for the
- 20 2024 Test Year at Proposed Rates using the InnPower's current approved distribution rates. The
- table presented at the next page is an excerpt from the Revenue Requirement Work Form.



Table 6-6: 2024 Revenue Deficiency from RRWF Model

Particulars	At Current Approved Rates	At Proposed Rates
Revenue Deficiency from Below		418,595
Distribution Revenue	14,114,157	14,114,156
Other Operating Revenue Offsets - net	1,683,551	1,683,551
Total Revenue	15,797,708	16,216,302
Operating Expenses	11,341,401	11,341,401
Deemed Interest Expense	1,746,766	1,746,766
Total Cost and Expenses	13,088,167	13,088,167
Utility Income Before Income Taxes Tax Adjustments to Accounting	2,709,541	3,128,135
Income per PILs model	-2,172,511	-2,172,511
Taxable Income	537,030	955,625
Income Tax Rate	26.50%	26.50%
Income Tax on Taxable Income	142,313	253,241
Income Tax Credits	0	0
Utility Net Income	2,567,228	2,874,895
Utility Rate Base	76,786,731	76,786,731
Deemed Equity Portion of Rate Base	30,714,693	30,714,693
Income/(Equity Portion of Rate Base)	8.36%	9.36%
Target Return - Equity on Rate Base	9.36%	9.36%
Deficiency/Sufficiency in Return on Equity	-1.00%	0.00%
Indicated Rate of Return	5.62%	6.02%
Requested Rate of Return on Rate Base	6.02%	6.02%
Deficiency/Sufficiency in Rate of Return	-0.40%	0.00%
Target Return on Equity	2,874,895	2,874,895
Revenue Deficiency/(Sufficiency)	307,667	-0
Gross Revenue Deficiency/(Sufficiency)	418,595	



1.5 Summary of Revenue Requirement

- 2 The following table reflects InnPower Corporation's Revenue Requirement trend from the 2017
- 3 OEB Approved through to the 2024 Test year.

5 Table 6-7: Summary of Revenue Requirement Trends

Particulars	2017 Approved	2017 Actual	2018 Actual	2019 Actual	2020 Actual	2021 Actual	2022 Actual	2023 Bridge Year	2024 Test Year
OM&A Expenses	5,316,777	6,013,193	5,782,892	5,639,861	6,263,125	6,458,123	7,024,755	7,522,942	8,327,618
Depreciation Expense	2,699,369	2,044,808	2,098,193	2,167,218	2,329,476	2,526,628	2,682,607	2,703,163	2,884,603
Property Taxes	110,950	79,425	83,031	93,163	120,263	119,329	118,834	125,400	129,180
Total Distribution Expenses	8,127,096	8,137,427	7,964,116	7,900,243	8,712,863	9,104,080	9,826,197	10,351,505	11,341,401
Regulated Return On Capital	2,934,967	2,941,729	3,030,548	3,110,890	3,239,908	3,403,104	3,563,629	3,895,982	4,621,661
Grossed up PILs	149,534	89,501	697,959	774,952	(280, 164)	154,976	291,394	2,031,054	253,241
Service Revenue Requirement	11,211,597	11,168,656	11,692,623	11,786,085	11,672,608	12,662,159	13,681,221	16,278,541	16,216,303
Less: Revenue Offsets	(1,094,472)	(237,596)	(1,593,984)	(1,715,776)	(1,054,661)	(962,468)	(1,467,220)	(1,564,759)	(1,683,551)
Base Revenue Requirement	10,117,125	10,931,061	10,098,640	10,070,309	10,617,947	11,699,691	12,214,001	14,713,782	14,532,752

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- As can be seen from the table above, there is an upward trend in the revenue requirement from the 2017 OEB approved to the 2024 Test Year. Key drivers to the increase are as follows:
 - Customer growth and demand (as outlined in Exhibit 3 Load Forecast).
 - Increased capital requirements (as outlined in InnPower Corporation's DSP and detailed in Exhibit 2-5-3 and in Exhibit 2-5-1 Capital Expenditure and In-Service Addition Summary))
 - Increase in OM&A expense as outlined in Exhibit 4
- Increase in Depreciation as outlined in Exhibit 2

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1.6 Revenue Deficiency Analysis and Drivers

- 18 The table below is a summary of the 2017 OEB Approved compared to the 2024 Test Year
- 19 Revenue Requirement which is followed by an explanation for each item that gives rise to the
- 20 \$418,595 deficiency.

- The amount is net of price differentials captured in RSVAs and net of any costs associated with
- 23 Low Voltage charges. InnPower does not have distribution expenditures/revenues being
- tracked through approved deferral and variance accounts for certain distribution assets.



Table 6-8: Revenue Requirement Work Form

		0004	Total Change		
Particulars	2017 OEB Approved	2024 Proposed Test Year	2017 Approved to 2024 Test	Change	
Rate Base					
Average Fixed Assets	50,270,805	73,777,771	23,506,966	47%	
Cost of Power	25,599,739	31,662,671	6,062,932	24%	
Operating Expenses	5,253,792	8,456,798	3,203,006	61%	
Working Capital	30,853,531	40,119,469	9,265,938	30%	
	7.50%	7.50%			
Working Capital Allowance	2,314,015	3,008,960	694,945	30%	
Total Rate Base	52,584,820	76,786,731	24,201,912	46%	
Cost of Capital					
Return on Equity	1,846,779	2,874,895	1,028,116	56%	
Deemed Interest Expense	1,088,295	1,746,766	658,471	61%	
	2,935,074	4,621,661	1,686,587	57%	
Operating Expenses					
Depreciation	2,699,369	2,884,603	185,234	7%	
OM&A Expenses	5,316,777	8,327,618	3,010,841	57%	
PILs (grossed up)	149,534	253,241	103,707	69%	
Property Taxes	110,950	129,180	18,230	16%	
	8,276,630	11,594,641	3,318,011	40%	
Revenue Requirement					
Service Revenue Requirement	11,211,704	16,216,303	5,004,598	45%	
Other Revenues	(1,094,472)	(1,683,551)	(589,079)	54%	
Base Revenue Requirement	10,117,232	14,532,752	4,415,519	44%	

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The \$418,595 deficiency in the Revenue Requirement from the 2017 OEB approved to the 2024 Test Year are explained based on the following:

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14,532,752

418,595

2.97%

418,596

418,595

3%

• Increase of 46% in Rate Base, as a result of:

Revenue at Current Rates

Requested Rate Increase %

Revenue Deficiency

- Increase of \$23M in Average Net Fixed Assets. This is a 47% change from the 2017 OEB approved amount. InnPower continues to make significant capital expenditures to service growth in the territory and replace aging infrastructure. Details on capital expenditures can be found in Exhibit 2.
- Increase of \$9.2M in Working Capital. This is a 30% change from the 2017 OEB approved amount. InnPower projects a 30% increase in total customers and a



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22% in kWh consumption from the 2017 OEB approved to the 2024 Test Year. which results in a significant increase in Cost of Power. InnPower will continue to use the working capital factor of 7.5%. Details on rate base and working capital can be found in Exhibit 2.

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- Increase of \$1.0M of Return on Equity. This is a 56% increase from the 2017 OEB approved amount. InnPower has significantly increased rate base by \$24M, as well as requesting an increase in the Return on Equity rate from the OEB approved amount of 8.78% in 2017 to 9.36% in 2024. Details can be found in Exhibit 5.
- Increase of \$658k of Deemed Interest. This is a 61% increase from the 2017 OEB approved amount. InnPower has significantly increased rate base by \$24M, as well as requesting an increase in the Deemed Interest rate from the OEB approved amount of 3.45% in 2017 to 3.79% in 2024. Details can be found in Exhibit 5.
- Increase of \$185k of Depreciation. This is a 7% increase from the 2017 OEB approved amount. Despite InnPower has making significant in-service capital additions from 2017 to 2024, the change in depreciation is insignificant. As InnPower collects a significant amount of capital contributions, the depreciation expense has been offset by a substantial amount of deferred revenue, resulting in a marginal increase. Details can be found in Exhibit 2.
- Increase of \$3.0M of OM&A. This is a 57% increase from the 2017 OEB approved amount. Details can be found in Exhibit 4. In summary this is a result of:
 - Increased costs to maintain the distribution system and associated reliability metrics.
 - A net increase in FTE count of approximately 30 over the 2017 figure (73 in 2024) versus 43 in 2017).
 - New hires brought on in 2023 and 2024 to support the growing customer base and capital plan.
 - Significant inflationary increases from economic forces.
- Increase of \$103k of PILS. This is a 69% increase from the 2017 OEB approved amount. As a result of an increase in taxable income, PILS has also increased. Details can be found in Exhibit 4.



- Increase of \$18k of Property Taxes. This is a 16% increase from the 2017 OEB approved amount. Property taxes are outside the control of InnPower. Details can be found in Exhibit 4.
- Increase of \$589k in Other Revenue. This is a 54% increase from the 2017 OEB approved amount. InnPower has increased revenue from shared services, rental revenues and recoverable work from 2017. Details can be found in 6-3-1.

More details can be found in the Revenue Requirement Work Form ("RRWF"). InnPower Corporation has filed, in PDF and Microsoft Excel versions of the RRWF for the 2024 Test Year.

1.7 2023 Forecasted Revenue at Existing Rates

The following table details the 2023 forecasted revenue at exiting rates based on the projected customer and volume of consumption in the load forecast. The total revenue for 2023 is forecasted at \$13,701,411.

Table 6-9: 2023 Forecasted Revenue at Existing Rates

			Consur	mption	(Current Rate	s			
	Units	Average Customers / Connections	kWh	kW	Monthly Service Charge	Volur	metric	Rev at current Fixed Rate	Rev at current Var Rate	Total
					Offarge	kWh	kW			
Residential	kWh	19,346	185,255,263	-	\$48.13	\$0.0000		\$11,173,664	\$0	\$11,173,664
GS<50 kW	kWh	1,284	44,741,760	-	\$46.24	\$0.0112		\$712,702	\$501,108	\$1,213,810
GS 50 to 4999 kW	kW	79		150,019	\$236.52		\$4.7930	\$223,122	\$697,223	\$920,345
Sentinel Lighting	kW	149		266	\$15.08		\$68.7371	\$26,937	\$18,297	\$45,234
Street Lighting	kW	4,171		2,524	\$4.61		\$31.8708	\$230,727	\$80,452	\$311,179
Unmetered Scattered Load	kWh	72	444,471		\$14.31	\$0.0241		\$12,341	\$10,712	\$23,052
Embedded Distributor	kW	1		2,355	\$236.52		\$4.7930	\$2,838	\$11,287	\$14,125
TOTAL			230,441,495	155,164				\$12,382,331	\$1,319,080	\$13,701,411

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6-2-1 PAYMENT IN LIEU OF TAXES

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1. INTRODUCTION

InnPower is required to make payments in lieu of income taxes ("taxes") based on its taxable income. InnPower files Federal/Provincial tax returns annually.

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There have been no special circumstances that would require specific tax planning measures to minimize taxes payable.

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- InnPower has been selected for an audit of its 2018 and 2019 Provincial tax returns by the Canada
- 11 Revenue Agency. No or immaterial adjustments are expected once the audit is complete. There
- are no outstanding reassessments or disputes relating the tax returns filed by InnPower.

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1.1 PILS TAX WORKFORM

- 15 InnPower has used the OEB PILs Tax WorkForm model to calculate the amount of taxes for
- inclusion in its 2024 rates. PILs have been calculated under MIFRS accounting policies.
- 17 InnPower's taxes for the 2024 Test Year amount to \$253,241.

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InnPower confirms that it has use of the stand-alone principle when determining PILs amounts and has verified the following information:

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- It has exercised sound tax planning and that for rate setting purposes, it maximized tax credits and take the maximum deductions allowed if it made sense for the utility to do so.
- It has excluded regulatory assets and liabilities from PILs calculations both when they were created, and when they were collected, regardless of the actual tax treatment accorded to those amounts.
- A copy of the most recent Federal and Provincial tax is filed as Appendix 6-2-1 (E) of this Exhibit. The 2022 Tax Return will be filed as soon as it is available.
- Detailed calculations of Income Tax or PILs are shown in the OEB PILs model filed as Appendix 6-2-1 (G) along with this application.



Adjustments to PILs were required for the purpose of calculating accelerated CCA.
 Supporting tables and explanations are provided below. There are no other adjustments (i.e., Tax credits, CCA adjustments) for the Historical, Bridge and Test Years and as such, no other supporting schedules and calculations and explanations for "other additions" and "other deductions" were required.

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- This Exhibit contains the following attachments:
 - Appendix 6-2-1 (A) 2017 Tax Return
 - Appendix 6-2-1 (B) 2018 Tax Return
- Appendix 6-2-1 (C) − 2019 Tax Return
- Appendix 6-2-1 (D) 2020 Tax Return
- Appendix 6-2-1 (E) 2021 Tax Return
- Appendix 6-2-1 (F) 2022 Tax Return (WHEN AVAILABLE)
 - Appendix 6-2-1 (G) OEB Work form 2024 Income Tax/PILS Work form

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16 2. OTHER TAXES

- 17 InnPower pays property taxes to the Town of Innisfil which is discussed in more detail in Exhibit
- 18 4.

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3. NON-RECOVERABLE AND DISALLOWED EXPENSES

- 21 InnPower confirms that expenses that are deemed non-recoverable in the revenue requirement
- 22 (i.e., individual charitable donations) or disallowed for regulatory purposes have been excluded
- from the regulatory tax calculation.



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1. INTRODUCTION

- 4 Other Distribution Revenues are revenues that are distribution related but are sourced from
- 5 means other than distribution rates. For this reason, other revenues are deducted from
- 6 InnPower's proposed revenue requirement.

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8 Further details on the derivation of the Revenue Requirement are presented in Exhibit 6-1-1.

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10 Other Distribution Revenues includes items such as:

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- Specific Service Charges
- Late Payment Charges
- Other Distribution Revenues
- Other Income and Expenses

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- 17 This Schedule will provide a summary of Other Revenue from the 2017 OEB Approved to the
- 18 2024 Test Year by account, provide a high-level variance analysis, outline the components of the
- 19 accounts in detail and present revenue from new specific service charges.

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2. SUMMARY OF OTHER REVENUE

- 22 Table 6-10 shows the detailed breakdown of InnPower's Other Revenue by USoA account from
- the 2017 OEB Approved to the 2024 Test Year. The table is also filed in Appendix 6-3-1 (A) 2H –
- 24 Other Operating Revenue.



Table 6-10: Other Revenue from 2017 OEB Approved to 2024 Test Year

USoA #	USoA Description	A	2017 Approved		2017 Actual		2018 Actual		2019 Actual		2020 Actual		2021 Actual		2022 Actual		2023 Bridge Year		2024 Test Year
	Reporting Basis		MIFRS		MIFRS		MIFRS		MIFRS		MIFRS		MIFRS		MIFRS		MIFRS		MIFRS
4082	Retail Services Revenues	\$	-	-\$	10,932	\$	11,568	\$	14,909	-\$	15,344	-\$	16,757	-\$	14,768	-\$	13,902	\$	14,180
4084	Requests (STR)	\$	-	-\$	134	\$	48	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
4086	SSS Admin Charge (SSS)	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	-\$	64,524	-\$	76,328	\$	79,906
4210	Rent from Electric Property	-\$	269,217	-\$	166,019	\$	234,376	\$	322,911	-\$	283,788	-\$	284,657	-\$	283,002	-\$	297,670	\$	297,670
4225	Late Payment Charges	-\$	111,252	-\$	106,918	\$	105,419	49	89,306	-\$	117,181	-\$	97,512	-\$	113,621	-\$	139,200	\$	139,200
4235	Revenues	-\$	170,000	-\$	106,848	\$	161,691	\$	140,414	-\$	115,277	-\$	163,460	-\$	632,823	-\$	222,713	\$	258,228
4355	Gain on Disposal of Property	\$	183,094	\$	48,935	\$	11,424	\$	59,813	\$	6,270	\$	344,711	\$	61,137	\$	-	\$	-
4375	Revenues from Non-Utility Operations	-\$	1,599,850	-\$	927,387	\$	1,565,066	\$	1,217,885	-\$	1,569,564	-\$	1,569,057	-\$	925,764	-\$	2,144,607	-\$ 2	2,308,849
4380	Expenses of Non-Utility Operations	\$	1,543,250	\$	1,171,945	\$	1,226,993	\$	985,242	\$	1,266,622	\$	1,026,780	\$	893,437	\$	1,554,162	\$	1,640,262
4385	Non-Utility Rental Income	\$	-	\$	-	\$	-	\$	-	-\$	106,843	-\$	112,612	-\$	139,658	-\$	113,921	-\$	115,200
4390	Miscellaneous Non-Operating Income	-\$	93,000	-\$	99,702	-\$	148,027	-\$	157,735	-\$	22,912	-\$	35,654	-\$	9,322	-\$	24,000	-\$	24,000
4405	Interest and Dividend Income	-\$	30,000	-\$	40,535	-\$	606,205	-\$	817,671	-\$	96,645	-\$	54,251	-\$	238,311	-\$	86,580	-\$	86,580
Miscella	neous Service Revenues	-\$	170,000	-\$	106,848	-\$	161,691	-\$	140,414	-\$	115,277	-\$	163,460	-\$	632,823	-\$	222,713	-\$	258,228
Late Pa	yment Charges	-\$	111,252	-\$	106,918	-\$	105,419	-\$	89,306	-\$	117,181	-\$	97,512	-\$	113,621	-\$	139,200	-\$	139,200
Other O	perating Revenues	-\$	269,217	-\$	177,085	-\$	245,993	-\$	337,820	-\$	299,132	-\$	301,413	·	362,294	-\$	387,900	-\$	391,756
Other In	come or Deductions	\$	3,494	\$		_	1,080,881		1,148,235	-\$,-	-\$	400,082	-\$	358,482	-\$	- ,	-\$	894,367
Total		-\$	546,975	-\$	237,596	-\$	1,593,984	-\$	1,715,776	-\$	1,054,661	-\$	962,468	-\$	1,467,220	-\$	1,564,759	-\$ ·	1,683,551

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3. OTHER REVENUE VARIANCE ANALYSIS

- 5 The following section will provide a high-level year-over-year variance analysis by account from
- 6 the 2017 OEB Approved to the 2024 Test Year.

- 8 Table 6-11 shows the variance between the 2017 OEB Approved amount and 2024 Test year
- 9 amounts.



Table 6-11: Other Revenue 2017 OEB-approved to 2024 Test Year

			Forecast Period / Approved				
APH	USoA Description	2024 Test vs 2017 Approved					
		2017	2024	Var \$	Var %		
4082	Retail Services Revenues	0	(14,180)	(14,180)	0%		
4086	SSS Admin Charge (SSS)	0	(79,906)	(79,906)	0%		
4210	Rent from Electric Property	(269,217)	(297,670)	(28,453)	11%		
4225	Late Payment Charges	(111,252)	(139,200)	(27,948)	25%		
4235	Miscellaneous Service Revenues	(170,000)	(258,228)	(88,228)	52%		
4355	Gain on Disposal of Property	183,094	0	(183,094)	(100%)		
4375	Revenues from Non-Utility Operations	(1,599,850)	(2,308,849)	(708,999)	44%		
4380	Expenses of Non-Utility Operations	1,543,250	1,640,262	97,012	6%		
4385	Non-Utility Rental Income	0	(115,200)	(115,200)	0%		
4390	Miscellaneous Non-Operating Income	(93,000)	(24,000)	69,000	(74%)		
4405	Interest and Dividend Income	(30,000)	(86,580)	(56,580)	189%		
	Total	(546,975)	(1,683,551)	(1,136,576)	208%		

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Change from 2017 Approved to 2024 Test Year

The Other Revenue variance reflects an increase of \$1.14 million. Most of this increase is due to higher revenue from non-utility operations and rental income (\$783k net of expenses).

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Revenues from non-utility operations are revenues for activities with InnPower's affiliates. This amount varies year-to-year depending on the projects each year at the affiliate level. It also includes fully allocated cost charges in accordance with ARC. For more information on InnPower's affiliates and the agreements between InnPower and its affiliates please see Exhibit 4-2-1 Shared Services and Corporate Allocations.

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Rent from Electric Property (4210 - pole rentals) have increased over the years with the addition of poles in InnPower's distribution area.

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- In 2017, InnPower grouped office space rental with miscellaneous non-operating income (4390).
- The utility has since moved it to non-utility rental income (4385) where it belongs. Prior to 2023,
- 19 InnPower grouped Standard Service Supply (SSS) administrative charges in with USoA 4080
- 20 (distribution revenue); however, InnPower has allocated revenue to the correct USoA 4084 (SSS
- 21 Admin) for 2023 and 2024.



1 Table 6-12 shows the variance between 2018 Actual and 2017 Actual.

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Table 6-12: Other Revenue 2018 Actual to 2017 Actual

		Historical Period / Actual					
APH	USoA Description	2018 Actual vs 2017 Actual					
		2017	2018	Var \$	Var %		
4082	Retail Services Revenues	(10,932)	(11,568)	(636)	6%		
4084	Service Transaction Requests (STR)	(134)	(48)	86	(64%)		
4210	Rent from Electric Property	(166,019)	(234,376)	(68,358)	41%		
4225	Late Payment Charges	(106,918)	(105,419)	1,500	(1%)		
4235	Miscellaneous Service Revenues	(106,848)	(161,691)	(54,843)	51%		
4355	Gain on Disposal of Property	48,935	11,424	(37,511)	(77%)		
4375	Revenues from Non-Utility Operations	(927,387)	(1,565,066)	(637,680)	69%		
4380	Expenses of Non-Utility Operations	1,171,945	1,226,993	55,048	5%		
4390	Miscellaneous Non-Operating Income	(99,702)	(148,027)	(48,325)	48%		
4405	Interest and Dividend Income	(40,535)	(606,205)	(565,670)	1396%		
	Total	(237,596)	(1,593,984)	(1,356,388)	571%		

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Change from 2018 Actual to 2017 Actual

- 7 The Other Revenue variance reflects an increase of \$1.35 million. Most of this increase is due to
- 8 higher revenue from non-utility operations (+\$583k net of expenses) and carrying charges on
- 9 regulatory assets (+\$562k).

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Revenues from non-utility operations are revenues for activities with InnPower's affiliates. This amount varies year-to-year depending on the projects each year at the affiliate level. It also includes fully allocated cost charges in accordance with ARC.

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Rent from Electric Property (pole rentals) increased over the years with the addition of poles in InnPower's distribution area.

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In 2018 InnPower also saw an increase (+\$42k) in recoverable work orders.

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1 Table 6-13 shows the variance between 2019 Actual and 2018 Actual.

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Table 6-13: Other Revenue 2019 Actual to 2018 Actual

			Historical Pe	riod / Actual		
APH	USoA Description	2019 Actual vs 2018 Actual				
		2018	2019	Var \$	Var %	
4082	Retail Services Revenues	(11,568)	(14,909)	(3,340)	29%	
4084	Service Transaction Requests (STR)	(48)	0	48	(100%)	
4210	Rent from Electric Property	(234,376)	(322,911)	(88,535)	38%	
4225	Late Payment Charges	(105,419)	(89,306)	16,112	(15%)	
4235	Miscellaneous Service Revenues	(161,691)	(140,414)	21,277	(13%)	
4355	Gain on Disposal of Property	11,424	59,813	48,389	424%	
4375	Revenues from Non-Utility Operations	(1,565,066)	(1,217,885)	347,181	(22%)	
4380	Expenses of Non-Utility Operations	1,226,993	985,242	(241,751)	(20%)	
4390	Miscellaneous Non-Operating Income	(148,027)	(157,735)	(9,708)	7%	
4405	Interest and Dividend Income	(606,205)	(817,671)	(211,466)	35%	
	Total	(1,593,984)	(1,715,776)	(121,792)	8%	

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Change from 2019 Actual to 2018 Actual

- 7 The Other Revenue variance reflects an increase of \$122k. Most of this increase is due to higher
- 8 revenue from non-utility operations (+\$105k net of expenses) and carrying charges on regulatory
- 9 assets (+\$219k).

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- Revenues from non-utility operations are revenues for activities with InnPower's affiliates. This amount varies year-to-year depending on the projects each year at the affiliate level. It also
- includes fully allocated cost charges in accordance with ARC.

- 15 Rent from Electric Property (pole rentals) increased over the years with the addition of poles in
- 16 InnPower's distribution area.



1 Table 6-14 shows the variance between 2020 Actual and 2019 Actual.

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Table 6-14: Other Revenue 2020 Actual to 2019 Actual

		Historical Period / Actual					
APH	USoA Description		2020 Actual v	s 2019 Actual			
		2019	2020	Var \$	Var %		
4082	Retail Services Revenues	(14,909)	(15,344)	(435)	3%		
4210	Rent from Electric Property	(322,911)	(283,788)	39,123	(12%)		
4225	Late Payment Charges	(89,306)	(117,181)	(27,874)	31%		
4235	Miscellaneous Service Revenues	(140,414)	(115,277)	25,137	(18%)		
4355	Gain on Disposal of Property	59,813	6,270	(53,543)	(90%)		
4375	Revenues from Non-Utility Operations	(1,217,885)	(1,569,564)	(351,678)	29%		
4380	Expenses of Non-Utility Operations	985,242	1,266,622	281,380	29%		
4385	Non-Utility Rental Income	0	(106,843)	(106,843)	0%		
4390	Miscellaneous Non-Operating Income	(157,735)	(22,912)	134,823	(85%)		
4405	Interest and Dividend Income	(817,671)	(96,645)	721,026	(88%)		
	Total	(1,715,776)	(1,054,661)	661,115	(39%)		

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Change from 2020 Actual to 2019 Actual

7 The Other Revenue variance reflects a decrease of \$661k. Most of this decrease is due to a reduction in carrying charges on regulatory assets (-\$725k).

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11 12 Revenues from non-utility operations are revenues for activities with InnPower's affiliates. This amount varies year-to-year depending on the projects each year at the affiliate level. It also includes fully allocated cost charges in accordance with ARC.

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Rent from Electric Property (pole rentals) increased over the years with the addition of poles in InnPower's distribution area.

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InnPower had grouped office space rental with miscellaneous non-operating income (4390). In 2020 InnPower moved it to non-utility rental income (4385) where it belongs.

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1 Table 6-15 shows the variance between 2021 Actual and 2020 Actual.

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Table 6-15: Other Revenue 2021 Actual to 2020 Actual

			Historical Pe	riod / Actual	
APH	USoA Description				
		2020	2021	Var \$	Var %
4082	Retail Services Revenues	(15,344)	(16,757)	(1,413)	9%
4210	Rent from Electric Property	(283,788)	(284,657)	(869)	0%
4225	Late Payment Charges	(117,181)	(97,512)	19,668	(17%)
4235	Miscellaneous Service Revenues	(115,277)	(163,460)	(48,183)	42%
4355	Gain on Disposal of Property	6,270	344,711	338,441	5398%
4375	Revenues from Non-Utility Operations	(1,569,564)	(1,569,057)	507	(0%)
4380	Expenses of Non-Utility Operations	1,266,622	1,026,780	(239,843)	(19%)
4385	Non-Utility Rental Income	(106,843)	(112,612)	(5,768)	5%
4390	Miscellaneous Non-Operating Income	(22,912)	(35,654)	(12,742)	56%
4405	Interest and Dividend Income	(96,645)	(54,251)	42,394	(44%)
	Total	(1,054,661)	(962,468)	92,193	(9%)

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Change from 2021 Actual to 2020 Actual

- 7 The Other Revenue variance reflects a decrease of \$92k. Most of this decrease is due to a
- 8 reduction in expenses from non-utility operations, as well as a loss on disposal of property.
- 10 Revenues from non-utility operations are revenues for activities with InnPower's affiliates. This
- amount varies year-to-year depending on the projects each year at the affiliate level. It also
- includes fully allocated cost charges in accordance with ARC.



1 Table 6-16 shows the variance between 2022 Actual and 2021 Actual.

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Table 6-16: Other Revenue 2022 Actual to 2021 Actual

			Historical Pe	riod / Actual		
APH	USoA Description	2022 Actual vs 2021 Actual				
		2021	2022	Var \$	Var %	
4082	Retail Services Revenues	(16,757)	(14,768)	1,989	(12%)	
4086	SSS Admin Charge (SSS)	0	(64,524)	(64,524)	0%	
4210	Rent from Electric Property	(284,657)	(283,002)	1,654	(1%)	
4225	Late Payment Charges	(97,512)	(113,621)	(16,108)	17%	
4235	Miscellaneous Service Revenues	(163,460)	(632,823)	(469,363)	287%	
4355	Gain on Disposal of Property	344,711	61,137	(283,574)	(82%)	
4375	Revenues from Non-Utility Operations	(1,569,057)	(925,764)	643,292	(41%)	
4380	Expenses of Non-Utility Operations	1,026,780	893,437	(133,343)	(13%)	
4385	Non-Utility Rental Income	(112,612)	(139,658)	(27,046)	24%	
4390	Miscellaneous Non-Operating Income	(35,654)	(9,322)	26,332	(74%)	
4405	Interest and Dividend Income	(54,251)	(238,311)	(184,061)	339%	
	Total	(962,468)	(1,467,220)	(504,752)	52%	

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Change from 2022 Actual to 2021 Actual

The Other Revenue variance reflects an increase of \$505k. Most of this increase is due to an increase in recoverable workorder revenue (+\$480k), a \$284k reduction in losses on disposal of property, a \$113k increase in carrying charges on regulatory assets offset by a decrease in revenue from non-utility operations (-\$510k net of expenses).

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Revenues from non-utility operations are revenues for activities with InnPower's affiliates. This amount varies year-to-year depending on the projects each year at the affiliate level. It also includes fully allocated cost charges in accordance with ARC.



Table 6-17 shows the variance between 2023 Bridge Year and 2022 Actual.

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Table 6-17: Other Revenue 2023 Bridge Year to 2022 Actual

			Forecast Per	iod / Planned		
APH	USoA Description	2023 Bridge vs 2022 Actual				
		2022	2023	Var \$	Var %	
4082	Retail Services Revenues	(14,768)	(13,902)	866	(6%)	
4086	SSS Admin Charge (SSS)	(64,524)	(76,328)	(11,803)	18%	
4210	Rent from Electric Property	(283,002)	(297,670)	(14,668)	5%	
4225	Late Payment Charges	(113,621)	(139,200)	(25,579)	23%	
4235	Miscellaneous Service Revenues	(632,823)	(222,713)	410,109	(65%)	
4355	Gain on Disposal of Property	61,137	0	(61,137)	(100%)	
4375	Revenues from Non-Utility Operations	(925,764)	(2,144,607)	(1,218,842)	132%	
4380	Expenses of Non-Utility Operations	893,437	1,554,162	660,725	74%	
4385	Non-Utility Rental Income	(139,658)	(113,921)	25,737	(18%)	
4390	Miscellaneous Non-Operating Income	(9,322)	(24,000)	(14,678)	157%	
4405	Interest and Dividend Income	(238,311)	(86,580)	151,731	(64%)	
	Total	(1,467,220)	(1,564,759)	(97,539)	7%	

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Change from 2023 Bridge Year to 2022 Actual

The Other Revenue variance reflects an increase of \$98k. Most of this increase is due to a reduction in recoverable workorder revenue (+\$481k), a \$61k reduction on loss of disposal of property, a \$79k decrease in carrying charges on regulatory assets offset by a decrease in revenue from non-utility operations (-\$691k net of expenses).

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- Revenues from non-utility operations are revenues for activities with InnPower's affiliates. This amount varies year-to-year depending on the projects each year at the affiliate level. It also
- includes fully allocated cost charges in accordance with ARC.



Table 6-18 shows the variance between 2024 Test Year and 2023 Bridge Year.

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Table 6-18: Other Revenue 2024 Test Year to 2023 Bridge Year

				_	
			Forecast Peri	od / Planned	
APH	USoA Description				
		2023	2024	Var \$	Var %
4082	Retail Services Revenues	(13,902)	(14,180)	(278)	2%
4086	SSS Admin Charge (SSS)	(76,328)	(79,906)	(3,578)	5%
4210	Rent from Electric Property	(297,670)	(297,670)	0	0%
4225	Late Payment Charges	(139,200)	(139,200)	0	0%
4235	Miscellaneous Service Revenues	(222,713)	(258,228)	(35,515)	16%
4375	Revenues from Non-Utility Operations	(2,144,607)	(2,308,849)	(164,243)	8%
4380	Expenses of Non-Utility Operations	1,554,162	1,640,262	86,100	6%
4385	Non-Utility Rental Income	(113,921)	(115,200)	(1,279)	1%
4390	Miscellaneous Non-Operating Income	(24,000)	(24,000)	0	0%
4405	Interest and Dividend Income	(86,580)	(86,580)	0	0%
	Total	(1,564,759)	(1,683,551)	(118,792)	8%

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Change from 2024 Test Year to 2023 Bridge Year

- 7 The Other Revenue variance reflects an increase of \$119k. Most of this increase is due to an
- 8 increase in revenue from non-utility operations (+\$116k net of expenses).

- 10 Revenues from non-utility operations are revenues for activities with InnPower's affiliates. This
- amount varies year-to-year depending on the projects each year at the affiliate level. It also
- includes fully allocated cost charges in accordance with ARC.



1 Table 6-19 shows the variance between 2024 Test Year and 2017 Actual.

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Table 6-19: 2024 Test Year to 2017 Actual

		Forecast Period / Planned 2024 Test vs 2017 Actual							
APH	USoA Description								
		2017	2024	Var \$	Var %				
4082	Retail Services Revenues	(10,932)	(14,180)	(3,248)	30%				
4084	Service Transaction Requests (STR)	(134)	0	134	(100%)				
4086	SSS Admin Charge (SSS)	0	(79,906)	(79,906)	0%				
4210	Rent from Electric Property	(166,019)	(297,670)	(131,651)	79%				
4225	Late Payment Charges	(106,918)	(139,200)	(32,282)	30%				
4235	Miscellaneous Service Revenues	(106,848)	(258,228)	(151,380)	142%				
4355	Gain on Disposal of Property	48,935	0	(48,935)	(100%)				
4375	Revenues from Non-Utility Operations	(927,387)	(2,308,849)	(1,381,462)	149%				
4380	Expenses of Non-Utility Operations	1,171,945	1,640,262	468,317	40%				
4385	Non-Utility Rental Income	0	(115,200)	(115,200)	0%				
4390	Miscellaneous Non-Operating Income	(99,702)	(24,000)	75,702	(76%)				
4405	Interest and Dividend Income	(40,535)	(86,580)	(46,045)	114%				
	Total	(237,596)	(1,683,551)	(1,445,955)	609%				

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Change from 2024 Test Year to 2017 Actual

- 7 The Other Revenue variance reflects an increase of \$1.45 million. Most of this increase is due to
- 8 higher revenue from non-utility operations and rental income (+\$1.08M net of expenses) and an
- 9 increase of \$132k in pole rentals.

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11 12 Revenues from non-utility operations are revenues for activities with InnPower's affiliates. This amount varies year-to-year depending on the projects each year at the affiliate level. It also includes fully allocated cost charges in accordance with ARC.

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Rent from Electric Property (4210 - pole rentals) increased over the years with the addition of poles in InnPower's distribution area.

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- In 2017, InnPower grouped office space rental with miscellaneous non-operating income (4390).
- 19 In 2020 InnPower moved it to non-utility rental income (4385) where it belongs.



1 4. OTHER REVENUE ACCOUNT BREAKDOWN

The following section provides a detailed breakdown for each account, outlining the components of each balance. The tables are also filed in Appendix 6-3-1 (A) Chapter 2 Appendices 2-H Other Operating Revenue.

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5 Table 6-20: Account 4082 Retail Service Revenues

		2017 Actual		2018 Actual	2019 2020 Actual Actual		2021 Actual		2022 Actual			2023 Bridge Year		2024 Test Year		
Reporting Basis	N	/IFRS		MIFRS		MIFRS	MIFRS		MIFRS			MIFRS	MIFRS			MIFRS
Retail Service Establish Service																
Agreement	\$	-	\$	-	\$	-	-\$	102	\$	-	-\$	215	\$	-	\$	-
Retail Service Distributor Consolidated																
Billing	-\$	10,932	-\$	11,568	-\$	14,909	-\$	15,242	-\$	16,757	-\$	14,552	-\$	13,902	-\$	14,180
Total	-\$	10,932	-\$	11,568	-\$	14,909	-\$	15,344	-\$	16,757	-\$	14,768	-\$	13,902	-\$	14,180

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- Retail service revenues include retail services for establishing service agreements and consolidated billing for retail customers.
- Retail service revenues have been fairly consistent from the 2017 to 2022 period.



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Table 6-21: Account 4084 Service Transaction Requests (STR)

	2017 Actual	2018 Actual	2019 Actual	2020 Actual	2021 Actual	2022 Actual	2023 Bridge Year	2024 Test Year
Reporting Basis	MIFRS	MIFRS						
STRs	-\$ 134	-\$ 48	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total	-\$ 134	-\$ 48	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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Table 6-22: Account 4086 SSS Admin Charge

	2017 Actual	2018 Actual	2019 Actual	2020 Actual	2021 Actual	2022 Actual	2023 Bridge Year	2024 Test Year
Reporting Basis	MIFRS	MIFRS						
SSS	\$ -	\$ -	\$ -	\$ -	\$ -	-\$ 64,524	-\$ 76,328	-\$ 79,906
Total	\$ -	\$ -	\$ -	\$ -	\$ -	-\$ 64,524	-\$ 76,328	-\$ 79,906

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• SSS Admin Charges include amounts collected for the Standard Supply Charge.

The amounts for account 4084 are not material.

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Please note that before 2023, InnPower recorded SSS Admin revenue in Account 4080. InnPower has included this revenue
in the Account 4086 for the 2023 Bridge Year and 2024 Test Year. InnPower will record actuals in the 4086 account as of
January 1, 2023.

13



Table 6-23: Account 4210 Rent from Electric Property

			2017 Actual		2018 Actual		2019 Actual		2020 Actual		2021 Actual		2022 Actual		2023 Bridge Year		2024 Test Year
	Reporting Basis		MIFRS		MIFRS												
	Rent from Electric Propoerty	-\$	166,019	-\$	234,376	-\$	322,911	-\$	283,788	-\$	284,657	-\$	283,002	-\$	297,670	-\$	297,670
2	Total	-\$	166,019	-\$	234,376	-\$	322,911	-\$	283,788	-\$	284,657	-\$	283,002	-\$	297,670	-\$	297,670

- Rent from Electric includes rental from third party pole attachments.
- The rental revenue has increased due to an increase in pole attachments.
- In the 2017 rate application, InnPower applied for a customer pole attachment rate. As of August 2022, InnPower recorded the OEB province-wide generic pole attachment rate, with the difference recorded to the 1508 Pole Attachment Loss variance account.



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Table 6-24: Account 4225 Late Payment Charges

		2017 Actual		2018 Actual		2019 Actual		2020 Actual		2021 Actual		2022 Actual		2023 Bridge Year		2024 Test Year
Reporting Basis		MIFRS		MIFRS	MIFRS			MIFRS		MIFRS		MIFRS		MIFRS		MIFRS
Residential Overdue Interest	-\$	72,012	-\$	76,788	-\$	72,258	-\$	80,578	-\$	71,663	-\$	73,888	-\$	79,200	-\$	79,200
General Service Overdue Interest	-\$	34,906	-\$	28,630	-\$	17,049	-\$	36,602	-\$	25,849	-\$	39,733	-\$	60,000	-\$	60,000
Total	-\$	106,918	-\$	105,419	-\$	89,306	-\$	117,181	-\$	97,512	-\$	113,621	-\$	139,200	-\$	139,200

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- Late payment charges include residential and general service overdue interest.
- InnPower expects to collect 30% more late payment charges for residential and general service customers from 2017 to 2024 based on the increase in the number of customers.



Table 6-25: Account 4235 Miscellaneous Service Revenue

		2017 Actual		2018 Actual		2019 Actual		2020 Actual		2021 Actual		2022 Actual		2023 Bridge Year		2024 Test Year
Reporting Basis		MIFRS		MIFRS												
Recoverable Workorders	\$	36,250	-\$	6,115	-\$	20,748	-\$	11,001	-\$	45,150	-\$	523,782	-\$	87,733	-\$	93,248
Misc Service Reconnection	-\$	7,425	-\$	12,304	-\$	8,960	-\$	2,720	-\$	2,655	-\$	7,134	-\$	3,900	-\$	3,900
Misc Service Change of Occupancy	-\$	85,020	-\$	101,790	-\$	99,420	-\$	94,200	-\$	119,490	-\$	102,960	-\$	120,000	-\$	120,000
Misc Service NSF Charges	\$	-	-\$	30	\$	-	\$	-	\$	3,835	\$	2,137	-\$	9,600	-\$	9,600
Misc Service Arrears Certif	-\$	2,713	-\$	1,627	-\$	4,582	\$	7,372	\$	=	\$	397	\$	-	\$	=
Misc Service Collection Charges	-\$	47,940	-\$	39,825	-\$	6,705	\$	15	\$	-	\$	-	\$	-	\$	-
MicroFIT Revenue	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	-\$	10,000
After Hours DIR	\$	-	\$	=	\$	-	\$	=	\$	ı	-\$	1,480	-\$	1,480	-\$	1,480
Vegetation Management	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	-\$	20,000
Total	-\$	106,848	-\$	161,691	-\$	140,414	-\$	115,277	-\$	163,460	-\$	632,823	-\$	222,713	-\$	258,228

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- Miscellaneous Service Revenue includes recoverable workorders, reconnection, change of occupancy, NSF charges, arrears certificates, collection charges and MicroFIT revenue.
- It is expected that 2022 was an abnormal year for recoverable work orders. InnPower expects the amount of revenue to decrease significantly in 2023 and 2024.
- Please note, up to December 31, 2022, InnPower has recorded MicroFIT revenue in 4080. The utility will begin recording transactions in 4235 beginning January 1, 2023. An amount of \$10k has been included in the 2024 Test Year, which is comparable to historical amounts. InnPower confirms this amount has not been included in base revenue requirements.
- Please note, InnPower has budgeted for vegetation management in order to build revenues into rates and discontinue the 1508 vegetation management deferral account ordered by the Board in the 2017 rate application.



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Table 6-26: Account 4355 Gain on Disposal of Property

	2017 Actual	2018 Actual	2019 Actual	2020 Actual	2021 Actual	2022 Actual	2023 Bridge Year	2024 Test Year
Reporting Basis	MIFRS	MIFRS						
Gain on Disposal of Property	\$ 48,935	\$ 11,424	\$ 59,813	\$ 6,270	\$ 344,711	\$ 61,137	\$ -	\$ -
7 Total	\$ 48,935	\$ 11,424	\$ 59,813	\$ 6,270	\$ 344,711	\$ 61,137	\$ -	\$ -

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- Gain on Disposal of Property includes both gains and losses generated from the disposal of PP&E
- Over the period of 2017 to 2022, the net amount from disposal of PP&E resulted in losses each year.
- InnPower disposed of a significant amount of conductor in 2021, which resulted in a loss of approximately \$300k.
- InnPower does not budget for gains/loss on disposal of property, as it is difficult to accurately estimate the amount. As such, no amount for revenue or losses has been included for 2023 or 2024.

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Table 6-27: Account 4375 Revenues from Non-Utility Operations

			2017 Actual		2018 Actual		2019 Actual		2020 Actual		2021 Actual		2022 Actual		2023 Bridge Year		2024 Test Year
	Reporting Basis		MIFRS		MIFRS		MIFRS		MIFRS		MIFRS		MIFRS		MIFRS		MIFRS
	OEB Programs (CDM, AFT)	-\$	262,821	-\$	773,482	\$	17,709	-\$	253,936	\$	92,191	-\$	2,932	\$	=	\$	-
	Revenue from Affiliates	-\$	664,566	-\$	779,124	-\$ 1	,217,059	-\$	1,297,155	\$	1,449,409	-\$	899,221	-\$ 2	2,115,807	-\$	2,280,049
	Thermal / Gas	\$	-	-\$	12,460	-\$	18,536	-\$	18,473	-\$	27,457	-\$	23,612	-\$	28,800	-\$	28,800
2	Total	-\$	927,387	-\$	1,565,066	-\$ 1	,217,885	-\$	1,569,564	-\$	1,569,057	-\$	925,764	-\$ 2	2,144,607	-\$	2,308,849

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- Revenues from Non-Utility Operations include income from OEB programs including Conservation and Demand Management (CDM) and AFT, revenue from InnServices and InnTerprises and thermal and gas.
- Detailed breakdown of revenues from InnServices and Expenses from InnTerprises are found in Exhibit 4
- Please note, InnPower has not budgeted for any OEB programs as CDM and AFT have been winding down.
 - InnPower confirms that allocation of cost methods do not result in cross-subsidization between regulated and non-regulated lines of business and compliance with article 340 of APH.



Table 6-28: Account 4380 Expenses from Non-Utility Operations

		2017 Actual	2018 Actual	2019 Actual	2020 Actual	2021 Actual	2022 Actual		2023 Bridge Year		2024 Test Year
Reporting Basis	1	MIFRS	MIFRS	MIFRS	MIFRS	MIFRS	MIFRS		MIFRS		MIFRS
OEB Programs (CDM, AFT)	\$	557,043	\$ 516,483	\$ 239,776	\$ 253,936	\$ 92,191	\$ 2,918	\$	-	\$	-
Revenue from Affiliates	\$	595,118	\$ 652,168	\$ 710,794	\$ 907,441	\$ 758,546	\$ 754,991	\$ 1	1,446,696	\$ 1	1,532,478
Thermal / Gas	\$	-	\$ 36,958	\$ 5,154	\$ 5,126	\$ 4,535	\$ 1,456	\$	5,467	\$	5,784
Miscellaneous	\$	19,784	\$ 21,384	\$ 29,518	\$ 100,119	\$ 171,508	\$ 134,071	\$	102,000	\$	102,000
2 Total	\$ 1	,171,945	\$ 1,226,993	\$ 985,242	\$ 1,266,622	\$ 1,026,780	\$ 893,437	\$ 1	1,554,162	\$ 1	1,640,262

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- Expenses from Non-Utility Operations include expenses from OEB programs including Conservation and Demand Management (CDM) and AFT, expenses from InnServices, thermal and gas, as well as expenses from InnTerprises.
- Detailed breakdown of Expenses from InnServices and Expenses from InnTerprises are found in Exhibit 4
- Please note, InnPower has not budgeted for any OEB programs as CDM and AFT has been winding down.
- InnPower confirms that allocation of cost methods do not result in cross-subsidization between regulated and non-regulated lines of business and compliance with article 340 of APH.

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Table 6-29: Account 4385 Non-Utility Rental Income

	2017 Actual	2018 Actual	2019 Actual	2020 Actual	2021 Actual	2022 Actual	2023 Bridge Year	2024 Test Year	
Reporting Basis	MIFRS	MIFRS							
Non-Utility Rental Income	\$ -	\$ -	\$ -	-\$ 106,843	-\$ 112,612	-\$ 139,658	-\$ 113,921	-\$ 115,200	
7 Total	\$ -	\$ -	\$ -	-\$ 106,843	-\$ 112,612	-\$ 139,658	-\$ 113,921	-\$ 115,200	

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Non-Utility Rental Income includes rental income from the Treasure Garden Daycare located within the InnPower Building, as
well as office and cubicle space rental income from affiliate company employees and shared service employees. The 2024
Test Year reflects a full year of rental revenue.

7 8 Please note, InnPower recorded non-utility rental income in Account 4390 Miscellaneous Non-Operating Income from the period of 2017 to 2019. After this period, it was recorded in Account 4385 Non-Utility Rental Income to clearly identify non-utility rental income.



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Table 6-30: Account 4390 Miscellaneous Non-Operating Income

	,	2017 Actual		2018 Actual		2019 Actual		2020 Actual		2021 Actual		2022 Actual		2023 Bridge Year		2024 Test Year
Reporting Basis		MIFRS	1	MIFRS												
Miscellaneous Non-Operating Income	-\$	99,612	-\$	149,234	-\$	157,930	-\$	22,912	-\$	34,367	-\$	9,182	-\$	24,000	-\$	24,000
Miscellaneous Non-Operating Income																
- Billing Adjustments	-\$	90	\$	1,207	\$	195	\$	0	-\$	1,286	-\$	140	\$	-	\$	-
Total	-\$	99,702	-\$	148,027	-\$	157,735	-\$	22,912	-\$	35,654	-\$	9,322	-\$	24,000	-\$	24,000

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- Miscellaneous Non-Operating Income includes items such as stale dated cheques and the sale of scrap materials.
- Please note, InnPower recorded non-utility rental income in Account 4390 Miscellaneous Non-Operating Income from the period of 2017 to 2019. After this period, it was recorded in Account 4385 Non-Utility Rental Income to clearly identify non-utility rental income.



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Table 6-31: Account 4405 Interest and Dividend Income

	,	2017 Actual		2018 Actual		2019 Actual		2020 Actual		2021 Actual		2022 Actual		2023 Bridge Year		2024 Test Year
Reporting Basis		MIFRS		MIFRS												
Bank Deposit Interest	-\$	11,328	-\$	15,603	-\$	4,723	-\$	1,083	-\$	409	-\$	77,882	\$	-	\$	-
Miscellaneous Interest Revenue	-\$	35	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
Reg Acct - Carrying Charges	-\$	28,344	-\$	590,224	-\$	808,671	-\$	83,865	-\$	38,126	-\$	151,512	-\$	72,180	-\$	72,180
Interest Income - Affiliate	\$	-	\$	-	-\$	3,178	-\$	8,256	-\$	1,756	\$	-	\$	-	\$	-
Interest Income - Customers	-\$	828	-\$	378	-\$	1,099	-\$	3,440	-\$	13,960	-\$	8,917	-\$	14,400	-\$	14,400
Total	-\$	40,535	-\$	606,205	-\$	817,671	-\$	96,645	-\$	54,251	-\$	238,311	-\$	86,580	-\$	86,580

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- The Interest and Dividend Income account includes bank deposit interest, miscellaneous interest revenue, regulatory account carrying charges, interest income from affiliates and customers.
- In 2022, InnPower had a positive cash balance, which lead to an increase in the bank deposit interest.
- In 2018 and 2019 InnPower recorded a significant amount of regulatory interest revenue. This is due to the high credit balance in Accounts 1580 WMS and 1588 Cost of Power. The balances were corrected as part of the 2020 OEB Group 1 DVA and the OEB's adjusting entries were recorded as of January 1, 2020.



5. NEW SPECIFIC SERVICE CHARGE

InnPower performs scheduled customer reconnections between the hours of 07:30 am to 4:00 pm. For residential and small commercial customers, InnPower offers one free disconnect/reconnect per calendar year during operations hours. Requests for reconnections received after 3:00 pm will have service restored the following business day. If same day reconnection is required, after hour reconnect charges shall apply.

InnPower utilizes the reconnection fee listed in the OEB approved tariff of rates and charges for non-payment of accounts; however, the charges for after hour reconnects are determined using labour and material costs specific to the work performed. These charges are capped at the reconnection fee for non-payment listed in the OEB approved tariff of rates, therefore, customers have not been charged more than a rate deemed reasonable by the OEB. The basis for a supplementary charge was to address increasing irrecoverable costs related to customer reconnects, which were being subsidized by the entire customer base.

 In the current application, InnPower is requesting approval for an additional rate (to be included in the Tariff of Rates and Charges) related to after hours and customer initiated disconnects (greater than one per year). Additional information can be found in Exhibit 8-5-1.

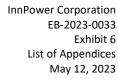
 The following outlines the revenue collected from the after hours DIR charge. InnPower began to collect the rate in 2022, with eight work orders completed at the capped amount of \$185 for each, with total revenue of \$1,480. It is expected that InnPower will have a similar number of work orders in 2023 and 2024.



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Table 6-32: After Hours DIR Revenue

Particulars	2017 Approved	2017 Actual	2018 Actual	2019 Actual	2020 Actual	2021 Actual	2022 Actual	2023 Bridge Year	2024 Test Year
After Hours DIR	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,480	\$ 1,480	\$ 1,480
Total	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,480	\$ 1,480	\$ 1,480





List of Appendices

Appendix 6-1-1 (A)	2024 OEB Revenue Requirement Workform
Appendix 6-2-1 (A)	2017 Tax Return
Appendix 6-2-1 (B)	2018 Tax Return
Appendix 6-2-1 (C)	2019 Tax Return
Appendix 6-2-1 (D)	2020 Tax Return
Appendix 6-2-1 (E)	2021 Tax Return
Appendix 6-2-1 (F)	2022 Tax Return (WHEN AVAILABLE)
Appendix 6-2-1 (G)	OEB Work form – 2024 Income Tax/PILS Work form
Appendix 6-3-1 (A)	Chapter 2 Appendices 2-H Other Operating Revenue





Appendix 6-1-1 (A) 2024 OEB Revenue Requirement Workform

InnPower Corporation has filed the 2024 OEB Revenue Requirement Workform separately in excel as Exhibit 6, Appendix 6-1-1 (A): 2024 OEB Revenue Requirement Workform.



InnPower Corporation EB-2023-0033 Exhibit 6 Appendix 6-2-1 (A) 2017 Tax Return May 12, 2023

Appendix 6-2-1 (A) 2017 Tax Return

Canada Revenue Agence du revenu du Canada

T2 Corporation Income Tax Return

200

EXEMPT FROM TAX

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

All legislative references on this return are to the federal *Income Tax Act* and *Income Tax Regulations*. This return may contain changes that had not yet become law at the time of publication.

Send one completed copy of this return, including schedules and the *General Index of Financial Information* (GIFI), to your tax centre or tax services office. You have to file the return within six months after the end of the corporation's tax year.

For more information see canada.ca/taxes or Guide T4012, T2 Corporation – Income Tax Guide.

055	Do not use this area							

┌ Identification ──────	
Business number (BN) 001 89242 2817 RC0001	
Corporation's name	To which tax year does this return apply?
002 InnPower Corporation	Tax year start Tax year-end
Address of head office	Year Month Day Year Month Day
Has this address changed since the last	060 2017-01-01 061 2017-12-31
time we were notified?	Has there been an acquisition of control
If yes, complete lines 011 to 018.	resulting in the application of subsection 249(4) since the tax year
011 7251 Yonge Street	start on line 060?
012	If yes , provide the date Year Month Day
City Province, territory, or state	control was acquired
O15 Innisfil O16 ON Country (other than Canada) Postal or ZIP code	Is the date on line 061 a deemed
	tax year-end according to
017 018 L9S 0J3 Mailing address (if different from head office address)	subsection 249(3.1)?
Has this address changed since the last	Is the corporation a professional
time we were notified? 020 1 Yes 2 No X	corporation that is a member of
If yes, complete lines 021 to 028.	a partnership?
021 c/o	Is this the first year of filing after:
7251 Yonge Street	
023	_ Amalgamation?
City Province, territory, or state	If yes, complete lines 030 to 038 and attach Schedule 24.
025 Innisfil 026 ON	Has there been a wind-up of a
Country (other than Canada) Postal or ZIP code	subsidiary under section 88 during the current tax year?
028 L9S 0J3	current tax year?
Location of books and records (if different from head office address)	Is this the final tax year
Has this address changed since the last time we were notified?	before amalgamation?
	Is this the final return up to
If yes, complete lines 031 to 038.	dissolution?
031 7251 Yonge Street	If an election was made under
City Province, territory, or state	section 261, state the functional currency used 079
	currency used
O35 Innisfil O36 ON Country (other than Canada) Postav or ZIP code	Is the corporation a resident of Canada? 080 1 Yes X 2 No
037 038 L9S 0J3	If no , give the country of residence on line 081 and complete and attach Schedule 97.
	Schedule 97.
Type of corporation at the end of the tax year (tick one)	081
X 1 Canadian-controlled private corporation (CCPC)	Is the non-resident corporation
2 Other private corporation	claiming an exemption under an income tax treaty?
3 Public corporation	an income tax treaty?
4 Corporation controlled by a public corporation	If the corporation is exempt from tax under section 149, tick one of the following boxes:
5 Other corporation	
(specify)	1 Exempt under paragraph 149(1)(e) or (l) 2 Exempt under paragraph 149(1)(j)
If the type of corporation changed during	3 Exempt under paragraph 149(1)(t)
the tax year, provide the effective date of the change	X 4 Exempt under other paragraphs of section 149
Do not use t	his area
095	898

09242 201	KC0001
┌ Attachments ─────	
Financial statement information: Use GIFI schedules 100, 125, and 141. Schedules – Answer the following questions. For each yes response, attach the schedule to the T2 return, unless otherwise instructed.	
	s Schedule
Is the corporation related to any other corporations?	٦
Is the corporation an associated CCPC?	23
Is the corporation an associated CCPC that is claiming the expenditure limit?	49
Does the corporation have any non-resident shareholders who own voting shares?	19
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	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?	44
Has the corporation paid any royalties, management fees, or other similar payments to residents of Canada?	14
Is the corporation claiming a deduction for payments to a type of employee benefit plan?	15
Is the corporation claiming a loss or deduction from a tax shelter?	T5004
Is the corporation a member of a partnership for which a partnership account number has been assigned?	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 (without reference to section 94)?	22
Did the corporation own any shares in one or more foreign affiliates in the tax year?	25
Has the corporation made any payments to non-residents of Canada under subsections 202(1) and/or 105(1) of]
the Income Tax Regulations?	29
Did the corporation have a total amount over CAN\$1 million of reportable transactions with non-arm's length non-residents?	T106
common and/or preferred shares?	50
Has the corporation made payments to, or received amounts from, a retirement compensation plan arrangement during the year? 172	
Does the corporation earn income from one or more Internet webpages or websites?	88
Is the net income/loss shown on the financial statements different from the net income/loss for income tax purposes?	1
Has the corporation made any charitable donations; gifts of cultural or ecological property; or gifts of medicine?	2
Has the corporation received any dividends or paid any taxable dividends for purposes of the dividend refund?	3
Is the corporation claiming any type of losses?	4
Is the corporation claiming a provincial or territorial tax credit or does it have a permanent establishment] __
in more than one jurisdiction? Has the corporation realized any capital gains or incurred any capital losses during the tay year?	5
That the corporation realized any capital gains of incurred any capital losses dailing are tax year.	6
i) Is the corporation a CCPC and reporting a) income or loss from property (other than dividends deductible on line 320 of the T2 return), b) income from a partnership, c) income from a foreign business, d) income from a personal services business, e) income referred to in clause 125(1)(a)(i)(C) or 125(1)(a)(i)(B), f) aggregate investment income as defined in subsection 129(4), or g) an amount assigned to it under subsection 125(3.2) or 125(8); or	
ii) Is the corporation a member of a partnership and assigning its specified partnership business limit to a designated member under	٦
subsection 125(8)?	7
Does the corporation have any property that is eligible for capital cost allowance?	8
Does the corporation have any property that is eligible capital property?	10
Does the corporation have any resource-related deductions?	12
Is the corporation claiming deductible reserves (other than transitional reserves under section 34.2)?	13
Is the corporation claiming a patronage dividend deduction? 216	16
Is the corporation a credit union claiming a deduction for allocations in proportion to borrowing or an additional deduction?	17
Is the corporation an investment corporation or a mutual fund corporation?	18
Is the corporation carrying on business in Canada as a non-resident corporation?	20
Is the corporation claiming any federal, provincial, or territorial foreign tax credits, or any federal logging tax credits?	21
Does the corporation have any Canadian manufacturing and processing profits?	27
Is the corporation claiming an investment tax credit? 231	31
Is the corporation claiming any scientific research and experimental development (SR&ED) expenditures?	T661
Is the total taxable capital employed in Canada of the corporation and its related corporations over \$10,000,000?	
Is the total taxable capital employed in Canada of the corporation and its associated corporations over \$10,000,000?	
Is the corporation subject to gross Part VI tax on capital of financial institutions?	38
Is the corporation claiming a Part I tax credit?	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?	43
Is the corporation agreeing to a transfer of the liability for Part VI.1 tax?	45
Is the corporation subject to Part II – Tobacco Manufacturers' surtax?	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?	1
	39
Is the corporation claiming a Canadian film or video production tax credit refund?	T1131
us me corporation claiming a film of video production services tax credit retund?	1 111//

Is the corporation subject to Part XIII.1 tax? (Show your calculations on a sheet that you identify as Schedule 92.)

92

Attachments (continued) Yes Schedu	ıle
Did the corporation have any foreign affiliates in the tax year? Did the corporation own or hold specified foreign property where the total cost amount of all such property, at any time in the year, was	
more than CAN\$100,000?	
Did the corporation transfer or loan property to a non-resident trust?	
Did the corporation receive a distribution from or was it indebted to a non-resident trust in the year? Has the corporation entered into an agreement to allocate assistance for SR&ED carried out in Canada? T1145	
	-
005	+
Did the corporation pay taxable dividends (other than capital gains dividends) in the tax year? 55 Has the corporation made an election under subsection 89(11) not to be a CCPC? 55 T2002	,
Has the corporation revoked any previous election made under subsection 89(11)?	
Did the corporation (CCPC or deposit insurance corporation (DIC)) pay eligible dividends, or did its	-
general rate income pool (GRIP) change in the tax year? 53	
Did the corporation (other than a CCPC or DIC) pay eligible dividends, or did its low rate income pool (LRIP) change in the tax year?	
┌ Additional information ────────────────────────────────────	
Did the corporation use the International Financial Reporting Standards (IFRS) when it prepared its financial statements? 270 1 Yes X 2 No	7
Is the corporation inactive? 280 1 Yes 2 No X	
What is the corporation's main	
revenue-generating business activity? 221122 Electric Power Distribution	_
Specify the principal products mined, manufactured, 284 Electricity distributor 285 100.000 %	
sold, constructed, or services provided, giving the	
approximate percentage of the total revenue that each product or service represents.	
Did the corporation immigrate to Canada during the tax year? 2 No X	
Did the corporation emigrate from Canada during the tax year?	
Do you want to be considered as a quarterly instalment remitter if you are eligible? 2 No 293 1 Yes 2 No	1
If the corporation was eligible to remit instalments on a quarterly basis for part of the tax year, provide Year Month Day	ī
the date the corporation ceased to be eligible	
	- I
If the corporation's major business activity is construction, did you have any subcontractors during the tax year? 295 1 Yes	
Taxable income	
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI	A
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct:	A
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Only and of form Only and the O	A
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2	A
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Ecological gifts from Schedule 2	A
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Ecological gifts from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 1,12 or 113, or subsection 138(6)	A
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Ecological gifts from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 300 -1,317,808 -1,317,808 311 312	A
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Ecological gifts from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 Part VI.1 tax deduction* 300 -1,317,808 -1,317,808 311 312 313 314 315 320 320	A
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 Part VI.1 tax deduction* Non-capital losses of previous tax years from Schedule 4 Substitute of GIFI Substitute of GIFI	A
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Ecological gifts from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 Part VI.1 tax deduction* Non-capital losses of previous tax years from Schedule 4 Net capital losses of previous tax years from Schedule 4 Net capital losses of previous tax years from Schedule 4 300 -1,317,808 311 320 320 321 322 331 331 332	A
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Ecological gifts from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 Part VI.1 tax deduction* Non-capital losses of previous tax years from Schedule 4 Net capital losses of previous tax years from Schedule 4 Restricted farm losses of previous tax years from Schedule 4 333 Restricted farm losses of previous tax years from Schedule 4 333 333	A
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Ecological gifts from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 Part VI.1 tax deduction* Net capital losses of previous tax years from Schedule 4 Net capital losses of previous tax years from Schedule 4 Restricted farm losses of previous tax years from Schedule 4 Farm losses of previous tax years from Schedule 4 Farm losses of previous tax years from Schedule 4 Saya Farm losses of previous tax years from Schedule 4 Saya Farm losses of previous tax years from Schedule 4 Saya Saya Farm losses of previous tax years from Schedule 4 Saya Saya Farm losses of previous tax years from Schedule 4 Saya Saya Farm losses of previous tax years from Schedule 4 Saya Saya Saya Saya Farm losses of previous tax years from Schedule 4 Saya	A
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 311 Ecological gifts from Schedule 2 314 Gifts of medicine made before March 22, 2017, from Schedule 2 315 Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 Part VI.1 tax deduction* Non-capital losses of previous tax years from Schedule 4 Net capital losses of previous tax years from Schedule 4 Restricted farm losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Taxable capital gains or taxable dividends allocated from	A
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Ecological gifts from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 Part VI.1 tax deduction* Non-capital losses of previous tax years from Schedule 4 Net capital losses of previous tax years from Schedule 4 Restricted farm losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Taxable expital gains or taxable dividends allocated from a central credit union 340	A
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 Part VI.1 tax deduction* Non-capital losses of previous tax years from Schedule 4 Restricted farm losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Taxable capital gains or taxable dividends allocated from a central credit union Prospector's and grubstaker's shares 300 -1,317,808 311 -1,317,808 312 313 314 320 320 321 322 325 331 326 331 327 332 333 333 344 345 346 347 348 348 349 340 340 340 340 340	A
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 Part VI.1 tax deduction* Non-capital losses of previous tax years from Schedule 4 Net capital losses of previous tax years from Schedule 4 Restricted farm losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Taxable capital gains or taxable dividends allocated from a central credit union Prospector's and grubstaker's shares	
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Ecological gifts from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 Part VI.1 tax deduction* Non-capital losses of previous tax years from Schedule 4 Net capital losses of previous tax years from Schedule 4 Restricted farm losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Taxable capital gains or taxable dividends allocated from a central credit union Prospector's and grubstaker's shares Subtotal (amount A minus amount B) (if negative, enter "0")	В
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Ecological gifts from Schedule 2 Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 Part VI. 1 tax deduction* Net capital losses of previous tax years from Schedule 4 Net capital losses of previous tax years from Schedule 4 Restricted farm losses of previous tax years from Schedule 4 Restricted farm losses of previous tax years from Schedule 4 Itimited partnership losses of previous tax years from Schedule 4 Taxable capital gains or taxable dividends allocated from a central credit union Prospector's and grubstaker's shares Subtotal	вс
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Ecological gifts from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 Part VI.1 tax deduction* Non-capital losses of previous tax years from Schedule 4 Net capital losses of previous tax years from Schedule 4 Restricted farm losses of previous tax years from Schedule 4 Farm losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Taxable capital gains or taxable dividends allocated from a central credit union Prospector's and grubstaker's shares Subtotal (amount A minus amount B) (if negative, enter "0") Section 110.5 additions or subparagraph 115(1)(a)(vii) additions Taxable income (amount C plus amount D) Income exempt under paragraph 149(1)(t)	всо
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 Part VI.1 tax deduction* Non-capital losses of previous tax years from Schedule 4 Net capital losses of previous tax years from Schedule 4 Restricted farm losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Taxable capital gains or taxable dividends allocated from a central credit union Prospector's and grubstaker's shares Subtotal Subtotal (amount A minus amount B) (if negative, enter "0") Section 110.5 additions or subparagraph 115(1)(a)(vii) additions Taxable income (amount C plus amount D) Income exempt under paragraph 149(1)(t) Taxable income for a corporation with exempt income under paragraph 149(1)(t) (line 360 minus line 370)	B C D
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 Part VI.1 tax deduction* Non-capital losses of previous tax years from Schedule 4 Net capital losses of previous tax years from Schedule 4 Restricted farm losses of previous tax years from Schedule 4 Imited partnership losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Taxable capital gains or taxable dividends allocated from a central credit union Prospector's and grubstaker's shares Subtotal Subtotal (amount A minus amount B) (if negative, enter "0") Section 110.5 additions or subparagraph 115(1)(a)(vii) additions Taxable income (amount C plus amount D) Income exempt under paragraph 149(1)(t) Taxable income for a corporation with exempt income under paragraph 149(1)(t) (line 360 minus line 370)	всо

Small business deduction ————————————————————————————————————			
anadian-controlled private corporations (CCPCs) throughout	the tax year		400
acome from active business carried on in Canada from Schedule 7			400
axable income from line 360 on page 3, minus 100/28 (3.57143 ninus 4 times the amount on line 636** on page 7, and minus an		· -	
			405
			410 500,000
otes:			
For CCPCs that are not associated, enter \$ 500,000 on line 4 weeks, prorate this amount by the number of days in the tax year	divided by 365, and enter	the result on line 410.	
. For associated CCPCs, use Schedule 23 to calculate the amoun	t to be entered on line 410.		
usiness limit reduction:	0.077		40,700,000
	0,366 D =		18,682,933
	1,250		425
educed business limit (amount C minus amount E) (if negative, en usiness limit the CCPC assigns under subsection 125(3.2) (from li			
• , ,			427
mall business deduction		Δ	
	mber of days in the tax yea	r	
	before January 1, 2018	365 × 17.5	5 % =
Nu	mber of days in the tax year	r 365	
	per of days in the tax year at 1, 2017, and before Janual		8 %=
Nu	mber of days in the tax yea	r 365	
Т	otal of amounts 1 and 2 (er	nter amount I at amount J on page 7	7) 430
* Calculate the amount of foreign non-business income tax cred investment income (line 604) and without reference to the corp			ax on the CCPC's
** Calculate the amount of foreign business income tax credit de	ductible on line 636 withou	reference to the corporation tax re	ductions under section 123.4.
*** Large corporations			
 If the corporation is not associated with any corporations in (total taxable capital employed in Canada for the prior yea If the corporation is not associated with any corporations in 	r minus \$ 10,000,000) x 0.2	225%.	
entered on line 415 is: (total taxable capital employed in Ca • For corporations associated in the current tax year, see Sg	anada for the current year	minus \$10,000,000) x 0.225%.	
pecified corporate income and assignment under subsection	<i>y</i> .	лез шасарріу.	
Applicable to tax years that begin after March 21, 2016 Except that, if the tax year of your corporation started before and erassignment of business limit to that other CCPC if its tax year start	nds on or after March 22, 20	016 and in the tax year of a CCPC,	you can make an
J1 Name of corporation receiving the income and assigned amount	J Business number of the corporation receiving the assigned amount	K Income paid under clause 125(1)(a)(i)(B) to the corporation identified in column J ³	L Business limit assigned to corporation identified in column J 4
	490	500	505
1.		otal 510 -	Total 515
		Ulai Ulu	TUIAI UTU

- 3. This amount is [as defined in subsection 125(7) specified corporate income (a)(i)] the total of all amounts each of which is income from an active business of the corporation for the year from the provision of services or property to a private corporation (directly or indirectly, in any manner whatever) if (A) at any time in the year, the corporation (or one of its shareholders) or a person who does not deal at arm's length with the corporation (or one of its shareholders) holds a direct or indirect interest in the private corporation, and
 - (B) it is not the case that all or substantially all of the corporation's income for the year from an active business is from the provision of services or property to
 - (I) persons (other than the private corporation) with which the corporation deals at arm's length, or
 - (II) partnerships with which the corporation deals at arm's length, other than a partnership in which a person that does not deal at arm's length with the corporation holds a direct or indirect interest.
- 4. The amount of the business limit you assign to a CCPC cannot be greater than the amount determined by the formula A B, where A is the amount of income referred to in column K in respect of that CCPC and B is the portion of the amount described in A that is deductible by you in respect of the amount of income referred to in clauses 125(1)(a)(i)(A) or (B) for the year. The amount on line 515 cannot be greater than the amount on line 425.

- General tax reduction for Canadian-controlled private corporations —			
Canadian-controlled private corporations throughout the tax year			
Taxable income from page 3 (line 360 or amount Z, whichever applies)			A
Lesser of amounts 9B and 9H from Part 9 of Schedule 27		В	
Amount 13K from Part 13 of Schedule 27		С	
Personal services business income		D	
Amount used to calculate the credit union deduction (amount F from Schedule 17)		E	
Amount from line 400, 405, 410, or 427 on page 4, whichever is the least		F	
Aggregate investment income from line 440 on page 6*	11,000	G	
Subtotal (add amounts B to G)	11,000		11,000 H
Amount A minus amount H (if negative, enter "0")		· · · · <u></u>	I
General tax reduction for Canadian-controlled private corporations – Amount I multiplied by 13 % Enter amount J on line 638 on page 7.			J
* Except for a corporation that is, throughout the year, a cooperative corporation (within the meaning assigned by su	ubsection 136(2))	or a credit un	nion.
Do not complete this area if you are a Canadian-controlled private corporation, an investment corporation a mutual fund corporation, or any corporation with taxable income that is not subject to the corporation taxable income from page 3 (line 360 or amount Z, whichever applies)			,
Lesser of amounts 9B and 9H from Part 9 of Schedule 27		L	
Amount 13K from Part 13 of Schedule 27		M	
Personal services business income		N	
Amount used to calculate the credit union deduction (amount F from Schedule 17)		O	
Subtotal (add amounts L to O)			P
Amount K minus amount P (if negative, enter "0")		· · · <u></u>	Q
General tax reduction – Amount Q multiplied by 13 %			R
Enter amount R on line 639 on page 7.		··· <u></u>	``

┌ Refundable portion of Part I tax ─────────────────────		
Canadian-controlled private corporations throughout the tax year		
Aggregate investment income from Schedule 7	3,373	Α
Foreign non-business income tax credit from line 632 on page 7	B	
Deduct: Foreign investment income from Schedule 7	c	
Subtotal (amount B minus amount C) (if negative, enter "0")	<u></u> ▶	D
Amount A minus amount D (if negative, enter "0")	3,373	Е
Taxable income from line 360 on page 3		
Deduct: Amount from line 400, 405, 410, or 427 on page 4, whichever is the least		
Foreign non-business income tax credit from line 632 on page 7 x 75 / 29 = H	A	
Foreign business income tax credit from line 636 on page 7 x 4 = I Subtotal (total of amounts G, H and I) \bigsim	J	
Subtotal (amount F minus amount J) (if negative, enter "0")	K × 30 2 / 3 % =	ı
Part I tax payable minus investment tax credit refund (line 700 minus line 780 from page 8)		М
	450	N
Refundable dividend tax on hand	_	
Refundable dividend tax on hand at the end of the previous tax year	_	
Deduct: Dividend refund for the previous tax year	5	
Subtota	al ►	0
Add the total of:		
Refundable portion of Part I tax from line 450 above		
Total Part IV tax payable from Schedule 3 Net refundable dividend tax on hand transferred from a predecessor corporation on		
amalgamation, or from a wound-up subsidiary corporation 48		
Subtota	al	R
Refundable dividend tax on hand at the end of the tax year – Amount O plus amount R		
□ Dividend refund		
Private and subject corporations at the time taxable dividends were paid in the tax year		
	x 38 1 / 3 % =	s
Refundable dividend tax on hand at the end of the tax year from line 485 above	<u></u>	Т
Dividend refund – Amount S or T, whichever is less	· · · · · · · · · · · · · · · · · · ·	U

┌ Part I tax ───────────────────────────────────	
<u> </u>	
Base amount Part I tax – Taxable income from page 3 (line 360 or amount Z, whichever applies) multiplied by 38 %	A
Additional tax on personal services business income (section 123.5)	
Taxable income from a personal services business	B
Recapture of investment tax credit from Schedule 31	C
Calculation for the refundable tax on the Canadian-controlled private corporation's (CCPC) investment income (if it was a CCPC throughout the tax year)	
Aggregate investment income from line 440 on page 6	
Taxable income from line 360 on page 3	
Deduct:	
Amount from line 400, 405, 410, or 427 on page 4,	
whichever is the leastF	
Net amount (amount E minus amount F) G	
Refundable tax on CCPC's investment income – 10 2 / 3 % of whichever is less: amount D or amount G 604	Н
Subtotal (add amounts A, B, C, and H)	
Deduct:	
Small business deduction from line 430 on page 4	
Federal tax abatement	
Manufacturing and processing profits deduction from Schedule 27 616	
Investment corporation deduction 620	
Taxed capital gains 624	
Additional deduction – credit unions from Schedule 17	
Federal foreign non-business income tax credit from Schedule 21 632	
Federal foreign business income tax credit from Schedule 21	
General tax reduction for CCPCs from amount J on page 5	
General tax reduction from amount R on page 5	
Federal logging tax credit from Schedule 21	
Eligible Canadian bank deduction under section 125.21	
Federal qualifying environmental trust tax credit	
Investment tax credit from Schedule 31	
Subtotal ►	K
Part I tax payable – Amount I minus amount K	L
Enter amount L on line 700 on page 8.	

Privacy statement

Personal information is collected under the *Income Tax Act* to administer tax, benefits, and related programs. It may also be used for any purpose related to the administration or enforcement of the Act such as audit, compliance and the payment of debts owed to the Crown. It may be shared or verified with other federal, provincial/territorial government institutions to the extent authorized by law. Failure to provide this information may result in interest payable, penalties or other actions. Under the *Privacy Act*, individuals have the right to access their personal information and request correction if there are errors or omissions. Refer to Info Source <u>canada.ca/cra-info-source</u>, personal information bank CRA PPU 047.

Summary of tax and credits	
Federal tax	
Part I tax payable from amount L on page 7	
Part II surtax payable from Schedule 46	
Part III.1 tax payable from Schedule 55	
Part IV tax payable from Schedule 3	<mark>712</mark>
Part IV.1 tax payable from Schedule 43	
Part VI tax payable from Schedule 38	
Part VI.1 tax payable from Schedule 43	
Part XIII.1 tax payable from Schedule 92	
Part XIV tax payable from Schedule 20	<mark>728</mark>
Add provincial or territorial tax:	Total federal tax
Provincial or territorial jurisdiction 750 ON	
(if more than one jurisdiction, enter "multiple" and complete Schedule 5)	
Net provincial or territorial tax payable (except Quebec and Alberta)	760
The provincial of terminal tarkpayable (except Quesco and riborita)	Total tax payable 770 A
Deduct other credits:	, stantan payable ,
Investment tax credit refund from Schedule 31	. 780
Dividend refund from amount U on page 6	
Federal capital gains refund from Schedule 18	
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 withheld801	
Provincial and territorial capital gains refund from Schedule 18	. 808
Provincial and territorial refundable tax credits from Schedule 5	812
Tax instalments paid	840
Total credi	ts 890
Total credi	
Refund code 894 1 Overpayment	ts 890 B Balance (amount A minus amount B)
Refund code 894 1 Overpayment Direct deposit request	Balance (amount A minus amount B)
Refund code 894 1 Overpayment Direct deposit request To have the corporation's refund deposited directly into the corporation's pank	Balance (amount A minus amount B) If the result is positive, you have a balance unpaid . If the result is negative, you have an overpayment .
Refund code 894 1 Overpayment Direct deposit request To have the corporation's refund deposited directly into the corporation's pank account at a financial institution in Canada, or to change banking information you	Balance (amount A minus amount B) If the result is positive, you have a balance unpaid . If the result is negative, you have an overpayment . Enter the amount on whichever line applies.
Refund code 894 1 Overpayment 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:	Balance (amount A minus amount B) If the result is positive, you have a balance unpaid. If the result is negative, you have an overpayment. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference
Refund code 894 1 Overpayment 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	Balance (amount A minus amount B) If the result is positive, you have a balance unpaid . If the result is negative, you have an overpayment . Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less.
Refund code 894 1 Overpayment 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:	Balance (amount A minus amount B) If the result is positive, you have a balance unpaid. If the result is negative, you have an overpayment. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance unpaid
Refund code 894 1 Overpayment 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 Branch number	Balance (amount A minus amount B) If the result is positive, you have a balance unpaid . If the result is negative, you have an overpayment . Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less.
Refund code 894 1 Overpayment 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 Account number	Balance (amount A minus amount B) If the result is positive, you have a balance unpaid. If the result is negative, you have an overpayment. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance unpaid For information on how to make your payment, go to
Refund code 894 1 Overpayment 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 Account number	Balance (amount A minus amount B) If the result is positive, you have a balance unpaid. If the result is negative, you have an overpayment. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance unpaid For information on how to make your payment, go to canada.ca/payments.
Refund code 894 1 Overpayment 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 Account number If the corporation is a Canadian-controlled private corporation throughout the tax year, does it qualify for the one-month extension of the date the balance of tax is due?	Balance (amount A minus amount B) If the result is positive, you have a balance unpaid. If the result is negative, you have an overpayment. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance unpaid For information on how to make your payment, go to canada.ca/payments.
Refund code 894 1 Overpayment 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 Account number	Balance (amount A minus amount B) If the result is positive, you have a balance unpaid. If the result is negative, you have an overpayment. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance unpaid For information on how to make your payment, go to canada.ca/payments.
Refund code Direct deposit request	Balance (amount A minus amount B) If the result is positive, you have a balance unpaid. If the result is negative, you have an overpayment. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance unpaid
Refund code Direct deposit request	Balance (amount A minus amount B) If the result is positive, you have a balance unpaid. If the result is negative, you have an overpayment. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance unpaid
Refund code Direct deposit request	Balance (amount A minus amount B) If the result is positive, you have a balance unpaid. If the result is negative, you have an overpayment. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance unpaid For information on how to make your payment, go to canada.ca/payments.
Refund code 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	Balance (amount A minus amount B) If the result is positive, you have a balance unpaid. If the result is negative, you have an overpayment. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance unpaid
Refund code Direct deposit request	Balance (amount A minus amount B) If the result is positive, you have a balance unpaid. If the result is negative, you have an overpayment. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance unpaid
Refund code 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	Balance (amount A minus amount B) If the result is positive, you have a balance unpaid. If the result is negative, you have an overpayment. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance unpaid
Refund code B94 1	Balance (amount A minus amount B) If the result is positive, you have a balance unpaid. If the result is negative, you have an overpayment. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance unpaid
Refund code Start	Balance (amount A minus amount B) If the result is positive, you have a balance unpaid. If the result is negative, you have an overpayment. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance unpaid
Refund code 894 1 Overpayment Direct deposit request	Balance (amount A minus amount B) If the result is positive, you have a balance unpaid. If the result is negative, you have an overpayment. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance unpaid
Refund code System	Balance (amount A minus amount B) If the result is positive, you have a balance unpaid. If the result is negative, you have an overpayment. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance unpaid
Refund code System	Balance (amount A minus amount B) If the result is positive, you have a balance unpaid. If the result is negative, you have an overpayment. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance unpaid For information on how to make your payment, go to canada.ca/payments.
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 Pranch number Branch number If the corporation is a Canadian-controlled private corporation throughout the tax year, does it qualify for the one-month extension of the date the balance of tax is due? If this return was prepared by a tax preparer for afee, provide their EFILE number Certification I, 950 McAllister Prepared Southy FOR INFOME TAX PURPOSES WITHOUT AUDIT OR REVIEW FROM INFORMATION (The information given on this return is, to the best of my knowledge, correct and complete. I also cer year is consistent with that of the previous tax year except as specifically disclosed in a statement at 955 2018-06-28 Date (yyyy/mm/dd) Signature of the authorized signing officer of the corporation be 958 Lisa McCaskie Name of other authorized person	Balance (amount A minus amount B) If the result is positive, you have a balance unpaid. If the result is negative, you have an overpayment. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance unpaid
Direct deposit request To have the corporation's reductive 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 If the corporation is a Canadian-controlled private corporation throughout the tax year, does it qualify for the one-month extension of the date the balance of tax is due? If this return was prepared by a tax preparer for a fee, provide their EFILE number PREPARED SOLENY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIEW FROM INCOME TAX PURPOSES WITHOUT AU	Balance (amount A minus amount B) If the result is positive, you have a balance unpaid. If the result is negative, you have an overpayment. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance unpaid
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 Start Change information Branch number If the corporation is a Canadian-controlled private corporation throughout the tax year, does it qualify for the one-month extension of the date the balance of tax is due? If this return was prepared by a tax preparer for affec, provide their EFILE number Certification I, 950 McAllister Start Date (Nyyy/mm/dd) Signature of the authorized signing officer of the corporation. I certify that I have examined this return, includir the information given on this return is, to the best of my knowledge, correct and complete. I also cer year is consistent with that of the previous tax year except as specifically disclosed in a statement at 955 2018-06-28 Date (yyyy/mm/dd) Signature of the authorized signing officer of the corporation be 158 Lisa McCaskie Name of other authorized person	Balance (amount A minus amount B) If the result is positive, you have a balance unpaid. If the result is negative, you have an overpayment. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance unpaid

Canada Revenue Agency

Agence du revenu du Canada **SCHEDULE 100**

Form identifier 100

GENERAL INDEX OF FINANCIAL INFORMATION – GIFI

Torrindentifier 100		
Corporation's name	Business number	Tax year end Year Month Day
InnPower Corporation	89242 2817 RC0001	2017-12-31

Balance sheet information

Account	Description	GIFI	Current year	Prior year
Assets —				
	Total current assets	1599 +	10,426,000	12,830,692
	Total tangible capital assets	2008 +	75,939,000	58,685,691
		2009 -	8,653,000	6,358,479
		2178 +		
		2179 -		
	Total long-term assets	2589 +	2,823,000	2,062,037
	* Assets held in trust	2590 +		
	Total assets (mandatory field)	2599 = _	80,535,000	67,219,94
Liabilities				
	- Vision V	3139 + _	9,076,000	15,316,795
	Total long-term liabilities	3450 + _	51,369,000	31,845,747
		3460 + _		
	* Amounts held in trust	3470 + _		
	Total liabilities (mandatory field)	3499 =	60,445,000	47,162,542
Sharehol	der equity—			
		3620 + _	20,090,000	20,055,370
	Total liabilities and shareholder equity	3640 =	80,535,000	67,217,912
Retained	earnings —			
		3849 =	7,612,000	7,577,000

^{*} Generic item

Current Assets

SCHEDULE 100

_					
⊢orm	Ide	ntifier	1 !	599	۱

* Generic item

Account	Description	GIFI	Current year	Prior year
Cash and	deposits			
	_* Cash and deposits	<u>1000</u>	503,000	
	Cash and deposits	· · · · · · · · · · · · + ₌	503,000	
Accounts receivable				
	_* Accounts receivable	1060	4,701,000	10,931,065
	Taxes receivable	1066	219,000	1,055,336
	Accounts receivable		4,920,000	11,986,401
Inventorie	s			
	* Inventories	1120	543,000	466,227
	Inventories	+=	543,000	466,227
Other curr	rent assets			
	* Other current assets		4,057,000	
	- Prepaidexpenses		403,000	378,064
	Other current assets		4,460,000	378,064
	_ Total current assets		10,426,000	12,830,692

Tangible Capital Assets and Accumulated Amortization

SCHEDULE 100

Form	identifier	2008	2009
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* Generic item

Account	Description	GIFI	Tangible capital assets	Accumulated amortization	Prior year
ınd					
	_*Land	. 1600 +	1,049,593		2,065,0
	Landimprovements	. 1601 +	394,000		394,4
	_ Accumulated amortization of land improvements	. 1602	- _	53,000	40,5
	Tota	I	1,443,593	53,000	
ıildings					
	_ * Buildings	. 1680 +	13,524,407		12,438,2
	*Accumulated amortization of buildings	. 1681		695,000	416,9
	Tota	I	13,524,407	695,000	
	/, equipment, furniture and fixtures _* Machinery, equipment, furniture, and fixtures *Accumulated amortization of machinery, equipment	. 1740 +	54,543,000	_	39,976,0
	*Accumulated amortization of machinery, equipment,			_	
	furniture, and fixtures	. 1741	/ 	5,601,000	4,210,
	Computer equipment/software	. 1774 +	783,000	_	2,559,
	equipment/software	. 1775		615,000	1,121,
	Other machinery and equipment	. 1785 +	5,645,000	_	1,251,
	equipment	. 1786	\ \ \	1,689,000	569,
	equipment		60,971,000	7,905,000	
	Tota	I (00,971,000	7,703,000	
		. 2008 =	75,939,000	7,703,000	58,685,

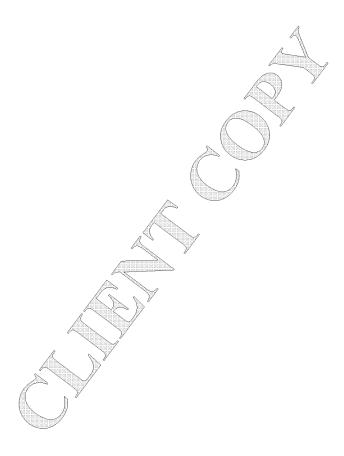
Long-term Assets

SCHEDULE 100

Form identifier 2589

Account	Description	GIFI	Current year	Prior year
Other long	-term assets			
	* Other long-term assets	2420	2,823,000	2,023,686
	Future (deferred) income taxes	2421		38,351
	Other long-term assets	+ :	2,823,000	2,062,037
	Total long-term assets	2589 =	2,823,000	2,062,037

^{*} Generic item



Current Liabilities

SCHEDULE 100

Form identifier 3139

* Generic item

Account	Description	GIFI	Current year	Prior year
	_* Bank overdraft	2600 +		1,819,279
Amounts	payable and accrued liabilities			
	* Amounts payable and accrued liabilities	<mark>2620</mark> +	7,556,000 7,556,000	9,306,660 9,306,660
Short-tern	n debt			
	_* Short-term debt Short-term debt	<mark>2700</mark> + <u>-</u>	1,111,000 1,111,000	
	_ * Current portion of long-term liability	2920 +		2,519,595
Other curi	rent liabilities	A		
	_* Other current liabilities	2960	409,000	
	_ Deposits received	<mark>2961 / _</mark> -	409,000	1,671,261 1,671,261
	_ Total current liabilities	3139 =	9,076,000	15,316,795

Long-term Liabilities

SCHEDULE 100

_			~
Form	Ide	ntitiei	r:3450

Account	Description	GIFI	Current year	Prior year
Long-term	debt			
	*Long-term debt	3140	34,645,000	31,210,188
	Long-term debt		34,645,000	31,210,188
	* Future (deferred) income taxes	3240 +	229,000	
Other long	g-term liabilities			
	* Other long-term liabilities	3320	16,495,000	635,559
	Other long-term liabilities		16,495,000	635,559
	Total long-term liabilities	3450 =	51,369,000	31,845,747

^{*} Generic item



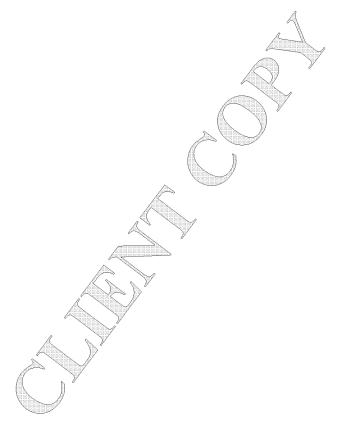
Shareholder Equity

SCHEDULE 100

Form identifier 3620

* Generic item

Account	Description	GIFI	Current year	Prior year
	*Common shares	3500 +	10,852,000	10,852,444
Contribute	ed and other surplus			
	Contributed surplus	3541	1,600,000	1,600,000
	Contributed and other surplus		1,600,000	1,600,000
	* Accumulated other comprehensive income	3580 +	26,000	25,926
	*Retained earnings/deficit	3600 +	7,612,000	7,577,000
	Total shareholder equity	3620 =	20,090,000	20,055,370



Retained Earnings/Deficit

SCHEDULE 100

Form identifier 3849

Account	Description	GIFI	Current year	Prior year
	_ * Retained earnings/deficit – start	. 3660 +	7,577,000	6,283,678
	* Netincome/loss	. 3680 +	35,000	670,351
Dividends	declared _* Dividends declared Dividends declared	. 3700		-625,000 -625,000
Other iten	ns affecting retained earnings _* Other items affecting retained earnings Other items affecting retained earnings	. <mark>3740</mark> . + _		-2,029 -2,029
* Generic item	_ Retained earnings/deficit – end	. 3849 = _	7,612,000	7,577,000

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SCHEDULE 125

GENERAL INDEX OF FINANCIAL INFORMATION - GIFI

Form identifier 125	GENERAL INDEX OF FINANCIAL INFORMATION – GIFI				
Corporation's name		Business number	Tax year end Year Month Day		
InnPower Corporation		89242 2817 RC0001	2017-12-31		

Income statement information

Description	GIFI
Operating name	0001 0002 0003 01

Account	Description	GIFI	Current year	Prior year
Income s	tatement information			
	Total sales of goods and services	8089 +	40,259,000	43,373,17
	_ Cost of sales	8518 –	31,698,000	35,805,53
	Gross profit/loss	8519 룾 _	8,561,000	7,567,64
	Cost of sales	8518 +	31,698,000	35,805,53
	_ Total operating expenses	9367 +	9,831,000	7,705,87
	Total expenses (mandatory field)	9368 = _	41,529,000	43,511,40
	_ Total revenue (mandatory field)	8299 +	40,931,000	44,335,44
	Total expenses (mandatory field)	9368 -	41,529,000	43,511,40
	Net non-farming income	9369 =	-598,000	824,03
	Total farm expenses (mandatory field) Net farm income	9898 — _ 9899 = _		
	Net income/loss before taxes and extraordinary items	9970 =	-598,000	824,03
	_ Total other comprehensive income	9998 = _		32,92
Extraordi	inary items and income (linked to Schedule 140)			
	_ Extraordinary item(s)	9975 -		
	Legal settlements	9976 –		
	Unrealized gains/losses	9980 +		
	_ Unusual items	9985 –	-833,000	-285,07
	_ Current income taxes	9990 –	-67,000	438,76
	Future (deferred) income tax provision	9995 –	267,000	
	Total – Other comprehensive income	9998 + _		32,92
		9999 =	35,000	703,27

Revenue

SCHEDULE 125

Form identifier 8299

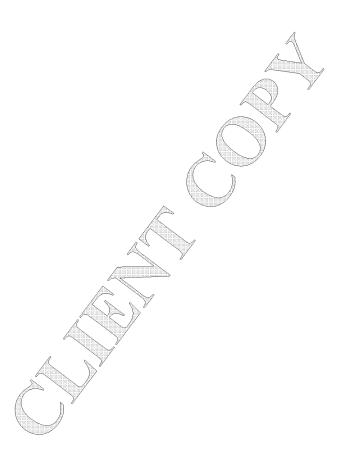
Account	Description	GIFI	Current year	Prior year
	*Trade sales of goods and services	8000 +	40,259,000	43,373,174
	_ Total sales of goods and services	8089 = _	40,259,000	43,373,174
Investmer	nt revenue			
	_* Investment revenue	8090	11,000	
	Interest from other Canadian sources	8094		248
	Investment revenue	··· + <u>-</u>	11,000	248
Realized o	gains/losses on disposal of assets			
•	* Realized gains/losses on disposal of assets	8210	-53,000	-14,837
	Realized gains/losses on disposal of assets		-53,000	-14,837
Other reve	enue	4		
	*Other revenue	8230	714,000	976,859
	Other revenue	7/+	714,000	976,859
	Total revenue	8299 =	40,931,000	44,335,444

* Generic item

Cost of Sales SCHEDULE 125

Form identifier 8518

Account	Description	GIFI	Current year	Prior year
	_* Purchases/cost of materials	8320 +	31,698,000	35,805,532
* Generic item	Cost of sales	8518 =	31,698,000	35,805,532



Operating Expenses

SCHEDULE 125

* Generic item

Account	Description	GIFI	Current year	Prior year
Advertisir	ng and promotion			
	_ Meals and entertainment	8523	20,099	
	Advertising and promotion	+ =	20,099	
	_* Amortization of tangible assets	8670 + _	2,418,000	2,348,78
Interest ar	nd bank charges			
	Interest on long-term debt	8714		1,245,55
	Interest and bank charges	+ =		1,245,55
Interest pa	aid (financial institutions)			
р	_ * Interest paid (financial institutions)	8740	1,299,000	
	Interest paid (financial institutions)	+ _	1,299,000	
Office exp	penses			
omeo exp	* Office expenses	8810		5,848,208
	Office expenses	+ -		5,848,208
		7 =		
Other exp	Villa W	00-0		
	_*Other expenses	9270		-1,736,67
	_ General and administrative expenses	9284	6,093,901	1 70/ /7
	Other expenses	+ =	6,093,901	-1,736,67
	Total operating expenses	9367 =	9,831,000	7,705,873

Canada Revenue Agency

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Notes Checklist

Corporation's name	Business number	Tax Year End Year Month Day
InnPower Corporation	89242 2817 RC0001	2017-12-31

- Parts 1, 2, and 3 of this schedule must be completed from the perspective of the person (referred to in these parts as the **accountant**) who prepared or reported on the financial statements. If the person preparing the tax return is not the accountant referred to above, they must still complete Parts 1, 2, 3, and 4, as applicable.
- For more information, see Guide RC4088, General Index of Financial Information (GIFI) and T4012, T2 Corporation Income Tax Guide.
- Complete this schedule and include it with your T2 return along with the other GIFI schedules.

┌ Part 1 – Information on the accountant who prepared or reported on the financial statements
Does the accountant have a professional designation?
Is the accountant connected* with the corporation?
The discontinuity control of polation.
Note If the accountant does not have a professional designation or is connected to the corporation, you do not have to complete Parts 2 and 3 of this
schedule. However, you do have to complete Part 4, as applicable.
* A person connected with a corporation can be: (i) a shareholder of the corporation who owns more than 10% of the common shares; (ii) a director, an
officer, or an employee of the corporation; or (iii) a person not dealing at arm's length with the corporation.
Part 2 – Type of involvement with the financial statements —
Choose the option that represents the highest level of involvement of the accountant:
Completed an auditor's report
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 with the financial statements above, answer the following question:
Has the accountant expressed a reservation?
Port 4. Other information
Part 4 – Other information
If you have a professional designation and are not the account ant associated with the financial statements in Part 1 above, choose one of the following options:
Prepared the tax return and the financial information contained therein (financial statements have not been prepared)
Were notes to the financial statements prepared?
If yes, complete lines 104 to 107 below:
Are subsequent events mentioned in the notes?
Is re-evaluation of asset information mentioned in the notes?
Is contingent liability information mentioned in the notes? No X
Is information regarding commitments mentioned in the notes?
Does the corporation have investments in joint venture(s) or partnership(s)?



Part 4 – Other information (continued)				
Impairment and fair value changes				
In any of the following assets, was an amount recognized in net income result of an impairment loss in the tax year, a reversal of an impairment change in fair value during the tax year?		s tax year, or a	. 200 Yes	No X
If yes, enter the amount recognized:	In net income Increase (decrease)	In OCI Increase (decrease)		
Property, plant, and equipment		211	_	
Intangible assets		216	_	
Investment property				
Biological assets				
Financial instruments		231	_	
Other		236	_	
Financial instruments				
Did the corporation derecognize any financial instrument(s) during the	tax year (other than trade rece	eivables)?	. 250 Yes	No X
Did the corporation apply hedge accounting during the tax year?			. 255 Yes	No X
Did the corporation discontinue hedge accounting during the tax year?			. 260 Yes	No X
Adjustments to opening equity	,			
Was an amount included in the opening balance of retained earnings or recognize a change in accounting policy, or to adopt a new accounting	. ,		265 Yes	No X
If yes , you have to maintain a separate reconciliation.	(A)			

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Net Income (Loss) for Income Tax Purposes

Schedule 1

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2017-12-31

- 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. For more information, see the T2 Corporation - Income Tax Guide.
- All legislative references are to the Income Tax Act.

Net income (loss) after taxes and extraordinary items from line 9999 of Schedule 125	35,000 A
Add:	
Provision for income taxes – current	
Provision for income taxes – deferred	
Amortization of tangible assets	
Loss on disposal of assets	
Non-deductible meals and entertainment expenses	
Reserves from financial statements – balance at the end of the year	
Subtotal of additions 2,972,746 ►	2,972,746

Other additions:

Miscellaneous other additions:

	1	2
	Description	Amount
	605	295
1	Inducement under 12(1)(x) ITA	979,572
2	Amortization expensed in distribution expenses	100,468
3	Customer Deposits - paragraph 20(1)(a)	409,000
4	Adjustment for 2016 EFB	45,000
5	2016 Tax in regulatory acct.	38,000
	Total of column 2	1,572,040 ▶

	Subtotal of other additions 199 1,572,040 ►	1,572,040
	Total additions 500 4,544,786 ►	4,544,786 B
Amount A plus amount B		<u>4,579,786</u> C

1,572,040

Deduct:

Capital cost allowance from Schedule 8	403	3,677,555
Reserves from financial statements – balance at the beginning of the year	414	139,779
	Subtotal of deductions	3,817,334

Other deductions:

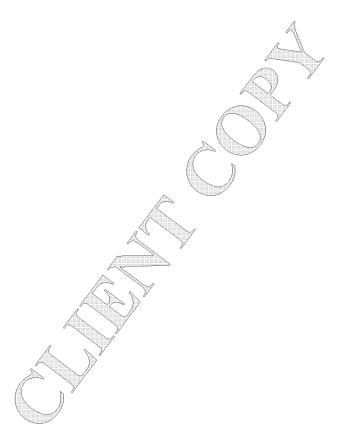
Miscellaneous other deductions:

1	2	
Description	Amount	
705	395	
13(7.4) electon re contributed capital	979,572	
CDN GAAP deferred credits	55,041	
Customer Deposits - paragraph 20(1)(m)	409,000	
Amortization of deferred contribution	419,034	
2017 tax movement in reg. account	209,000	
Co-op credits applied against wages	8,613	_
Total of column 2	2,080,260 > 396	2,080,260

3,817,334

Subtotal of other deductions 499 2,080,260 ►	2,080,260
Total deductions 5,897,594 ►	5,897,594 D
Net income (loss) for income tax purposes (amount C minus amount D)	-1,317,808 E
Enter amount E on line 300 of the T2 return.	

T2 SCH 1 E (17)



Inducement

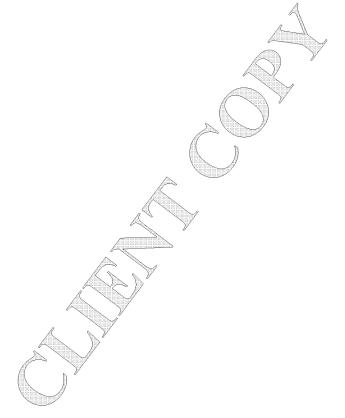
This form is used to calculate inducements that a corporation must add to its income under paragraph 12(1)(x) of the ITA. If an amount reduces the capital cost of a property, this amount will be indicated in Part "Tax credits whose amount should reduce the capital cost of property."

If you want to transfer an amount to Schedule 1 and include it in the corporation's income for tax purposes, select the corresponding check box in column A. You can also select the option **Select this check box to add all the amounts to income calculated in Schedule 1** to transfer all the amounts to Schedule 1. In either case, the column A check box will be selected for that amount and it will therefore be updated to Schedule 1.

Select this check box to add all the amounts to income calculated in Schedule 1.		
Other amounts		
A X		
Contributed capital for fixed assets		979,572
·	Total	979,572

Tax credits whose amount should reduce the capital cost of property

Tax credits whose amount should be added to income



Agence du revenu dŭ Canada

Schedule 4

Corporation Loss Continuity and Application

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2017-12-31

- Use this form to determine the continuity and use of available losses; to determine a current-year non-capital loss, farm loss, restricted farm loss, or limited partnership loss; to determine the amount of restricted farm loss and limited partnership loss that can be applied in a year; and to ask for a loss carryback to previous years.
- A corporation can choose whether or not to deduct an available loss from income in a tax year. The corporation can deduct losses in any order. However, for each type of loss, deduct the oldest loss first.
- According to subsection 111(4) of the Income Tax Act, when control has been acquired, no amount of capital loss incurred for a tax year ending before that time is deductible in computing taxable income in a tax year ending after that time. Also, no amount of capital loss incurred in a tax year ending after that time is deductible in computing taxable income of a tax year ending before that time.
- When control has been acquired, subsection 111(5) provides for similar treatment of non-capital and farm losses, except as listed in paragraphs 111(5)(a) and (b).
- For information on these losses, see the T2 Corporation Income Tax Guide.
- File one completed copy of this schedule with the T2 return, or send the schedule by itself to the tax centre where the return is filed.
- All legislative references are to the Income Tax Act.

- Part 1 - Non-capital losses	
Determination of current-year non-capital loss	
Net income (loss) for income tax purposes -1,317,80	18 A
Deduct: (increase a loss)	
Net capital losses deducted in the year (enter as a positive amount) a	
Taxable dividends deductible under section 112 or subsections 113(1) or 138(6)	
Amount of Part VI.1 tax deductible under paragraph 110(1)(k)	
Amount deductible as prospector's and grubstaker's shares – Paragraph 110(1)(d.2)	
Subtotal of amounts a to d)	В
Subtotal (amount A minus amount B; if positive, enter "0")1,317,80	18 C
Deduct: (increase a loss)	
Section 110.5 or subparagraph 115(1)(a)(vii) – Addition for foreign tax deductions	D
Subtotal (amount C minus amount D)1,317,80	18 E
Add: (decrease a loss)	
Current-year farm loss (the lesser of: the net loss from farming or fishing included in	_
income and the non-capital loss before deducting the farm loss)	<u>_</u> F
Current-year non-capital loss (amount E plus amount F; if positive, enter "0")	<u>8</u> G
Continuity of non-capital losses and request for a carryback	
Non-capital loss at the end of the previous tax year e	
Deduct: Non-capital loss expired (note 1)	
Non-capital losses at the beginning of the tax year (amount e minus amount f)	_ н
Add:	
Non-capital losses transferred on an amalgamation or on the wind-up of a subsidiary (note 2)	
4 047 000	
4 0 4 7 0 0 0	۱Ω .
Subtotal (amount H plus amount I)1,317,80	<u>18</u> J
Note 1: A non-capital loss expires as follows:	

- after 10 tax years if it arose in a tax year ending after March 22, 2004, and before 2006; and
- after 20 tax years if it arose in a tax year ending after 2005.

An allowable business investment loss becomes a net capital loss after 10 tax years if it arose in a tax year ending after March 22, 2004.

Note 2: Subsidiary is defined in subsection 88(1) as a taxable Canadian corporation of which 90% or more of each class of issued shares are owned by its parent corporation and the remaining shares are owned by persons that deal at arm's length with the parent corporation.



┌ Part 1 – Non-capital losses (continued) 	
Deduct:	
Other adjustments (includes adjustments for an acquisition of control)	
Section 80 – Adjustments for forgiven amounts	
Subsection 111(10) – Adjustments for fuel tax rebate j.1	
Non-capital losses of previous tax years applied in the current tax year	
Enter amount k on line 331 of the T2 Return.	
Current and previous year non-capital losses applied against current-year	
taxable dividends subject to Part IV tax (note 3)	
Subtotal (total of amounts i to I)	K
Non-capital losses before any request for a carryback (amount J minus amount K)	1,317,808 L
Deduct – Request to carry back non-capital loss to:	
First previous tax year to reduce taxable income	
Second previous tax year to reduce taxable income	
Third previous tax year to reduce taxable income	
First previous tax year to reduce taxable dividends subject to Part IV tax	
Second previous tax year to reduce taxable dividends subject to Part IV tax	
Third previous tax year to reduce taxable dividends subject to Part IV tax	
Total of requests to carry back non-capital losses to previous tax years (total of amounts m to r) 4 793,053	793,053 ₋ м
Closing balance of non-capital losses to be carried forward to future tax years (amount L minus amount M) 180	524,755 _N
Note 3: Amount I is the total of lines 330 and 335 from Schedule 3, Dividends Received, Taxable Dividends Paid, and Part IV Tax Calcul	ation.
┌ Part 2 - Capital losses ——————————————————————————————————	
Continuity of capital losses and request for a carryback	
Capital losses at the end of the previous tax year	
Capital losses transferred on an amalgamation or on the wind-up of a subsidiary corporation 205 b	
Subtotal (amount a plus amount b)	А
Deduct:	
Other adjustments (includes adjustments for an acquisition of control)	
Section 80 – Adjustments for forgiven amounts	
Subtotal (amount c plus amount d)	В
Subtotal (amount A minus amount B)	C
Add: Current-year capital loss (from the calculation on Schedule 6, Summary of Dispositions of Capital Property)210	D
Unused non-capital losses that expired in the tax year (note 4)	
Allowable business investment losses (ABILs) that expired as non-capital losses at the end of the	
previous tax year (note 5) f	
Enter amount e or f, whichever is less g	
ABILs expired as non-capital losses: line 215 multiplied by 2.000000	E
Subtotal (total of amounts C to E)	F
	·
Note	
If there has been an amalgamation or a wind—up of a subsidiary, do a separate calculation of the ABIL expired as non-capital loss for each predecessor or subsidiary corporation. Add all these amounts and enter the total on line 220 above.	
Note 4: If the loss was incurred in a tax year ending after March 22, 2004, determine the amount of the loss from the 11th previous tax year the part of that loss that was not used in previous years and the current year on line e.	r and enter
Note 5: If the ABILs were incurred in a tax year ending after March 22, 2004, enter the amount of the ABILs from the 11th previous tax year amount on line f.	ar. Enter the full

– Part 2 – Capital Iosses (continued) –				
Deduct: Capital losses from previous tax years applied against th	ne current-year net capital gain (note 6	8)	225	G
Сарі	ital losses before any request for a car	ryback (amount F minus amou	nt G)	н
Deduct – Request to carry back capital loss to (note 7):				
	Capital gain (100%)	Amount carried back (100%)		
First previous tax year	· · · · · · · · · · · · · · · · · · ·	951	h	
Second previous tax year		952	İ	
Third previous tax year		953	i	
· · · · · · · · · · · · · · · · · · ·	Subtotal (total of amounts I		·	1
Closing balance of capital losses	to be carried forward to future tax year	rs (amount H minus amount I)	280	J
Note 6: To get the net capital losses required to reduce the from line 225 divided by 2 at line 332 of the T2 retu		t income (loss) for the current-ye	ear tax, enter the amount	
Note 7: On line 225, 951, 952, or 953, whichever applies, e result represents the 50% inclusion rate.		nen the loss is applied, divide thi	s amount by 2. The	
– Part 3 – Farm losses –				
Continuity of farm losses and request for a carryback		A		
Farm losses at the end of the previous tax year		. 1	а	
Deduct: Farm loss expired (note 8)			b	
Farm losses at the beginning of the tax year (amount a ${\bf minus}$ an	nountb)	302	-	A
Add:				
Farm losses transferred on an amalgamation or on the wind-up		305	С	
Current-year farm loss (amount F in Part 1)		310	d	
	Subtotal (amount c plus amou		-	В
Policy		Subtotal (amount A plus amou	nt B)	c
Deduct: Other adjustments (includes adjustments for an acquisition of content of the content o	ontrol)	350	٩	
Section 80 – Adjustments for forgiven amounts	/ ASSESS	340	f	
Farm losses of previous tax years applied in the current tax year		330	g	
Enter amount g on line 334 of the T2 Return.				
Current and previous year farm losses applied against current-year taxable dividends subject to Part IV tax (note 9)	A CONTRACTOR OF THE PROPERTY O	335	h	
Current-year taxable dividends subject to Fart IV tax (note 9)	Subtotal (total of amounts e		" ▶	D
#	X X 1/		-(D)	
Fal	rm losses before any request for a car	ryback (amount C minus amou		E
Deduct – Request to carry back farm loss to:	7			
First previous tax year to reduce taxable income	,	921	i	
Second previous tax year to reduce taxable income	, 	922	i	
Third previous tax year to reduce taxable income		923	, k	
First previous tax year to reduce taxable dividends subject to Pa	nrt IV tax	931	1	
Second previous tax year to reduce taxable dividends subject to		932	m	
Third previous tax year to reduce taxable dividends subject to Pa		933	n	
	Subtotal (total of amounts i	to n)		F
Closing balance of farm losses to	o be carried forward to future tax year	s (amount E minus amount F)	380	G
Note 8: A farm loss expires as follows:				-
 after 10 tax years if it arose in a tax year ending 	before 2006; and			
 after 20 tax years if it arose in a tax year ending 	after 2005.			

Note 9: Amount h is the total of lines 340 and 345 from Schedule 3.

 Part 4 – Restricted farm losses 						
Current-year restricted farm loss						
Total losses for the year from farming busine	ess				485	A
Minus the deductible farm loss:						
(amount A above	-\$2,500) div	rided by 2 =	a			
Amount a or \$ 15,000 (note 10), w	hichever is less .	<u> </u>	>	•	b	
				2,50	 О с	
		Subtotal (amo	unt b plus amount c	0.50		2,500 в
		•		oss (amount A minus am		
		·	cai restiloted familie	333 (amount A minus an		
Continuity of restricted farm losses and						
Restricted farm losses at the end of the prev	•				d	
Deduct: Restricted farm loss expired (note	•				e	
Restricted farm losses at the beginning of the	ie tax year (amount d	l minus amounte)	402		= ▶	D
Add:	malaamatian ar an th	a wind wa				
Restricted farm losses transferred on an ar of a subsidiary corporation	-	 	405	5	f	
Current-year restricted farm loss (from am					 g	
Enter amount g on line 233 of Schedule 1,				A	_	
		Subtotal (amo	ount f plus amount of		•	Е
			·	ototal (amount D plus am	nount E)	
Deduct:				notal (agriount D plus an		'
Restricted farm losses from previous tax ye	ears applied against	current farming incom	e , 430	1	h	
Enter amount h on line 333 of the T2 return		J		7		
Section 80 – Adjustments for forgiven amo	ounts				i	
Other adjustments			450		j	
		Subtotal (to	otal of amounts h to j		_ ▶	G
	Restricted fa	rm losses before any i	request for a carryba	ick (amount F minus am	nount G)	H
Deduct – Request to carry back restricte	ed farm loss to:		,	_		
First previous tax year to reduce farming inc	come		941		k	
Second previous tax year to reduce farming	income		942		I	
Third previous tax year to reduce farming in	come				_ <u>m</u>	
	,		al of amounts k to m		= <u>L_</u>	
Closing balance of re	estricted farm losses	to be carried forward t	o future tax years (a	mount H minus amount	l) 480	J
Note		X Y				
The total losses for the year from all farmi	ing businesses are ç	alculated without inclu	ding scientific resea	rch expenses.		
Note 10: For tax years that end before	- A	<i></i>	-			
Note 11: A restricted farm loss expires		, , -, <u>-</u>	- ,			
after 10 tax years if it aros	F3 . 1/	before 2006; and				
 after 20 tax years if it aros 	10000 7					

Part 5 – Listed personal property losses ———		
Continuity of listed personal property loss and request for a ca	arryback	
Listed personal property losses at the end of the previous tax year	a	
Deduct: Listed personal property loss expired after 7 tax years	<mark>500</mark> b	
Listed personal property losses at the beginning of the tax year (amo	ount a minus amount b) 502	A
Add: Current-year listed personal property loss (from Schedule 6)	510	B
	Subtotal (amount A plus amount B)	c
Deduct: Listed personal property losses from previous tax years applied aga personal property gains	F20	
Other adjustments		
	Subtotal (amount c plus amount d)	D
Listed personal property losses rem	naining before any request for a carryback (amount C minus amount D)	E
Deduct – Request to carry back listed personal property loss to	o:	
First previous tax year to reduce listed personal property gains	e	
Second previous tax year to reduce listed personal property gains	f	
Third previous tax year to reduce listed personal property gains	g	
	Subtotal (total of amounts e tog)	F
Closing balance of listed personal property losses to be	e carried forward to future tax years (amount E minus amount F) 580	G

650

1	2	3	4	5	6	7
Partnership account number	Tax year ending yyyy/mm/dd	Corporation's share of limited partnership loss	Corporation's at-risk amount	Total of corporation's share of partnership investment tax credit, farming losses, and resource expenses	Column 4 minus column 5 (if negative, enter "0")	Current-year limited partnership losses (column 3 minu column 6)
600	602	604	606	608		620

Total (enter this amount on line 222 of Schedule 1)

Limited partnership	iosses iroin previ	ous tax years that may	y be applied in the	current year ———		
1	2	3	4	5	6	7
Partnership account number	Tax year ending yyyy/mm/dd	Limited partnership losses at the end of the previous tax year and amounts transferred on an amalgamation or on the wind-up of a	Corporation's at-risk amount	Total of corporation's share of partnership investment tax credit, business or property losses, and resource expenses	Column 4 minus column 5 (if negative, enter "0")	Limited partnership losses that may be applied in the year (the lesser of columns 3 and 6)

636

Continuity of limited partnership losses that can be carried forward to future tax years

subsidiary

634

Continuity of limited pa	arthership losses that ca	an be carried forward to	Tuture tax years		
1	2	3	(4)	5	6
Partnership account number	Limited partnership losses at the end of the previous tax year	Limited partnership losses transferred in the year on an amalgamation or on the wind-up of a subsidiary	Current-year limited partnership losses (from line 620)	Limited partnership losses applied in the current year (must be equal to or less than line 650)	Current year limited partnership losses closing balance to be carried forward to future years (column 2 plus column 3 plus column 4 minus column 5)
660	662	664	670	675	680

Total (enter this amount on line 335 of the T2 return)

Note

1.

630

If you need more space, you can attach more schedules.

-Part 8 – Election under paragraph 88(1.1)(f)

If you are making an election under paragraph 88(1.1)(f), check the box

632

	190	Yes		
--	-----	-----	--	--

In the case of the wind-up of a subsidiary, if the election is made, the non-capital loss, restricted farm loss, farm loss, or limited partnership loss of the subsidiary—that otherwise would become the loss of the parent corporation for a particular tax year starting after the wind—up began—will be considered as the loss of the parent corporation for its immediately preceding tax year and not for the particular year.

Note

This election is only applicable for wind-ups under subsection 88(1) that are reported on Schedule 24, First-Time Filer after Incorporation, Amalgamation, or Winding-up of a Subsidiary into a Parent.

Non-Capital Loss Continuity Workchart

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

Non-capital losses – losses that can be carried forward over 20 years

	Balance at	Loss incurred		Loss	Applied	o reduce	
Year of origin	beginning of year	in current year	Adjustments and transfers	carried back Parts I & IV	Taxable income	Part IV tax	Balance at end of year
Current	N/A	1,317,808		793,053	N/A		524,755
1st preceding taxation year	IN/A	1,317,000		793,033	IN/A		524,75
2016-12-31		N/A		N/A			
2nd preceding taxation year		IN/A		IN/A			
2015-12-31		N/A		N/A			
3rd preceding taxation year		IN/A		IN/A			
2014-12-31		N/A		N/A			
4th preceding taxation year		14// (14/7			
2013-12-31		N/A		N/A			
5th preceding taxation year		14/7		14/7	A		
2012-12-31		N/A		N/A			
6th preceding taxation year							
2011-12-31		N/A		N/A			
7th preceding taxation year							
2010-12-31		N/A		N/A	1		
8th preceding taxation year				(A Y	/		
2009-12-31		N/A		N/A			
9th preceding taxation year							
2008-12-31		N/A		N/A			
10th preceding taxation year			\ \				
2007-12-31		N/A		N/A			
11th preceding taxation year							
2006-12-31		N/A		N/A			
12th preceding taxation year							
2005-12-31		N/A		N/A			
13th preceding taxation year		l l					
2004-12-31		N/A	$\sum \mathcal{V}_{\lambda}$	N/A			
14th preceding taxation year		Į Ž					
2003-12-31		N/A	Y	N/A			
15th preceding taxation year			7				
2002-12-31		N/A) "		N/A			
16th preceding taxation year							
2001-12-31		N/A y		N/A			
17th preceding taxation year		N/A		N/A			
18th preceding taxation year							
19th preceding taxation year		N/A		N/A			
		N/A		N/A			
20th preceding taxation year		N/A		N/A			
Total		1,317,808		793,053			524,75

 $^{^{\}ast}$ This balance expires this year and will not be available next year.

Schedule 7

Aggregate Investment Income and Active Business Income

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2017-12-31

- Use this schedule if you are a Canadian-controlled private corporation (CCPC) to calculate:
 - your aggregate investment income and foreign investment income, as defined in subsection 129(4), to determine the refundable portion of Part I tax;
 - your specified partnership income, if you are a member or designated member of one or more partnerships as defined under subsection 125(7); and
 - your income from an active business carried on in Canada eligible for the small business deduction including any specified corporate income
 as defined in subsection 125(7).
- Use this schedule if another CCPC is making an assignment of business limit under subsection 125(3.2) to you.
- Use this schedule if you are a member of a partnership to assign specified partnership business limit to a designated member under subsection 125(8).
 Note: If you are a corporation that is not a CCPC, only complete Table 1 (columns A1, B1, C1, G1, H1 and J1) and Table 3 to make this assignment.
- All legislative references are to the Income Tax Act.
- For more information, see Small Business Deduction and Refundable Portion of Part I Tax in Guide T4012, T2 Corporation Income Tax Guide.
- All notes with regards to this form can be found at the bottom of the form.

− Part 1 – Aggregate investment income 	
Aggregate investment income is all world source income.	
Eligible portion of taxable capital gains for the year	
Eligible portion of allowable capital losses for the year (including allowable business investment losses)	
Net capital losses of previous years claimed on line 332 on the T2 return	
Subtotal (line 012 plus line 022)	A
Line 002 minus amount A (if negative, enter "0")	В
Total income from property (include income from a specified investment business carried on in Canada other than income from a source outside Canada)	
Exemptincome	
Amounts received from Agrilnvest Fund No. 2 that were included in computing the corporation's income for the year	
Taxable dividends deductible (total of column F on Schedule 3 minus related expenses)	
Business income from an interest in a trust that is considered property income under paragraph 108(5)(a)	
Subtotal (add lines 042, 052, 062 and 072)	
Subtotal (line 032 minus amount C) ► 11,000 ►	<u>00</u> D
Amount B plus amount D11,0	<u>00</u> E
Total losses from property (include losses from a specified investment business carried on in Canada other than a loss from a source outside Canada)	
Amount E minus line 082 (if negative, enter "0") (enter on line 440 of the T2 return)	00



Part 2A – Canadian investment income calculation ————————————————————————————————————		
Eligible portion of taxable capital gains for the year before taking into account the capital gains reserve (federal) of Schedule 13	1.1	
Taxable capital gains under section 34.2 (line 275 on Schedule 73)	1.3	
Eligible portion of taxable capital gains for the year after taking into account the capital gains reserve from Schedule 13 and the taxable capital gains under section 34.2 (add amounts 1.1,		
1.2, and 1.3)	>	1a
Eligible portion of allowable capital losses for the year (including allowable		
business investment losses)	2.1	
Net capital losses of previous years claimed on line 332 on the T2 return	2.2	
Allowable capital losses under section 34.2 (line 285 of Schedule 73)	2.3	
Add amounts 2.1, 2.2 and 2.3	_	2a
Amount1a minus an	nount 2a (if negative, enter "0")	3a
Taxable dividends	4.1	
Rental property income (under regulation 1100(11))	4.2	
Other property income	11,000 4.3	
Property income under section 34.2 (line 280 of Schedule 73)	4.4	
Total property income from Canadian sources (add amounts 4.1, 4.2, 4.3 and 4.4)	11,000 -	11,000_ 4a
Exemptincome	5.1	
Amounts received from Agrilnvest Fund No. 2 that were included in computing the corporation's income for the year	5.2	
Taxable dividends deductible (total of column F on Schedule 3 minus related expenses)	5.3	
Business income from an interest in a trust that is considered property income under	5.5	
paragraph 108(5)(a)	5.4	
Add amounts 5.1, 5.2, 5.3 and 5.4	_	5a
	Amount 4a minus amount 5a	11,000 _{6a}
	Amount 3a plus amount 6a	11,000 _{7a}
Rental property losses (under regulation 1100(11))	8.1	
Dividend losses	8.2	
Other property losses	8.3	
Property losses under section 34.2 (line 280 of Schedule 73)	8.4	
Total property losses from Canadian sources (add amounts 8.1, 8.2, 8.3 and 8.4)	_	8a
Amount 7a minus an	nount 8a (if negative, enter "0")	11,000 ga

Foreign investment income is all income from sources outside Canada .			
Eligible portion of taxable capital gains for the year before taking into account the capital gains reserve (federal) of Schedule 13		a1	
Reserve's eligible portion (addition/deduction)		a2	
Taxable capital gains under section 34.2 (line 275 of Schedule 73)*	<u> </u>	a3	
Eligible portion of taxable capital gains for the year after taking into account the capital gains reserve (federal) of Schedule 13 and taxable capital gains under section 34.2 (add amounts a1, a2, and a3)		▶ 001	
Allowable capital losses for the year		b1	
Allowable capital losses under section 34.2 (line 285 of Schedule 73)*	<u></u>	b2	
Eligible portion of allowable capital losses for the year (including allowable business investment losses) (Add amounts b1 and b2)		▶ 009	
Subtotal (line 0	01 minus line 009) (if ne	gative, enter "0")	F
Taxable dividends	, ,	, <u>==</u>	
Rental property income (under regulation 1100(11))			
Other property income			
Property income under section 34.2 (line 280 of Schedule 73)*	A		
Total income from property from a source outside Canada	019		
Exempt income			
Taxable dividends deductible (total of column F on Schedule 3 minus related expenses)			
Business income from an interest in a trust that is considered property income under paragraph 108(5)(a) . 059			
Subtotal (add lines 029, 049, and 059)		G	
Subtotal (line 019 minus amou	int G)	>	н
	Amount	F plus amount H	1
Rental property losses (under regulation 1100(11))		d1	_
Dividend losses		d2	
Other property losses		d3	
Property losses under section 34.2 (line 280 of Schedule 73)*	· · · · · <u> </u>	d4	
Total losses from property from a source outside Canada (add amounts d1, d2, d3 and d4)		▶ 069	
Amount I minus line 069 (if negative, enter "0") (enter on line 445 of the 12 return)		079	
* When an amount is entered on these lines, the amounts calculated for the taxable capital gains as well as property income or losses on lines 4.4 and 8.4 in Part 2A, "Canadian investment incomore details, press F1 to consult the Help.	or allowable capital loss me calculation" are autor	es on lines 1.3 and 2.3 matically updated. For	
Net taxable dividends	Canadian	Foreign	Total
Taxable dividends deducted per schedule 3			
Less: Expenses related to such dividends			

Total expenses

Net taxable dividends

Part 2 – Foreign investment income -

Α			A1			1A
Is the corporation a designated mem of the partnership	nber		Partnership r	name		Partnership's account number
			200			
Yes No						
B1	C1	D1	1D	2D	E1	F1
Total income (loss) of partnership from an active business	Corporation's share of amount in column B1	Income of the corporation from providing (directly or indirectly) services or property to the partnership note 1	Adjustments under section 34.2 note 2	Expenses the corporation incurred to earn partnership income	Adjustments (column 1D minus column 2D)	Corporation's incom (loss) in respect of the partnership note 3 (add columns C1, D1 and E1)
300	310	311			315	320
G1	H1	l1	J1	К1	Total	350
Number of days in the partnership's fiscal period	Prorated business limit notes 3 and 4 (column C1 ÷ column B1) × [\$ 500 000 × (column G1 ÷ 365)] (if column C1 is negative, enter "0")		Specified partnership business limit assigned by you from F3 in Table 3) notes 1, 6 and 8	Specified partnership business limit amount (column H1 plus column I1 minus column J1)	Column F1 minus column K1 (if negative, enter "0")	Lesser of columns F1 and K1 (if column F1 is negative, enter "0 notes 5
325	330	335	336			340
				Total	385	360
mber of a partners d partnership loss	ship) – enter as a pos	or the year – enter as a p	()	370		
all negative amou	ints in column F 1)		Subtotal (line 370 plu :	·	 J	

¬Part 3 – Specified partnership income (continued) —

Tables 2 and 3 are used to make an assignment of **specified partnership business limit** under subsection 125(8). A person that is a member of a partnership can make an assignment of **specified partnership business limit** under subsection 125(8) to a **designated member** for any tax year that **starts after** March 21, 2016. Also, that person can make an assignment for its tax year that **starts before** March 22, 2016 and **ends after** March 21, 2016 if the tax year of the **designated member starts after** March 21, 2016.

If you are a designated member and receiving specified partnership business limit from a person that is a member of the partnership, complete Table 2.

If you are a member of the partnership and assigning specified partnership business limit to a designated member, complete Table 3

	A2			2/	4			B2	
Partnership name					Partnership's account number		Nam	e of the membe	er
								406	
C2)2	E2			F2	G	2	H2
Business number of the member number of the number of the number of the number of the number number		Trust ac number memb (if applic	of the per	the	ear start of member rymmdd)	ar start of Tax year-end of the member		Specified partnership business limit assigned to you by the member note 9	
410		11	412			415	4		420
ole 3 – You are assigni	A3	gnated memb	er (CCPC) spe	ecified partn		siness limit unde	er subsection	n 125(8) —— B3	
P	artnership nan	ne		Partner			Name of the	ne designated m	nember
				account	number			-	
	425							426	
	420							420	
					7				
C3 Business number of	of	т	D3 ax year start of		<u>, </u>	E3 Tax year-end of		Specifie	F3 d partnership business
the designated member			the designated member			the designated member (yyyymmdd)		limit as	ssigned by you to the signated member note 10
430		A	435			436			440
			Y						
t 4 – Partnership	income n	ot eligible	for the sm	all busine	ess dedu	ction ——			
ration's income from acting related expenses) -									
, ,		`				,		_	
fied partnership loss (fro	om line 380 in	Part 3)						· · · · · · -	
						Subtotal (ar	mount K plus	amount L) _	
fied partnership income	(from line 40	0 in Part 3)						<u> </u>	
ership income not elig	ible for the	small busines	s deduction (a	amount M mi	nus amoun	tN)		450	
						,			

¬ Part 5 – Income from active business carried or	n in Canada ———		
Net income for income tax purposes from line 300 of the T2 return		-1,317,808	0
Allowable business investment loss from line 406 of Schedule 1		· · · · · <u> </u>	P
s	ubtotal (amount O plus amou	nt P)	-1,317,808 Q
Foreign business income after deducting related expenses note 11		500	
Taxable capital gains from line 113 of Schedule 1			R
Net property income (line 032 note 12 minus the total of lines 042, 052	2 and 082 in Part 1) ^{note 11}	11,000	S
Personal services business income after deducting related expenses note 11	e1		
Other income after deducting related expenses note 11	e2		
Subtotal (amount e1 plus amount e2) note 11	>	520	
Subtotal (add line 500,	amount R, amount S and line	520)11,000	▶ 11,000 T
Net amount (amount Q minus amount T)			
Partnership income not eligible for the small business deduction (lin	e 450 in Part 4)		V
Partnership income allocated to your corporation under subsection 9	96(1.1)	530	
Income referred to in clause 125(1)(a)(i)(C)		540	
Income referred to in clause 125(1)(a)(i)(B) (from line 615 in Part 6)			W
Subtotal (add amount V	, line 530, line 540 and amour	nt W)	▶ x
Specified corporate income (from line 625 in Part 6)		<u>, </u>	Y
Income from active business carried on in Canada (amount U n	ninus amount X plus amount	·6 ×	Z
(enter amount Z on line 400 of the T2 return - if negative, enter "0")			
Part 6 – Specified corporate income and assign	ment under subsecti	on 125(3.2) ———	
Applies to tax years that begin after March 21, 2016.	(1,)		
A CCPC can also make an assignment of business limit to you for it tax year starts after March 21, 2016.	s tax year that starts before	March 22, 2016, and ends afte	r March 21, 2016, if your
1AA	AA	ВВ	СС
Name of the corporation	Business number of the corporation	Income described under claus 125(1)(a)(i)(B) received from the corporation identified in column AA note 13	1
	600	610	620
1			
	7	Total 615	Total 625

Notes

- Note 1 Applies to tax years that begin after March 21, 2016. For tax years beginning before March 22, 2016 leave blank.
- Note 2 Do not include expenses that were deducted in computing the income of the corporation in column D1.

In general, amounts included under subsections 34.2(2) and 34.2(3) or claimed under subsection 34.2(4) are deemed to have the **same character** and be in the **same proportions** as the partnership income they relate to. Amounts claimed under subsection 34.2(11) and included under subsection 34.2(12) are deemed to have the **same character** and be in the **same proportions** as the qualifying transitional income. For example, if a corporation receives \$100,000 of partnership income for the partnership's fiscal period ending in its tax year, and that income is made up of \$40,000 of active business income, \$30,000 of income from property, and \$30,000 as a taxable capital gain, the corporation's adjusted stub period accrual (ASPA) in respect of the partnership would be 40% active business income, 30% property income, and 30% taxable capital gains. Add or deduct only the portion of the following amounts that are characterized as **active business income** in accordance with subsection 34.2(5):

٧44٠

- the ASPA under subsection 34.2(2) (column 4 of Schedule 73)
- the income inclusion for a new corporate member of a partnership under subsection 34.2(3) (column 6 of Schedule 73)
- the previous-year transitional reserve under subsection 34.2(12) (column 12 of Schedule 73)

Deduct:

- the previous-year ASPA under subsection 34.2(4) (column 5 of Schedule 73)
- the previous-year income inclusion for a new corporate member of a partnership under subsection 34.2(4) (column 7 of Schedule 73)
- the current-year transitional reserve under subsection 34.2(11) (column 11 of Schedule 73)
- Note 3 When a partnership carries on more than one business, one of which generates income and another of which realizes a loss, the loss is **not** netted against the partnership's income when calculating the prorated business limit (column H1). Enter on line 380 the total of all losses from column F1.
- Note 4 For tax years that begin after March 21, 2016, if you are a designated member of the partnership, enter "0".
- Note 5 For tax years that begin after March 21, 2016, you must enter "0" if the partnership provides services or property to either:
 - (A) a private corporation (directly or indirectly in any manner whatever) in the year, if:
 - you (or one of your shareholders) or a person that does not deal at arm's length with you (or one of your shareholders) holds a
 direct or indirect interest in the private corporation, and
 - it is not the case that all or substantially all of the partnership's income for the year from an active business is from providing services or property to
 - persons (other than the private corporation) that deal at arm's length with the partnership and each person that holds a direct or indirect interest in the partnership, or
 - partnerships with which the partnership deals at arm's length, other than a partnership in which a person that does not deal at arm's length with you holds a direct or indirect interest, or
 - (B) a particular partnership (directly or indirectly in any manner whatever) in the year, if
 - you (or one of your shareholders) do **not** deal at arm's length with the particular partnership or a person that holds a direct or indirect interest in the particular partnership, and
 - it is not the case that all or substantially all of the partnership's income for the year from an active business is from providing services or property to
 - persons that deal at arm's length with the partnership and each person that holds a direct or indirect interest in the partnership, or
 - partnerships (other than the particular partnership) with which the partnership deals at arm's length, other than a partnership in which a person that does not deal at arm's length with you holds a direct or indirect interest.
- Note 6 A person that is a member of a partnership can make an assignment of specified partnership business limit under subsection 125(8) to a designated member for any tax year that starts after March 21, 2016. Also, that person can make an assignment for its tax year that starts before March 22, 2016 and ends after March 21, 2016 if the tax year of the designated member starts after March 21, 2016.
- Note 7 If you are a designated member receiving an assignment of specified partnership business limit, complete Table 2 to determine the amounts to enter in Table 1 column I1.
- Note 8 If you are a corporation that is a member of the partnership and you are assigning specified partnership business limit, complete Table 3 to determine the amounts to enter in Table 1 column J1.
- Note 9 Add the amounts in column H2 that are for the same partnership and enter it in Table 1 column I1, in the row of the applicable partnership.
- Note 10 Add the amounts in column F3 that are for the same partnership and enter it in Table 1 column J1, in the row of the applicable partnership. This amount cannot be higher than the amount of projected business limit you would otherwise be entitled to in Table 1 column H1 for that partnership.
- Note 11 If negative, enter amount in brackets, and add instead of subtracting.
- Note 12 Net of related expenses.
- Note 13 This amount is [as defined in subsection 125(7) specified corporate income (a)(i)] the total of all amounts, each of which is your income from an active business for the year from providing services or property to a private corporation (directly or indirectly, in any manner whatever) if
 - (A) at any time in the year, you (or one of your shareholders) or a person that does **not** deal at arm's length with you (or one of your shareholders) holds a direct or indirect interest in the private corporation, and
 - (B) it is not the case that all or substantially all of your income for the year from an active business is from providing services or property to
 - (I) persons (other than the private corporation) with which you deal at arm's length, or
 - (II) partnerships with which you deal at arm's length, other than a partnership in which a person that does **not** deal at arm's length with you holds a direct or indirect interest.

Do not include income from an associated corporation if the conditions described in subsection 125(10) are met.

Note 14 The amount of business limit that a CCPC can assign to you cannot be greater than the amount in column BB that is from providing services or property directly to that CCPC. If there is an amount included in column BB that is deductible by that CCPC in respect of the amount of its income referred to in clause 125(1)(a)(i)(A) or (B) for its tax year, you need to deduct it from column BB for the purpose of determining the amount that can be assigned to you.

Schedule 8

Canada Revenue Agence du revenu du Canada

Capital Cost Allowance (CCA)

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2017-12-31

For more information, see the section called "Capital Cost Allowance" in the T2 Corporation Income Tax Guide.

Is the cornoration	electing under	Regulation 1101(5g)?	

101	Yes	No	X

	1 Class number *	Description	Undepreciated capital cost at the beginning of the year (amount from column 12 of last year's schedule 8)	3 Cost of acquisitions during the year (new property must be available for use) (see note 1 below)	4 Adjustments and transfers (see note 2 below)	5 Proceeds of dispositions during the year (amount not to exceed the capital cost)	6 50% rule (1/2 of the amount, if any, by which the net cost of acquisitions exceeds column 5) (see note3 below)	7 Reduced undepreciated capital cost (column 2 plus column 3 plus or minus column 4 minus column 5 minus column 6)	8 CCA rate % (see note 4 below)	9 Recapture of capital cost allowance (line 107 of Schedule 1) (see note 5 below)	10 Terminal loss (line 404 of Schedule 1)	11 Capital cost allowance (for declining) balance method, column 7 multiplied by column 8, or a lower amount) (line 403 of Schedule 1) (see note 6 below)	Undepreciated capital cost at the end of the year (column 6 plus column 7 minus column 11)
	200		201	203	205	207	211		212	213	215	217	220
1.	1	Buildings	23,026,423			0		23,026,423	4	0	0	921,057	22,105,366
2.	8	Equipment and tools	2,125,192	62,846		, o	31,423	2,156,615	20	0	0	431,323	1,756,715
3.	10	Rolling stock and vehicles	188,637			~\\\ \\ \\ \\ \\ \\ \\ \\ \\ \\ \\ \\ \\		188,637	30	0	0	56,591	132,046
4.	45	Computer equipment and softwa	282			0 (282	45	0	0	127	155
5.	47	Electrical energy distribution	23,527,694	3,188,515		631	1,593,942	25,121,636	8	0	0	2,009,731	24,705,847
6.	50	Computer equipment	327,914	229,391		0	114,696	442,609	55	0	0	243,435	313,870
7.	47	WIP	643,873		429,000	<i>)</i> 0		1,072,873	8	0	0		1,072,873
8.	8	WIP	64,219			0		64,219	20	0	0		64,219
9.	14.1		218,430			0		218,430	5	0	0	15,291	203,139
		Totals	50,122,664	3,480,752	429,000	631	1,740,061	52,291,724				3,677,555	50,354,230

- * Class numbers followed by a letter indicate the basic rate of the class taking into account the additional deduction allowed. Class 1a: 4% + 6% = 10% (class 1 to 10%), class 1b: 4% + 2% = 6% (class 1 to 6%).
- 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).
- Note 2. Enter in column 4, "Adjustments and transfers", amounts that increase or reduce the undepreciated capital cost.

 Items that **increase** the undepreciated capital cost include amounts transferred under section 85, or transferred on amalgamation or winding-up of a subsidiary. Items that **reduce** the undepreciated capital cost include government assistance received or entitled to be received in the year, or a reduction of capital cost after the application of section 80. See the *T2 Corporation Income Tax Guide* for other examples of adjustments and transfers to include in column 4.
- Note 3. The net cost of acquisitions is the cost of acquisitions (column 3) **plus** or **minus** certain adjustments and transfers from column 4. For information on the exceptions to the 50% rule, as well as how to calculate the amounts to enter in column 6 in those cases, see Interpretation Bulletin IT-285, *Capital Cost Allowance General Comments*.
- Note 4. Enter a rate only if you are using the declining balance method. For any other method (for example the straight-line method, where calculations are always based on the cost of acquisitions), enter N/A. Then enter the amount you are claiming in column 11.
- Note 5. For every entry in column 9, "Recapture of capital cost allowance", there must be a corresponding entry in column 5, "Proceeds of dispositions during the year". The recapture and terminal loss rules do not apply to passenger vehicles in Class 10.1.
- Note 6. If the tax year is shorter than 365 days, prorate the CCA claim. Some classes of property do not have to be prorated. See the *T2 Corporation Income Tax Guide* for more information.

T2 SCH 8 (17)



Fixed Assets Reconciliation

 $Reconciliation \ of \ change \ in \ fixed \ assets \ per \ financial \ statements \ to \ amounts \ used \ per \ tax \ return.$

Tax return

Additions for tax purposes – Schedule 8 regular classes	3,480,752	
Additions for tax purposes – Schedule 8 leasehold improvements	+	
Operating leases capitalized for book purposes	+	
Capital gain deferred	+	
Recapture deferred	+	
Deductible expenses capitalized for book purposes – Schedule 1	+	
Other (specify):		
Subsection 13(7.4) election	+ 979,572	
Additional WIP	+ 429,000	
Total additions per book	s = 4,889,324	4,889,324
Proceeds up to original cost – Schedule 8 regular classes	631	
Proceeds up to original cost – Schedule 8 leasehold improvements	+	
Proceeds in excess of original cost – capital gain	+	
Recapture deferred – as above	+	
Capital gain deferred – as above	+	
Pre V-day appreciation	t	
Other (specify):	Y	
Amortization expense in distribution - from S(1)	+100,000	
WIP transferred out	+ 13,700	
Total proceeds per book	s = 114,331	114,331
Depreciation and amortization per accounts – Schedule 1	-	- 2,418,000
Loss on disposal of fixed assets per accounts	-	- 53,000
Gain on disposal of fixed assets per accounts	-	+
	Net change per tax return	= 2,303,993
Financial statements		
Fixed assets (excluding land) per financial statements		
Closing net book value		64,880,000
Opening net book value		- 62,576,007
Net chan	ge per financial statements	= 2,303,993
If the amounts from the tax return and the financial statements differ, explain why below.		



SCHEDULE 9

RELATED AND ASSOCIATED CORPORATIONS

Name of corporation	Business Number	Tax year end Year Month Day
InnPower Corporation	89242 2817 RC0001	2017-12-31

- Complete this schedule if the corporation is related to or associated with at least one other corporation.
- For more information, see the T2 Corporation Income Tax Guide.

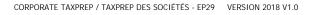
	Name	Country of resi- dence (other than Canada)	Business number (see note 1)	Relationship code (see note 2)	Number of common shares you own	% of common shares you own	Number of preferred shares you own	% of preferred shares you own	Book value of capital stock
	100	200	300	400	500	550	600	650	700
1.	InnServices Utilities Inc.		81689 7326 RC0001	3					
2.	Town of Innisfil		NR	1					
3.	Innterprises Inc.		86556 4595 RC0001	3		A			

Note 1: Enter "NR" if the corporation is not registered or does not have a business number.

Note 2: Enter the code number of the relationship that applies from the following order: 1 - Parent 2 - Subsidiary 3 - Associated 4 - Related but not associated

T2 SCH 9 (11)



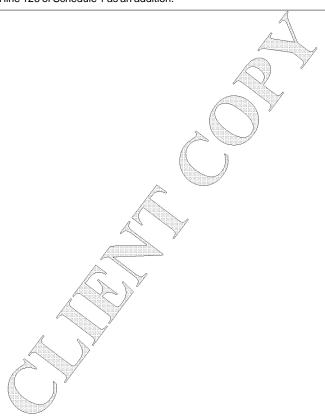


Continuity of financial statement reserves (not deductible)

 Financial statement reserves (not deductible) (e
--	-----------------

	Description	Balance at the beginning of the year	Transfer on an amalgamation or the wind-up of a subsidiary	Add	Deduct	Balance at the end of the year
1	Post retirement benefits	139,779		156,696	139,779	156,696
	Reserves from Part 2 of Schedule 13					
	Totals	139,779		156,696	139,779	156,696

The total opening balance plus the total transfers should be entered on line 414 of Schedule 1 as a deduction. The total closing balance should be entered on line 126 of Schedule 1 as an addition.



Schedule 23

Agreement Among Associated Canadian-Controlled Private Corporations to Allocate the Business Limit

- For use by a Canadian-controlled private corporation (CCPC) to identify all associated corporations and to assign a percentage for each associated corporation. This percentage will be used to allocate the business limit for purposes of the small business deduction. Information from this schedule will also be used to determine the date the balance of tax is due and to calculate the reduction to the business limit.
- An associated CCPC that has more than one tax year ending in a calendar year, is required to file an agreement for each tax year ending in that calendar year.
 - **Column 1:** Enter the legal name of each of the corporations in the associated group. Include non-CCPCs and CCPCs that have filed an election under subsection 256(2) of the *Income Tax Act* not to be associated for purposes of the small business deduction.
 - Column 2: Provide the business number for each corporation (if a corporation is not registered, enter "NR").
 - **Column 3:** Enter the association code from the list below that applies to each corporation:
 - 1 Associated for purposes of allocating the business limit (unless code 5 applies)
 - 2 CCPC that is a "third corporation" that has elected under subsection 256(2) not to be associated for purposes of the small business deduction
 - 3 Non-CCPC that is a "third corporation" as defined in subsection 256(2)
 - 4 Associated non-CCPC
 - 5 Associated CCPC to which code 1 does not apply because of a subsection 256(2) election made by a "third corporation"
 - Column 4: Enter the business limit for the year of each corporation in the associated group.
 - Column 5: Assign a percentage to allocate the business limit to each corporation that has an association code 1 in column 3.

The total of all percentages in column 5 cannot exceed 100%.

Column 6: Enter the business limit allocated to each corporation by multiplying the amount in column 4 by the percentage in column 5. Add all business limits allocated in column 6 and enter the total at line A.

Ensure that the total at line A does not exceed \$500,000.

_ ^ 114	ocating the business limit ————						
	filed (do not use this area))		. 025	Year Month Day	
						Year	
Enter	the calendar year to which the agreement applies .				. 050	2017	
	an amended agreement for the above calendar year that i reement previously filed by any of the associated corporati				075	1 Yes 2 No X	
	1 Names of associated corporations	2 Business number of associated corporations	3 Asso- ciation code	4 Business limit for the year before the allocation \$	5 Percentage of the business limit % 350	6 Business limit allocated* \$	
1	InnPower Corporation	89242 2817 RC0001	1	500,000	100.0000	500,000	
2	InnServices Utilities Inc.	81689 7326 RC0001	1	500,000			
3	Town of Innisfil	NR	1	500,000			
4	Innterprises Inc.	86556 4595 RC0001	1	500,000			
				Total	100.0000	500,000	Α

Business limit reduction under subsection 125(5.1) of the Act

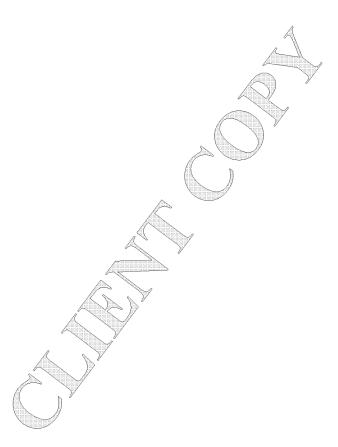
The business limit reduction is calculated in the small business deduction area of the T2 return. One of the factors used in this calculation is the "large corporation amount" at line 415 of the T2 return. The amount at line 415 is determined using the formula 0.225% x (D - \$10,000,000). Details of this formula and variable D are in subsection 125(5.1) of the Act.

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

Special rules for business limit

Special rules apply under subsection 125(5) if a CCPC has more than one tax year ending in the same calendar year and it is associated in more than one of those tax years with another CCPC that has a tax year ending in that calendar year. The business limit for the second or later tax year will be equal to the business limit determined for the first tax year ending in the calendar year or the business limit determined for the second or later tax year ending in the same calendar year, whichever is less.

T2 SCH 23 E (15) Canadä



Schedule 33

Taxable Capital Employed in Canada – Large Corporations

(Corporation's name	Business number	Tax year-end Year Month Day
	InnPower Corporation	89242 2817 RC0001	2017-12-31

- Use this schedule in determining if the total taxable capital employed in Canada of the corporation (other than a financial institution or an insurance corporation) and its related corporations is greater than \$10,000,000.
- If the total taxable capital employed in Canada of the corporation and its related corporations is greater than \$10,000,000, file a completed Schedule 33 with your T2 Corporation Income Tax Return no later than six months from the end of the tax year.
- Unless otherwise noted, all legislative references are to the Income Tax Act and the Income Tax Regulations.
- Subsection 181(1) defines the terms financial institution, long-term debt, and reserves.
- Subsection 181(3) provides the basis to determine the carrying value of a corporation's assets or any other amount under Part I.3 for its capital, investment allowance, taxable capital, or taxable capital employed in Canada, or for a partnership in which it has an interest.
- If the corporation was a non-resident of Canada throughout the year and carried on a business through a permanent establishment in Canada, go to Part 4,
 Taxable capital employed in Canada.

Part 1 – Capital Add the following year-end amounts: 101 156,696 Reserves that have not been deducted in calculating income for the year under Part I 10,852,000 103 Capital stock (or members' contributions if incorporated without share capital) 104 7,612,000 Retained earnings 105 1,600,000 Contributed surplus 106 Any other surpluses 107 Deferred unrealized foreign exchange gains 108 265,000 All loans and advances to the corporation All indebtedness of the corporation represented by bonds, debentures, notes, mortgages, 109 hypothecary claims, bankers' acceptances, or similar obligations 110 Any dividends declared but not paid by the corporation before the end of the year All other indebtedness of the corporation (other than any indebtedness for a lease) 111 that has been outstanding for more than 365 days before the end of the year The total of all amounts, each of which is the amount, if any, in respect of a partnership in which the corporation held a membership interest at the end of the year, either directly or indirectly through another partnership (see note below) 20,485,696 20,485,696 A Subtotal (add lines 101 to 112)

Note:

Line 112 is determined by the formula (A - B) x C/D (as per paragraph //81.2(3)(g)) where:

- A is the total of all amounts that would be determined for lines 101, 107, 108, 109, and 111 in respect of the partnership for its last fiscal period that ends at or before the end of the year if
 - a) those lines applied to partnerships in the same manner that they apply to corporations, and
 - b) those amounts were computed without reference to amounts owing by the partnership
 - (i) to any corporation that held a membership interest in the partnership either directly or indirectly through another partnership, or
 - (ii) to any partnership in which a corporation described in subparagraph (i) held a membership interest either directly or indirectly through another partnership.
- B is the partnership's deferred unrealized foreign exchange losses at the end of the period,
- C is the share of the partnership's income or loss for the period to which the corporation is entitled either directly or indirectly through another partnership, and
- D is the partnership's income or loss for the period.



_ D.	art 1 – Capital (continued) —	· · ·	9242 2017 RC0001
- Pa	Subtotal A (from pa	ge 1)	20,485,696 A
Ded	luct the following amounts:	,	· · · · · ·
	eferred tax debit balance at the end of the year		
An	y deficit deducted in calculating its shareholders' equity (including, for this purpose, the nount of any provision for the redemption of preferred shares) at the end of the year 122		
To 10	the extent that the amount may reasonably be regarded as being included in any of lines 1 to 112 above for the year, any amount deducted under subsection 135(1) in calculating come under Part I for the year.		
De	ferred unrealized foreign exchange losses at the end of the year		
	Subtotal (add lines 121 to 124)	_	В
Сар	ital for the year (amount A minus amount B) (if negative, enter "0")	190	20,485,696
- Pa	art 2 – Investment allowance		
Add	the carrying value at the end of the year of the following assets of the corporation:		
Αs	share of another corporation	401	
ΑI	oan or advance to another corporation (other than a financial institution)	402	2,856,000
	oond, debenture, note, mortgage, hypothecary claim, or similar obligation of another corporation her than a financial institution)	403	
Lo	ng-term debt of a financial institution	404	
A	dividend payable on a share of the capital stock of another corporation	405	
me tax	oan or advance to, or a bond, debenture, note, mortgage, hypothecary claim or similar obligation of, a partnership each ember of which was, throughout the year, another corporation (other than a financial institution) that was not exempt from a under this Part (otherwise than because of paragraph 181.1(3)(d)), or another partnership described in ragraph 181.2(4)(d.1)	406	
An	interest in a partnership (see note 2 below)	407	
Inv	vestment allowance for the year (add lines 401 to 407)	490	2,856,000
Not			- 4b4 i-
•	Lines 401 to 405 should not include the carrying value of a share of the capital stock of, a dividend payable by, or indebtedness of a exempt from tax under Part I.3 (other than a non-resident corporation that at no time in the year carried on business in Canada throestablishment).		
	Where the corporation has an interest in a partnership held either directly or indirectly through another partnership, refer to subsect additional rules regarding the carrying value of an interest in a partnership.	ion 181.2(5)) for
(Where a trust is used as a conduit for loaning money from a corporation to another related corporation (other than a financial instituconsidered to have been made directly from the lending corporation to the borrowing corporation. Refer to subsection 181.2(6) for sapply.		
- Pa	art 3 – Taxable capital		
	ital for the year (line 190)		20,485,696 C

Part 3 − Taxable capital -			
Capital for the year (line 190)	· · · · · · · · · · · · · · · · · · ·		20,485,696 C
Deduct: Investment allowance for t	ne year (line 490)		2,856,000 D
Taxable capital for the year (amo	unt C minus amount D) (if negative, enter "0")	<mark>500</mark> _	17,629,696

$_{ m ar{}}$ Part 4 – Taxable c	capital employed	in Canada ———					
	To be com	pleted by a corporation th	hat was resident i	n Canada at	any time in the year		
Taxable capital for the year (line 500)	17,629,696 x	Taxable income earned in Canada 6 Taxable income	10	1,000 =	Taxable capital employed in Canada	690	17,629,696
2. Where a corp to have a taxa	poration's taxable incom able income for that year	ulating the amount of taxabl e for a tax year is "0," it shall	l, for the purposes o	Canada. If the above c	•		
		eted by a corporation that carried on a business thro					
		value at the end of the year usiness during the year thro				701	
Deduct the following amo	unts:						
	(f)] that may reasonably	[other than indebtedness de be regarded as relating to a nent in Canada		d <mark>711</mark>		-	
described in subsection 1	81.2(4) of the corporation	value at the end of year of a on that it used in the year, or ring the year through a perm	held in the	712			
corporation that is a ship opersonal or movable prop	or aircraft the corporation erty used or held by the o	value at the end of year of a n operated in international tr corporation in carrying on ar nt in Canada (see note belov	raffic, or ny business	713			
		Total deductions	s (add lines 711, 7 1	2, and 713)			E
Taxable capital employe	ed in Canada (line 701	minus amount E) (if negativ	ve, enter "0"))		790	
		hich the corporation is resid a ship or aircraft in internatio					or the
– – Part 5 – Calculatio	on for purposes o	of the small busines	s deduction -				
		e not associated in the cu		ere associate	ed in the prior year.		
Taxable capital employed	in Canada (amount from	n line 690)	γ				F
Deduct:			::::::::::::::::::::::::::::::::::::::				10,000,000 G
			Excess (amount		ount G) (if negative, ento		H
Calculation for purpose		s deduction (amount H x 0).225%)			· · · · · <u></u>	I
Emerinis amount at line 4	coome cremn	~~~~~~ <i>W</i>					

SCHEDULE 50

SHAREHOLDER INFORMATION

Name of corporation	Business Number	Tax year end Year Month Day
InnPower Corporation	89242 2817 RC0001	2017-12-31

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

		Provide only o	ne number per sha	reholder		
	Name of shareholder (after name, indicate in brackets if the shareholder is a corporation, partnership, individual, or trust)	Business Number (If a corporation is not registered, enter "NR")	Social insurance number	Trust number	Percentage common shares	Percentage preferred shares
	100	200	300	350	400	500
1	Town of Innisfil	12194 7188 RC0001			100.000	
2						
3						
4			A			
5						
6						
7						
8						
9						
10			NY			
		(A)	V31			



SCHEDULE 546

CORPORATIONS INFORMATION ACT ANNUAL RETURN FOR ONTARIO CORPORATIONS

Name of corporation	Business Number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2017-12-31

- This schedule should be completed by a corporation that is incorporated, continued, or amalgamated in Ontario and subject to the Ontario Business Corporations Act (BCA) or Ontario Corporations Act (CA), except for registered charities under the federal Income Tax Act. This completed schedule serves as a Corporations Information Act Annual Return under the Ontario Corporations Information Act.
- Complete parts 1 to 4. Complete parts 5 to 7 only to report change(s) in the information recorded on the Ontario Ministry of Government Services (MGS) public record.
- This schedule must set out the required information for the corporation as of the date of delivery of this schedule.
- A completed Ontario Corporations Information Act Annual Return must be delivered within six months after the end of the corporation's tax year-end.
 The MGS considers this return to be delivered on the date that it is filed with the Canada Revenue Agency (CRA) together with the corporation's income tax return.

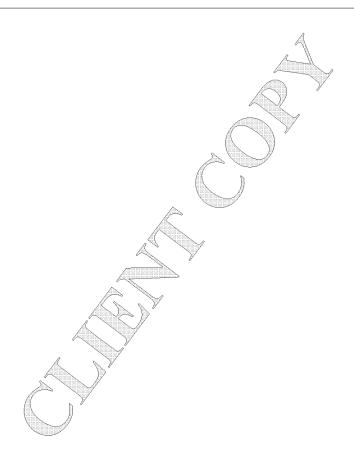
 It is the corporation's responsibility to ensure that the info shown for the corporation on the public record maintaine information. 			
This schedule contains non-tax information collected un MGS for the purposes of recording the information on the		nformation Act. This infor	mation will be sent to the
Part 1 – Identification			
100 Corporation's name (exactly as shown on the MGS InnPower Corporation	public record)		
Jurisdiction incorporated, continued, or amalgamated, whichever is the most recent	110 Date of incorporation or amalgamation, whichever is the most recent	Year Month Day	Ontario Corporation No.
Part 2 – Head or registered office address	s (P.O. box not acceptable as sta	2000-10-05 and-alone address	7284940
200 Care of (if applicable)			
210 Street number 220 Street name/Rural route/Lo		30 Suite number	
240 Additional address information if applicable (line 22)	0 must be completed first)		
250 Municipality (e.g., city, town) INNISFIL	/~ 	ountry 280	Postal/zip code L9S 4A2
┌ Part 3 – Change identifier			
Have there been any changes in any of the information mames, addresses for service, and the date elected/appoisenior officers, or with respect to the corporation's mailing public record maintained by the MGS, obtain a Corporation	inted and, if applicable, the date the election/ap g address or language of preference? To revieu	ppointment ceased of the w the information shown	directors and five most
	is box and then go to "Part 4 – Certification." I complete the applicable parts on the next pag	ge, and then go to "Part 4	- Certification."
Part 4 Contification			
Part 4 – Certification I certify that all information given in this Corporations Info	propertion Act Annual Peturn is true correct and	d complete	
450 McAllister		a complete.	
450 WCAIIISTEI		First name	

- Dart /	- Certification	
	that all information given in this Corporations Information Act An	nual Return is true, correct, and complete.
450	McAllister	451 Glen
	Lastname	First name
454	Middle name(s)	
460	Please enter one of the following numbers in this box for th knowledge of the affairs of the corporation. If you are a dire	e above-named person: 1 for director, 2 for officer, or 3 for other individual having ector and officer, enter 1 or 2.
Note: S	ections 13 and 14 of the Ontario Corporations Information Act pr	rovide penalties for making false or misleading statements or omissions.



Complete the applicable parts to report changes in the information recorded on the MGS public record.

2 - The corporation's	mailing address is the sam	e as the head or
3 - The corporation's	complete mailing address i	s as follows:
oncession number	540 Suite nu	imber
e completed first)	·	
570 Province/state	580 Country	590 Postal/zip code
	2 - The corporation's registered office ac 3 - The corporation's concession number to e completed first)	2 - The corporation's mailing address is the sam registered office address in Part 2 of this sch. 3 - The corporation's complete mailing address in the sam register complete mailing address in the



Code 1501

Scientific Research and Experimental **Development (SR&ED) Expenditures Claim**

Use this form:

- to provide technical information on your SR&ED projects;
- to calculate your SR&ED expenditures; and
- to calculate your qualified SR&ED expenditures for investment tax credits (ITC).

To claim an ITC, use either:

- Schedule T2SCH31, Investment Tax Credit Corporations, or
- Form T2038(IND), Investment Tax Credit (Individuals).

The information requested in this form and documents supporting your expenditures and project information (Part 2) are prescribed information.

Your SR&ED claim must be filed within 12 months of the filing due date of your income tax return.

To help you fill out this form, use the T4088, Guide to Form T661, which is available on our Web site: www.cra.gc.ca/sred.

Part 1 – General information

010 Name of claimant	Enter one of the following:
InnPower Corporation	89242 2817 RC0001 Business number (BN)
Taxyear From: 2017-01-01 Year Month Day To: 2017-12-31 Year Month Day Total number of projects you are claiming this tax year:	Social insurance number (SIN)
100 Contact person for the financial information	105 Telephone number/extension 110 Fax number
Lisa McCaskie	(705) 431-6870
115 Contact person for the technical information Danny Persaud	120 Telephone number/extension 125 Fax number (705) 431-6870
Danny i cradda	(700) 101 0070
151 If this claim is filed for a partnership, was Form T5013 filed?	
If you answered no to line 151, complete lines 153, 156 and 157.	
Names of the partners	156 % 157 BN or SIN
1	
2	
3	
4	
5	
Part 2 - Project information	CRA internal form identifier 060

Code 1501

Complete a separate Part 2 for each project claimed this year.

Section A - Project identification 200 Project title (and identification code if applicable) See schedule



Part 3 - Calculation of SR&ED expenditures

What did you spend on your SR&ED projects?

Section A – Select the method to calculate the SR&ED expenditures	
I elect (choose) to use the following method to calculate my SR&ED expenditures and related investment tax credits (ITC) for this tax year. I understand that my election is irrevocable (cannot be changed) for this tax year.	
160 1 X l elect to use the proxy method (Enter "0" on line 360 and complete Part 5.)	
162 1 I choose to use the traditional method (Enter "0" on lines 355 and 502. Complete line 360.)	

Section B – Calculation of allowable SR&ED expenditures (to the nearest dollar)	
SR&ED portion of salary or wages of employees directly engaged in the SR&ED:	
a) Employees other than specified employees for work performed in Canada	16,098
b) Specified employees for work performed in Canada	
Subtotal (add lines 300 and 305) <u>306</u> =	16,098
c) Employees other than specified employees for work performed outside Canada (subject to limitations – see guide) 307 +	
d) Specified employees for work performed outside Canada (subject to limitations – see guide)	
Salary or wages identified on line 315 in prior years that were paid in this tax year	
• Salary or wages incurred in the year but not paid within 180 days of the tax year end 315	
• Cost of materials consumed in performing SR&ED	
Cost of materials transformed in performing SR&ED	
Contract expenditures for SR&ED performed on your behalf:	
a) Arm's length contracts (see note 1)	3,490
b) Non-arm's length contracts (see note 1)	
• Lease costs of equipment used before 2014 :	
a) All or substantially all (90% of the time or more) for SR&ED	
b) Primarily (more than 50% of the time but less than 90%) for SR&ED. (Enter 50% of lease costs if you use the proxy	
method or enter "0" if you use the traditional method)	
Overhead and other expenditures (enter "0" if you use the proxy method) Third part was a set of the proxy method and other expenditures (enter "0" if you use the proxy method) Third part was a set of the proxy method and other expenditures (enter "0" if you use the proxy method) Third part was a set of the proxy method and other expenditures (enter "0" if you use the proxy method) Third part was a set of the proxy method and other expenditures (enter "0" if you use the proxy method) Third part was a set of the proxy method and other expenditures (enter "0" if you use the proxy method) Third part was a set of the proxy method and other expenditures (enter "0" if you use the proxy method) Third part was a set of the proxy method and other expenditures (enter "0" if you use the proxy method is proxy method in the proxy method is proxy method in the proxy method is proxy method in the proxy method in the proxy method is proxy method in the proxy method in the proxy method in the proxy method is proxy method in the proxy method in the proxy method is proxy method in the prox	
• Third-party payments (see note 2) (complete Form T1263*) Total current SR&ED expenditures (add lines 306 to 370; do not add line 3.15) 370 + 380 =	19,588
Total current SR&ED expenditures (add lines 306 to 370; do not add line 315)	19,000
Capital expenditures for depreciable property available for use before 2014 (Do not include these capital expenditures on schedule T2SCH8) - Capital expenditures for depreciable property available for use before 2014 - Capital expenditures for depreciable property available for use before 2014 - Capital expenditures for depreciable property available for use before 2014 - Capital expenditures for depreciable property available for use before 2014 - Capital expenditures for depreciable property available for use before 2014 - Capital expenditures for depreciable property available for use before 2014 - Capital expenditures for depreciable property available for use before 2014 - Capital expenditures for depreciable property available for use before 2014 - Capital expenditures for depreciable property available for use before 2014 - Capital expenditures for depreciable property available for use before 2014 - Capital expenditures for depreciable property available for use before 2014 - Capital expenditures for depreciable property available for use before 2014 - Capital expenditures for depreciable property available for use before 2014 - Capital expenditures for depreciable property available for use before 2014 - Capital expenditures for depreciable property available for use before 2014 - Capital expenditures for depreciable property available for use before 2014 - Capital expenditures for depreciable property available for use before 2014 - Capital expenditures for depreciable property available for use before 2014 - Capital expenditures for depreciable property available for use before 2014 - Capital expenditures for depreciable property available for use before 2014 - Capital expenditures for depreciable property available for use before 2014 - Capital expenditures for the capital expenditures for the capital expension for the capital	
Total allowable SR&ED expenditures (add lines 380 and 390)	19,588
Section C – Calculation of pool of deductible SR&ED expenditures (to the nearest dollar)	
Amount from line 400	19,588
Deduct	
provincial government assistance for expenditures included online 400	661
• other government assistance for expenditures included on line 400	
• non-government assistance for expenditures included on line 400	
• SR&ED ITCs applied and/or refunded in the prior year (see guide)	
• sale of SR&ED capital assets and other deductions	
Subtotal (line 420 minus lines 429 to 440)	18,927
Add	
• repayments of government and non-government assistance that previously reduced the SR&ED expenditure pool 445 +	
• prior year's pool balance of deductible SR&ED expenditures (from line 470 of prior year T661)	
• SR&ED expenditure pool transfer from amalgamation or wind-up	
• amount of SR&ED ITC recaptured in the prior year	
Amount available for deduction (add lines 442 to 453)	18,927
(enter positive amount only, include negative amount in income)	
• Deduction claimed in the year	18,927
(Corporations should enter this amount on line 411 of schedule T2SCH1)	
Pool balance of deductible SR&ED expenditures to be carried forward to future years (line 455 minus 460) 470 =	

^{*} Form T1263, Third-Party Payments for Scientific Research and Experimental Development (SR&ED)

Note 1 - For contract expenditures made after 2013, no amounts for purchasing or leasing capital property can be included.

Note 2 - For third-party payments made after 2013, no amounts for purchasing or leasing capital property can be included.

Part 4 - Calculation of qualified SR&ED expenditures for investment tax credit (ITC) purposes

The resulting amount is used to calculate your refundable and/or non refundable ITC.

Enter the breakdown between current and capital expenditures (to the nearest dollar)	Current Expenditures		Capital Expenditures
Total expenditures for SR&ED (from lines 380 and 390)	19,588	496	•
Add			
 payment of prior years' unpaid amounts (other than salary or wages) (see note 5) 500 + 			
• prescribed proxy amount (complete Part 5)			
(Enter "0" if you use the traditional method)	8,788		
• expenditures on shared-use equipment for property acquired before 2014		504 +	
• qualified expenditures transferred to you (see note 3) (complete Form T1146**)		510 + _	
Subtotal (add lines 492 to 508, and add lines 496 to 510)	28,376	512 = _	
Deduct (see note 4)			
• provincial government assistance	969	514 – _	
• other government assistance		516 –	
• non-government assistance and contract payments		518 -	
• current expenditures (other than salary or wages) not paid within 180 days of the tax year end (see note 5)			
amounts paid in respect of an SR&ED contract to a person or partnership that is not a taxable supplier			
• 20% of expenditures included on lines 340 and 370 529	698		
• prescribed expenditures not allowed by regulations (see guide)		532	
• other deductions (see guide)533		535	
• non-arm's length transactions			
- assistance allocated to you (complete Form T1145*)		540 -	
- expenditures for non-arm's length SR&ED contracts (from line 345) 541 -			
adjustments to purchases (limited to costs) of goods and services from		E40	
non-arm's length suppliers (see guide)		543	
- qualified expenditures you transferred (complete Form T1146**)		546 -	
Subtotal (line 511 minus lines 513 to 544 and line 512 minus lines 514 to 546)	26,709	558 = _	
Qualified SR&ED expenditures (add lines 557 and 558)		559 = _	26,70
Add			
• repayments of assistance and contract payments made in the year		560 + _	
Total qualified SR&ED expenditures for ITC purposes (add lines 559 and 560)		570 =	26,70

^{*} Form T1145, Agreement to Allocate Assistance for SR&ED Between Persons Not Dealing at Arm's Length

^{**} Form T1146, Agreement to Transfer Qualified Expenditures Incurred in Respect of SR&ED Contracts Between Persons Not Dealing at Arm's Length

Note 3 - On line 510 (capital) - Only include expenditures made before 2014 by the transferor (performer). Complete the latest version of Form T1146.

Note 4 – On lines 514, 516, 518, 532, 535, 540, 543 and 546 – Only include amounts related to expenditures of a capital nature made before 2014.

Note 5 – For arm's length contracts, only include 80% of the contract amount.

Part 5 - Calculation of prescribed proxy amount (PPA)

A notional amount representing your overhead and other expenditures.

This part calculates the PPA to enter on line 502 in Part 4. Do not complete this part if you have chosen to use the traditional method in Part 3 (line 162). You can only claim a PPA if you elected to use the proxy method for the year in Part 3 (line 160).

Special rules apply for specified employees. Calculate your salary base in Section A and the PPA in Section B.

Section A – Salary base		
Salary or wages of employees other than specified employees (from lines 300 and 307)	810 +	16,098
Deduct		
Bonuses, remuneration based on profits, and taxable benefits that were included on line 810		120
Subtotal (line 810 minus 812)		15,978

Salary or wages of specified employees

850	852	854	856	858	860
Column 1	Column 2	Column 3	Column 4	Column 5	Column 6
Name of specified employee	Total salary or wages for the year (SR&ED and non-SR&ED) excluding bonuses, remuneration based on profits, and taxable benefits (to the nearest dollar)	% of time spent on SR&ED (maximum 75%)	Amount in column 2 multiplied by percentage in column 3	2,5 x A x B/365 A = Year's maximum pensionable earnings B = Number of days employed in tax year	Amount in column 4 or 5, whichever amount is less

(Enter total of column 6 on line 816)

816 +

Salary base (total of lines 814 and 816)

. **818** = ______15,978

Section B - Prescribed proxy amount (PPA)

Enter the amount from line 820 on line 502 in Part 4 unless the overall cap on PPA applies to you.

(See the guide for explanation and example of the overall cap on PPA)

Part 6 - Project costs

Information requested in this part must be provided for **all** SR&ED projects claimed in the year. Expenditures should be recorded and allocated on a project basis.

750	752	754	756
Project title or identification code	Salary or wages in the tax year	Cost of materials in the tax year	Contract expenditures for SR&ED performed on your behalf in the tax year
	(Total of lines 306 to 309)	(Total of lines 320 and 325)	(Total of lines 340 and 345)
1. FY2017-P1	16,098		3,490
Total	16,098		3,490

Part 7 - Additional information

Expenditures for SR&ED performed by you in Canada (line 400 minus lines 307, 309, 340, 345, and 370)	605	16,098
From the total you entered on line 605, estimate the percentage of distribution of the sources of funds for SR&ED performed within your organization.	Canadian (%)	Foreign (%)
Internal	100.000	
Parent companies, subsidiaries, and affiliated companies	604	
Federal contracts		
Provincial funding		
SR&ED contract work performed for other companies on their behalf	614	
Other funding (e.g., universities, foreign governments) 616	618	
Enter the number of SR&ED personnel in full-time equivalents (FTE): Scientists and engineers Technologists and technicians	634	
Managers and administrators		
Other technical supporting staff	7 <mark>638</mark>	
Part 8 – Claim checklist		
To ensure your claim is complete, make sure you have:		
1. used the current version of this form		X
2. entered the method you have chosen for reporting your SR&ED expenditures in Section A of Part 3		x
3. completed Part 2 for each project		X
4. filed a completed Schedule T2SCH31 or Form T2038(IND) to claim ITCs on your qualified SR&ED expendit	ures	X
5. filed a completed Form T1145*, T1146**, T1174*** and/or T1263**** including any required attachments, if	applicable	X

1. completed Form T2, Corporation Income Tax Return or Form T1, Income Tax and Benefit Return

3. retained documents to support the SR&ED work performed and SR&ED expenditures you claimed

4. checked boxes 231 and 232 on page 2 of your T2 return to indicate attachment of Form T661 and Schedule T2SCH31

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

2. filed the appropriate provincial and/or territorial tax credit forms, if applicable

.....

^{*} Form T1145, Agreement to Allocate Assistance for SR&ED Between Persons Not Dealing at Arm's Length

^{**} Form T1146, Agreement to Transfer Qualified Expenditures Incurred in Respect of SR&ED Contracts Between Persons Not Dealing at Arm's Length

^{***} Form T1174, Agreement Between Associated Corporations to Allocate Salary or Wages of Specified Employees for Scientific Research and Experimental Development (SR&ED)

^{****} Form T1263, Third-Party Payments for Scientific Research and Experimental Development (SR&ED)

Part 9 – Claim preparer information

Information requested in this part must be provided for each claim preparer that has accepted consideration to prepare or assist in the preparation of this SR&ED claim. Certification is required on lines 935, 970, and 975.

A \$1000 penalty may be assessed if the information requested below about the claim preparer(s) and billing arrangement(s), is missing, incomplete, or inaccurate. Where a claim preparer has prepared or assisted in the preparation of this SR&ED form, the claimant and the claim preparer will be jointly and severally, or solidarily, liable for the penalty.

935 Was a claim preparer engaged in any aspect of the preparation of this SR&ED claim?

1 X Yes (complete the claim preparer information table and lines 970 and 975 below)

2 No (complete lines 970 and 975)

Claim preparer information table

	940	945	950	955	960	965
	Name of claim preparer (company or individual)	Business number	Billing arrangement code (see codes*)	Billing rate (percentage, hourly/daily rate or flat fee)	Other billing arrangement(s) (Maximum 10 words)	Total fee paid, payable, or expected to pay
1. Gra	ant Thorton LLP	12194 0282 RC0001	5		To be filed under serpera	5,000
				A	Total	5,000
* Billing	arrangement codes					
Code	Type of billing arrangement					
1	Contingency fee arrangement – where the fe	e is based on a percenta	ge of the investm	ent tax credit earned		
2	Hourly rate					
3	Daily rate					
4	Flat fee arrangement (lump sum)					
5	Other arrangements – describe the arranger	ment in box 960 in 10 wor	ds or less	J		
970 I,	970 I, Glen McAllister Certify that the information provided in this part is complete					
	Name of authorized signing officer of the corporation, or individual (print)					
and	accurate.	fs.				
Signature 975 2018-06-28 Year Month Day						

PREPARED SOLELY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIEW FROM INFORMATION PROVIDED BY THE TAXPAYER.

Part 10 - Certification

I cert	tify that I have examined the information provided on this form and on the attach	ments and it is true, correct, and complete.	
165	Glen McAllister		170 2018-06-28
	Name of authorized signing officer of the corporation, or individual	Signature	Date
175	KPMG LLP		
	Name of person/firm who completed this form		

Privacy Notice

Personal information is collected pursuant to subsections 37(1), 37(11), and 162(5.1) of the *Income Tax Act* (the Act) and is used for verification of compliance, administration and enforcement of the Scientific Research and Experimental Development (SR&ED) program requirements.

Information may also be used for the administration and enforcement of other provisions of the Act, including assessment, audit, enforcement, collections, and appeals, and may be disclosed under information-sharing agreements in accordance with the Act. Incomplete or inaccurate information may result in assessment of monetary penalties and delays in processing SR&ED claims.

The social insurance number is collected pursuant to section 237 of the Act and is used for identification purposes.

Information is described in personal information bank CRA PPU 441 "Scientific Research and Experimental Development" in the Canada Revenue Agency (CRA) chapter of *Info Source*. Personal information is protected under the *Privacy Act*, and individuals have a right of access to, correction, and protection of their personal information. Further details regarding requests for personal information at the CRA and our *Info Source* chapter can be found at www.cra.gc.ca/atip.

Part 2 - Project information (continued)

Project number 1 CRA internal form identifier 060

Complete a separate Part 2 for each project claimed this year. Code 1501 Section A - Project identification 200 Project title (and identification code if applicable) FY2017-P1 206 Field of science or technology code 202 Project start date 204 Completion or expected completion date (See guide for list of codes) 2012-01 2018-01 Electrical and electronic engineering Month 2.02.01 Month Year Project claim history 208 1 X Continuation of a previously claimed project First claim for the project **210** 1 $_{2}$ $|\mathbf{X}|_{No}$ Was any of the work done jointly or in collaboration with other businesses? If you answered **yes** to line 218, complete lines 220 and 221. 220 221 Names of the businesses BN Section B - Project descriptions 242 What scientific or technological uncertainties did you attempt to overcome? (Maximum 50 lines) FY2017-P1: Advanced Techniques for Radio Communication System Design 2. 3. In 2012 we had identified that an existing SCADA communications network based 4. on 900 MHz unlicensed radio frequencies contained insufficient data bandwidth 5. to support additional equipment that needed to be added to the network going forward (>1 Mbit/s, with 99.999% reliability). In 2013 we developed a 6. 7. preliminary multi-frequency network system (1.8, 18 and 23 GHz) which was 8. demonstrated to achieve the necessary performance in a lab setup for a subset 9. of the signals, however this setup could not test the effect of issues such as 10. large distances between nodes and weather related effects. In FY14-2016 we 11. continued this development through lab testing to simulate the communication 12. behavior from the three data utilities (i.e. Water, Power, and Waste Water) 13. using the multi-frequency network system. We made modifications to our network model to prioritize signals of each grouped data type, adjusted the 14. 15. classification and traffic priorities of the various signals, made adjustments 16. to switch network parameters to control packet handling techniques and 17. adjusted the minimum and maximum throughput rates. These modifications allowed 18. us to achieve the desired throughputs and latencies required for most of the 19. sources in our lab setup. In FY16, we completed field installation of the 20. equipment, which would be used to validate our predicted performance model. 21. Testing equipment was installed over five sectors with two systems per sector 22. which would allow us to cover all different types of traffic that we 23. anticipated (i.e. Water, Waste Water, and Power). However during this work we 24. encountered unexpected packet losses and latency issues in our waste water 25. network, and the techniques we developed to recover from a broken topology 26. ring did not work as expected. In response we developed several remedial 27. techniques including disabling SSH polling on the Network Management System, implementing different electrical grounding schemes for the wired connections, 28. 29. and developing a methodology to automatically re-route signals to newly 30. recovered nodes based on throughput rate polling and balancing techniques to 31. restore service between affected sites when one or two breaks occurred. 32. 33. In early 2017 a radio failure was noted on one of the towers due to lightning, 34. and it was decided that this location was not suitable for this radio long term. This prevented us from being able to complete the network topology loop 35. 36. to ensure robust communications when any other section of the ring went down. 37. There were no other sites nearby that could be affixed with a compatible radio

What scientific or technological uncertainties did you attempt to overcome? (Maximum 50 lines)

- 38. to complete the loop, and we determined that the two affected locations on
- 39. either side of the failed tower did not have an affective line of sight
- 40. between them to facilitate traditional point-to-point communication. As a
- 41. result we were uncertain of the design approach to take to reliably close this
- 42. loop and maintain our high throughput rates for each of the three data
- 43. utilities, and required experimentation to test new ideas.

What work did you perform in the tax year to overcome the scientific or technological uncertainties described in line 242? (Summarize the systematic investigation or search) (Maximum 100 lines)

- 1. Our first thought was to re-route the broken ends of the topology loop to our
- 2. head office, even though it was located a significant distance away from each
- 3. end. Analysis of the terrain revealed that there was line of sight between the
- 4. connection points however potential interferences were noted along the fringes
- 5. of the visible corridors which we suspected would reduce our bandwidth,
- 6. therefore impacting our performance requirements. In addition we unable to
- 7. integrate an 18 GHz Dragon wave radio to our office, so we began analyzing
- 8. alternative communication technologies. Of these, we theorized that we could
- 9. use a 1.8GHz backhaul radio however initial calculations revealed that the
- 10. bandwidth capacity was much less than the 18 GHz radios and we were uncertain
- 11. how to realign the network settings and balance the lines sufficiently to
- 12. maintain the different signal priorities, throughputs, latencies and ring
- 13. recovery times that we had achieved using the prior configuration. We hired a
- 14. contractor (Comsolve) to assist us with this alternative design approach.
- 15. Together we developed a methodology whereby the 1.8GHz subscriber station
- 16. would be designed to communicate to each of the base stations. Initial testing
- 17. revealed that there was inter-channel interferences occurring between the
- 18. stations and the GPS system was intermittently unstable. In an attempt to
- 19. overcome this issue we theorized that we could reconfigure the subscriber
- 20. station to use 6 frequencies that differed slightly about the 1.8 GHz main
- 21. frequency to increase bandwidth and reduce these interferences.
- 22.
- 23. By the end of FY2017 we finalized this approach and had performed preliminary
- 24. testing of discrete aspects of it as separate systems. We plan on integrating
- 25. the backhaul radio and performing full system testing in FY2018 to assess the
- 26. viable reliability and performance.
- 27.

What scientific or technological advancements did you achieve or attempt to achieve as a result of the work described in line 244? (Maximum 50 lines)

- 1. Through the work performed in this fiscal period we have advanced our
- 2. knowledge in the field of network optimization as it pertains to communication
- 3. between various CPEs. We have developed a theoretical approach that uses a
- 4. 1.8GHz subscriber station to communicate using 6 frequencies to the existing
- 5. base stations. We theorize that even though the bandwidth of these are less
- 6. than the 18 GHz radios used by the base stations to communicate with each
- 7. other, this approach will reduce channel interferences and allow us to achieve
- 8. our desired throughput, latency and ring recovery times by balancing the
- 9. service flows appropriately and compensating for deficiencies using the other
- 10. stations.
- 11.
- 12. We consider this project on-going as we plan on testing our new approach on
- 13. fully integrated hardware in FY2018.
- 14.

Section C – Additional project information	
Who prepared the responses for Section B?	
253 1 X Employee directly involved in the project 254 Name Morteza Mirkeshmiri	
255 1 Other employee of the company 256 Name	
257 1 X External consultant 258 Name Grant Thorton LLP	259 Firm Grant Thorton LLP
List the key individuals directly involved in the project and indicate their qualifications	
Names	Qualifications/experience and position title
1 Morteza Mirkeshmiri	VP Project Manager, 15 years experience
2 Ali Syed	Smart Grid Engineer, 6+ years industry experience
3	
 Are you claiming any salary or wages for SR&ED performed outside Canada? Are you claiming expenditures for SR&ED carried out on behalf of another par Are you claiming expenditures for SR&ED performed by people other than you 	A \\
If you apply and year to line 267, complete lines 269 and 260	
If you answered yes to line 267, complete lines 268 and 269. Names of individuals or companies	269 BN
ivames of individuals of companies	DIN
1 Comsolve	80610 9146 RT0001
2	
What evidence do you have to support your claim? (Check any that apply) You do not need to submit these items with the claim. However, you are required to	retain them in the event of a review.
270 1 X Project planning documents 276 1 X	Progress reports, minutes of project meetings
271 1 X Records of resources allocated to the project, time sheets	Test protocols, test data, analysis of test results, conclusions
272 1 X Design of experiments 278 1	Photographs and videos
273 1 Project records, laboratory notebooks	Samples, prototypes, scrap or other artefacts
274 1 Design, system architecture and source code 280 1 X	Contracts
275 1 Records of trial runs	Others, specify 282



Canada Revenue Agence du revenu du Canada

T2 Corporation Income Tax Return

200

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

All legislative references on this return are to the federal *Income Tax Act* and *Income Tax Regulations*. This return may contain changes that had not yet become law at the time of publication.

Send one completed copy of this return, including schedules and the *General Index of Financial Information* (GIFI), to your tax centre or tax services office. You have to file the return within six months after the end of the corporation's tax year.

For more information see <u>canada.ca/taxes</u> or Guide T4012, *T2 Corporation – Income Tax Guide*.

Do not use this area

┌ Identification ————————————————————————————————————		
Business number (BN) 001 89242 2817 RC0001		
Corporation's name OO2 InnPower Corporation Address of head office	To which tax year does this return apply? Tax year start Year Month Day 060 2017-01-01 061 Tax year-end Year Month Day 2017-12-31	
Has this address changed since the last time we were notified?	Has there been an acquisition of control resulting in the application of subsection 249(4) since the tax year start on line 060?	
O15 Innisfil Country (other than Canada) Postal or ZIP code O17 O18 L9S 0J3 Mailing address (if different from head office address)	Is the date on line 061 a deemed tax year-end according to subsection 249(3.1)?	
Has this address changed since the last time we were notified?	Is the corporation a professional corporation that is a member of a partnership?	
021 c/o	Is this the first year of filing after: Incorporation?	
O25 Innisfil Country (other than Canada) Postal or ZIP code O27 O28 L9S 0J3 Location of books and records (if different from head office address)	Has there been a wind-up of a subsidiary under section 88 during the current tax year?	
Has this address changed since the last time we were notified?	before amalgamation?	
City Province, territory, or state 035 Innisfil 036 ON	If an election was made under section 261, state the functional currency used	
Country (other than Canada) Postal or ZIP code 037 038 L9S 0J3	Is the corporation a resident of Canada? 080 1 Yes X 2 No If no, give the country of residence on line 081 and complete and attach Schedule 97.	
Type of corporation at the end of the tax year (tick one) Canadian-controlled private corporation (CCPC) Other private corporation Public corporation	Is the non-resident corporation claiming an exemption under an income tax treaty?	
4 Corporation controlled by a public corporation 5 Other corporation (specify) If the type of corporation changed during the tax year, provide the effective Year Month Day	If the corporation is exempt from tax under section 149, tick one of the following boxes: 1	
date of the change	4 Exempt under other paragraphs of section 149	
Do not use this area		
095	898	

09242 201	7 KC0001
┌ Attachments ─────	
Financial statement information: Use GIFI schedules 100, 125, and 141. Schedules – Answer the following questions. For each yes response, attach the schedule to the T2 return, unless otherwise instructed.	
	s Schedule
Is the corporation related to any other corporations?	_ ~
Is the corporation an associated CCPC?	23
Is the corporation an associated CCPC that is claiming the expenditure limit?	49
Does the corporation have any non-resident shareholders who own voting shares?	19
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	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?	44
Has the corporation paid any royalties, management fees, or other similar payments to residents of Canada?	14
Is the corporation claiming a deduction for payments to a type of employee benefit plan?	15
Is the corporation claiming a loss or deduction from a tax shelter?	T5004
Is the corporation a member of a partnership for which a partnership account number has been assigned?	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 (without reference to section 94)?	22
Did the corporation own any shares in one or more foreign affiliates in the tax year?	25
Has the corporation made any payments to non-residents of Canada under subsections 202(1) and/or 105(1) of the Income Tax Regulations?	29
\mathbb{R}^{n}	_
For private corporations: Does the corporation have any shareholders who own 10% or more of the corporation's	T106
	50
Has the corporation made payments to, or received amounts from, a retirement compensation plan arrangement during the year? 172	88
Is the net income/loss shown on the financial statements different from the net income/loss for income tax purposes?	1
Has the corporation made any charitable donations; gifts of cultural or ecological property; or gifts of medicine?	2
Has the corporation received any dividends or paid any taxable dividends for purposes of the dividend refund?	3
Is the corporation claiming any type of losses?	
Is the corporation claiming a provincial or territorial tax credit or does it have a permanent establishment in more than one jurisdiction?	_ · { ₅
Has the corporation realized any capital gains or incurred any capital losses during the tax year?	6
i) Is the corporation a CCPC and reporting a) income or loss from property (other than dividends deductible on line 320 of the T2 return), b) income from a partnership, c) income from a foreign business, d) income from a personal services business, e) income referred to in clause 125(1)(a)(i)(C) or 125(1)(a)(i)(B), f) aggregate investment income as defined in subsection 129(4), or g) an amount assigned to it under subsection 125(3.2) or 125(8); or ii) Is the corporation a member of a partnership and assigning its specified partnership business limit to a designated member under	7
subsection 125(8)?	7
Does the corporation have any property that is eligible for capital cost allowance?	8
Does the corporation have any property that is eligible capital property?	10
Does the corporation have any resource-related deductions?	12
Is the corporation claiming deductible reserves (other than transitional reserves under section 34.2)?	13
Is the corporation claiming a patronage dividend deduction?	16
Is the corporation a credit union claiming a deduction for allocations in proportion to borrowing or an additional deduction?	17
Is the corporation an investment corporation or a mutual fund corporation?	18
Is the corporation carrying on business in Canada as a non-resident corporation?	20
Is the corporation claiming any federal, provincial, or territorial foreign tax credits, or any federal logging tax credits?	21
Does the corporation have any Canadian manufacturing and processing profits?	27
Is the corporation claiming an investment tax credit?	_
Is the corporation claiming any scientific research and experimental development (SR&ED) expenditures?	T661
Is the total taxable capital employed in Canada of the corporation and its related corporations over \$10,000,000?	33/34/35
Is the total taxable capital employed in Canada of the corporation and its associated corporations over \$10,000,000?	<u> </u>
Is the corporation subject to gross Part VI tax on capital of financial institutions?	38
Is the corporation claiming a Part I tax credit?	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	43
Is the corporation agreeing to a transfer of the liability for Part VI.1 tax?	45
Is the corporation subject to Part II – Tobacco Manufacturers' surtax?	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?	39
Is the corporation claiming a Canadian film or video production tax credit refund?	T1131
Is the corporation claiming a Garladian minor video production acredit refund?	T1177

Is the corporation subject to Part XIII.1 tax? (Show your calculations on a sheet that you identify as Schedule 92.)

92

Attachments (continued) Yes Schedule
Did the corporation have any foreign affiliates in the tax year? Did the corporation own or hold specified foreign property where the total cost amount of all such property, at any time in the year, was more than CAN\$100,000? T1135
Did the corporation transfer or loan property to a non-resident trust?
Did the corporation receive a distribution from or was it indebted to a non-resident trust in the year?
Has the corporation entered into an agreement to allocate assistance for SR&ED carried out in Canada?
Has the corporation entered into an agreement to transfer qualified expenditures incurred in respect of SR&ED contracts?
Has the corporation entered into an agreement with other associated corporations for salary or wages of specified employees for SR&ED?
Did the corporation pay taxable dividends (other than capital gains dividends) in the tax year?
Has the corporation made an election under subsection 89(11) not to be a CCPC?
Has the corporation revoked any previous election made under subsection 89(11)?
Did the corporation (CCPC or deposit insurance corporation (DIC)) pay eligible dividends, or did its general rate income pool (GRIP) change in the tax year?
Did the corporation (other than a CCPC or DIC) pay eligible dividends, or did its low rate income pool (LRIP) change in the tax year? 269
Did the corporation use the International Financial Reporting Standards (IFRS) when it prepared its financial statements? 270 1 Yes X 2 No
Is the corporation inactive? 280 1 Yes 2 No X
What is the corporation's main revenue-generating business activity? 221122 Electric Power Distribution
Specify the principal products mined, manufactured, sold, constructed, or services provided, giving the approximate percentage of the total revenue that each product or service represents. Electricity distributor 284 285 287 287 % 289 %
Did the corporation immigrate to Canada during the tax year? 2 No X
Did the corporation emigrate from Canada during the tax year? 2 No X
Do you want to be considered as a quarterly instalment remitter if you are eligible? 2 No 2
If the corporation was eligible to remit instalments on a quarterly basis for part of the tax year, provide
the date the corporation ceased to be eligible
205 1 Voc 2 2 No 2
If the corporation's major business activity is construction, did you have any subcontractors during the tax year? 295 1 Yes 2 No
Taxable income
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct:
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 300 -1,317,147 A 311
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 311 313
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Ecological gifts from Schedule 2 311 313 314
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Ecological gifts from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 112 or 113, or subsection 138(6)
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Ecological gifts from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 112 or 113, or subsection 138(6)
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Ecological gifts from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 Part VI.1 tax deduction* 300 -1,317,147 A 311 312 314 315 320 320 325
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Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Ecological gifts from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 Part VI.1 tax deduction* Non-capital losses of previous tax years from Schedule 4 Net capital losses of previous tax years from Schedule 4 Net capital losses of previous tax years from Schedule 4 332
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Ecological gifts from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 Part VI.1 tax deduction* Non-capital losses of previous tax years from Schedule 4 Net capital losses of previous tax years from Schedule 4 Restricted farm losses of previous tax years from Schedule 4 Restricted farm losses of previous tax years from Schedule 4 Restricted farm losses of previous tax years from Schedule 4 333
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Sitts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 Part VI.1 tax deduction* Non-capital losses of previous tax years from Schedule 4 Net capital losses of previous tax years from Schedule 4 Restricted farm losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 335
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Ecological gifts from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 Part VI.1 tax deduction* Non-capital losses of previous tax years from Schedule 4 Net capital losses of previous tax years from Schedule 4 Restricted farm losses of previous tax years from Schedule 4 Farm losses of previous tax years from Schedule 4 Sasa
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Ecological gifts from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 Part VI.1 tax deduction* Non-capital losses of previous tax years from Schedule 4 Restricted farm losses of previous tax years from Schedule 4 Restricted farm losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Taxable capital gains or taxable dividends allocated from Taxable capital gains or taxable dividends allocated from Taxable capital gains or taxable dividends allocated from
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 1,12 or 113, or subsection 138(6) from Schedule 3 Part VI. 1 tax deduction* Non-capital losses of previous tax years from Schedule 4 Restricted farm losses of previous tax years from Schedule 4 Restricted farm losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Taxable capital gains or taxable dividends allocated from a central credit union 340
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Ecological gifts from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 Part VI.1 tax deduction* Non-capital losses of previous tax years from Schedule 4 Net capital losses of previous tax years from Schedule 4 Restricted farm losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Taxable capital gains or taxable dividends allocated from a central credit union Prospector's and grubstaker's shares Subtotal (amount A minus amount B) (if negative, enter "0") C
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 Part VI.1 tax deduction* Non-capital losses of previous tax years from Schedule 4 Net capital losses of previous tax years from Schedule 4 Restricted farm losses of previous tax years from Schedule 4 Taxable capital gains or taxable dividends allocated from a central credit union Prospector's and grubstaker's shares Subtotal
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Ecological gifts from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 Part VI.1 tax deduction* Non-capital losses of previous tax years from Schedule 4 Net capital losses of previous tax years from Schedule 4 Restricted farm losses of previous tax years from Schedule 4 Farm losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Taxable capital gains or taxable dividends allocated from a central credit union Prospector's and grubstaker's shares Subtotal Subtotal (amount A minus amount B) (if negative, enter "0") Section 110.5 additions or subparagraph 115(1)(a)(vii) additions Taxable income (amount C plus amount D)
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Ecological gifts from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 Part VI.1 tax deduction* Non-capital losses of previous tax years from Schedule 4 Net capital losses of previous tax years from Schedule 4 Restricted farm losses of previous tax years from Schedule 4 Farm losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Taxable capital gains or taxable dividends allocated from a central credit union Prospector's and grubstaker's shares Subtotal Subtotal (amount A minus amount B) (if negative, enter "0") Section 110.5 additions or subparagraph 115(1)(a)(vii) additions Taxable income (amount C plus amount D) Income exempt under paragraph 149(1)(t)
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 Part VI.1 tax deduction* Non-capital losses of previous tax years from Schedule 4 Net capital losses of previous tax years from Schedule 4 Restricted farm losses of previous tax years from Schedule 4 I Limited partnership losses of previous tax years from Schedule 4 Taxable capital gains or taxable dividends allocated from a central credit union Prospector's and grubstaker's shares Subtotal (amount A minus amount B) (if negative, enter "0") Section 110.5 additions or subparagraph 115(1)(a)(vii) additions Taxable income (amount C plus amount D) Income exempt under paragraph 149(1)(t) Taxable income for a corporation with exempt income under paragraph 149(1)(t) (line 360 minus line 370) Z
Taxable income Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct: Charitable donations from Schedule 2 Cultural gifts from Schedule 2 Ecological gifts from Schedule 2 Gifts of medicine made before March 22, 2017, from Schedule 2 Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 Part VI.1 tax deduction* Non-capital losses of previous tax years from Schedule 4 Net capital losses of previous tax years from Schedule 4 Restricted farm losses of previous tax years from Schedule 4 Farm losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Taxable capital gains or taxable dividends allocated from a central credit union Prospector's and grubstaker's shares Subtotal Subtotal (amount A minus amount B) (if negative, enter "0") Section 110.5 additions or subparagraph 115(1)(a)(vii) additions Taxable income (amount C plus amount D) Income exempt under paragraph 149(1)(t)

Small business deduction ————————————————————————————————————			
anadian-controlled private corporations (CCPCs) throughout	the tax year		400
acome from active business carried on in Canada from Schedule 7			400
axable income from line 360 on page 3, minus 100/28 (3.57143 ninus 4 times the amount on line 636** on page 7, and minus an		· -	
			405
			410 500,000
otes:			
For CCPCs that are not associated, enter \$ 500,000 on line 4 weeks, prorate this amount by the number of days in the tax year	divided by 365, and enter	the result on line 410.	
. For associated CCPCs, use Schedule 23 to calculate the amoun	t to be entered on line 410.		
usiness limit reduction:	0.077		40,700,000
	0,366 D =		18,682,933
	1,250		425
educed business limit (amount C minus amount E) (if negative, en usiness limit the CCPC assigns under subsection 125(3.2) (from li			
• • • • • • • • • • • • • • • • • • • •			427
mall business deduction		Δ	
	mber of days in the tax yea	r	
	before January 1, 2018	365 × 17.5	5 % =
Nu	mber of days in the tax year	r 365	
	per of days in the tax year at 1, 2017, and before Janual		8 %=
Nu	mber of days in the tax yea	r 365	
Т	otal of amounts 1 and 2 (er	nter amount I at amount J on page 7	7) 430
* Calculate the amount of foreign non-business income tax cred investment income (line 604) and without reference to the corp			ax on the CCPC's
** Calculate the amount of foreign business income tax credit de	ductible on line 636 withou	reference to the corporation tax re	ductions under section 123.4.
*** Large corporations			
 If the corporation is not associated with any corporations in (total taxable capital employed in Canada for the prior yea If the corporation is not associated with any corporations in 	r minus \$ 10,000,000) x 0.2	225%.	
entered on line 415 is: (total taxable capital employed in Ca • For corporations associated in the current tax year, see Sg	anada for the current year	minus \$10,000,000) x 0.225%.	
pecified corporate income and assignment under subsection	<i>y</i> .	лез шасарріу.	
Applicable to tax years that begin after March 21, 2016 Except that, if the tax year of your corporation started before and erassignment of business limit to that other CCPC if its tax year start	nds on or after March 22, 20	016 and in the tax year of a CCPC,	you can make an
J1 Name of corporation receiving the income and assigned amount	J Business number of the corporation receiving the assigned amount	K Income paid under clause 125(1)(a)(i)(B) to the corporation identified in column J ³	L Business limit assigned to corporation identified in column J 4
	490	500	505
1.		otal 510 -	Total 515
	The state of the s	Ulai Ulu	TUIAI UTU

- 3. This amount is [as defined in subsection 125(7) specified corporate income (a)(i)] the total of all amounts each of which is income from an active business of the corporation for the year from the provision of services or property to a private corporation (directly or indirectly, in any manner whatever) if (A) at any time in the year, the corporation (or one of its shareholders) or a person who does not deal at arm's length with the corporation (or one of its shareholders) holds a direct or indirect interest in the private corporation, and
 - (B) it is not the case that all or substantially all of the corporation's income for the year from an active business is from the provision of services or property to
 - (I) persons (other than the private corporation) with which the corporation deals at arm's length, or
 - (II) partnerships with which the corporation deals at arm's length, other than a partnership in which a person that does not deal at arm's length with the corporation holds a direct or indirect interest.
- 4. The amount of the business limit you assign to a CCPC cannot be greater than the amount determined by the formula A B, where A is the amount of income referred to in column K in respect of that CCPC and B is the portion of the amount described in A that is deductible by you in respect of the amount of income referred to in clauses 125(1)(a)(i)(A) or (B) for the year. The amount on line 515 cannot be greater than the amount on line 425.

- General tax reduction for Canadian-controlled private corporations —			
Canadian-controlled private corporations throughout the tax year			
Taxable income from page 3 (line 360 or amount Z, whichever applies)			A
Lesser of amounts 9B and 9H from Part 9 of Schedule 27		В	
Amount 13K from Part 13 of Schedule 27		С	
Personal services business income		D	
Amount used to calculate the credit union deduction (amount F from Schedule 17)		E	
Amount from line 400, 405, 410, or 427 on page 4, whichever is the least		F	
Aggregate investment income from line 440 on page 6*	11,000	G	
Subtotal (add amounts B to G)	11,000		11,000 H
Amount A minus amount H (if negative, enter "0")		· · · · <u></u>	I
General tax reduction for Canadian-controlled private corporations – Amount I multiplied by 13 % Enter amount J on line 638 on page 7.			J
* Except for a corporation that is, throughout the year, a cooperative corporation (within the meaning assigned by su	ubsection 136(2))	or a credit un	nion.
Do not complete this area if you are a Canadian-controlled private corporation, an investment corporation a mutual fund corporation, or any corporation with taxable income that is not subject to the corporation taxable income from page 3 (line 360 or amount Z, whichever applies)			,
Lesser of amounts 9B and 9H from Part 9 of Schedule 27		L	
Amount 13K from Part 13 of Schedule 27		M	
Personal services business income		N	
Amount used to calculate the credit union deduction (amount F from Schedule 17)		O	
Subtotal (add amounts L to O)			P
Amount K minus amount P (if negative, enter "0")		· · · <u></u>	Q
General tax reduction – Amount Q multiplied by 13 %			R
Enter amount R on line 639 on page 7.		··· <u></u>	``

┌ Refundable portion of Part I tax ────────────────────		
Canadian-controlled private corporations throughout the tax year		
Aggregate investment income from Schedule 7	3,373	Α
Foreign non-business income tax credit from line 632 on page 7	B	
Deduct: Foreign investment income from Schedule 7	c	
Subtotal (amount B minus amount C) (if negative, enter "0")	<u></u> ▶	D
Amount A minus amount D (if negative, enter "0")	3,373	Е
Taxable income from line 360 on page 3		
Deduct: Amount from line 400, 405, 410, or 427 on page 4, whichever is the least		
Foreign non-business income tax credit from line 632 on page 7 x 75 / 29 = H	A	
Foreign business income tax credit from line 636 on page 7 x 4 = I Subtotal (total of amounts G, H and I) \bigsim	J	
Subtotal (amount F minus amount J) (if negative, enter "0")	K × 30 2 / 3 % =	ı
Part I tax payable minus investment tax credit refund (line 700 minus line 780 from page 8)		М
	450	N
Refundable dividend tax on hand	_	
Refundable dividend tax on hand at the end of the previous tax year	_	
Deduct: Dividend refund for the previous tax year	5	
Subtota	al ►	0
Add the total of:		
Refundable portion of Part I tax from line 450 above		
Total Part IV tax payable from Schedule 3 Net refundable dividend tax on hand transferred from a predecessor corporation on		
amalgamation, or from a wound-up subsidiary corporation 48		
Subtota	al	R
Refundable dividend tax on hand at the end of the tax year – Amount O plus amount R		
□ Dividend refund		
Private and subject corporations at the time taxable dividends were paid in the tax year		
	x 38 1 / 3 % =	s
Refundable dividend tax on hand at the end of the tax year from line 485 above	<u></u>	Т
Dividend refund – Amount S or T, whichever is less	· · · · · · · · · · · · · · · · · · ·	U

┌ Part I tax ───────────────────────────────────	
<u> </u>	
Base amount Part I tax – Taxable income from page 3 (line 360 or amount Z, whichever applies) multiplied by 38 %	A
Additional tax on personal services business income (section 123.5)	
Taxable income from a personal services business	B
Recapture of investment tax credit from Schedule 31	C
Calculation for the refundable tax on the Canadian-controlled private corporation's (CCPC) investment income (if it was a CCPC throughout the tax year)	
Aggregate investment income from line 440 on page 6	
Taxable income from line 360 on page 3	
Deduct:	
Amount from line 400, 405, 410, or 427 on page 4,	
whichever is the leastF	
Net amount (amount E minus amount F) G	
Refundable tax on CCPC's investment income – 10 2 / 3 % of whichever is less: amount D or amount G 604	Н
Subtotal (add amounts A, B, C, and H)	
Deduct:	
Small business deduction from line 430 on page 4	
Federal tax abatement	
Manufacturing and processing profits deduction from Schedule 27 616	
Investment corporation deduction 620	
Taxed capital gains 624	
Additional deduction – credit unions from Schedule 17	
Federal foreign non-business income tax credit from Schedule 21 632	
Federal foreign business income tax credit from Schedule 21	
General tax reduction for CCPCs from amount J on page 5	
General tax reduction from amount R on page 5	
Federal logging tax credit from Schedule 21	
Eligible Canadian bank deduction under section 125.21	
Federal qualifying environmental trust tax credit	
Investment tax credit from Schedule 31	
Subtotal ►	K
Part I tax payable – Amount I minus amount K	L
Enter amount L on line 700 on page 8.	

Privacy statement

Personal information is collected under the *Income Tax Act* to administer tax, benefits, and related programs. It may also be used for any purpose related to the administration or enforcement of the Act such as audit, compliance and the payment of debts owed to the Crown. It may be shared or verified with other federal, provincial/territorial government institutions to the extent authorized by law. Failure to provide this information may result in interest payable, penalties or other actions. Under the *Privacy Act*, individuals have the right to access their personal information and request correction if there are errors or omissions. Refer to Info Source <u>canada.ca/cra-info-source</u>, personal information bank CRA PPU 047.

┌ Summary of tax and credits ─────	
Federal tax	
Part I tax payable from amount L on page 7	700
Part II surtax payable from Schedule 46	
Part III.1 tax payable from Schedule 55	
Part IV tax payable from Schedule 3	
Part IV.1 tax payable from Schedule 43	
Part VI tax payable from Schedule 38	
Part VI.1 tax payable from Schedule 43	
Part XIII.1 tax payable from Schedule 92	<mark>727</mark>
Part XIV tax payable from Schedule 20	<mark>728</mark>
Add provincial or territorial tax:	Total federal tax
Provincial or territorial jurisdiction ON	
(if more than one jurisdiction, enter "multiple" and complete Schedule 5)	700
Net provincial or territorial tax payable (except Quebec and Alberta)	
Deduct other credits:	Totaliax payable
Investment tax credit refund from Schedule 31	
Dividend refund from amount U on page 6	2\
Federal capital gains refund from Schedule 18	- \
Federal qualifying environmental trust tax credit refund	
Canadian film or video production tax credit refund (Form T1131)	
Film or video production services tax credit refund (Form T1177)	
Tax withheld at source	800
Total payments on which tax has been withheld 801	
Provincial and territorial capital gains refund from Schedule 18	808
Provincial and territorial refundable tax credits from Schedule 5	812 3,240
Tax instalments paid	840
Totalcre	edits 890 > 3,240 B
Refund code 894 1 Overpayment 3,240	Balance (amount A minus amount B)
Direct deposit request	If the result is positive, you have a balance unpaid .
To have the corporation's refund deposited directly into the corporation's bank	If the result is negative, you have an overpayment .
account at a financial institution in Canada, or to change banking information you	Enter the amount on whichever line applies.
already gave us, complete the information below:	Generally, we do not charge or refund a difference of \$2 or less.
Start Change information 910 Branch number	
914 918	Balance unpaid For information on how to make your payment, go to
Institution number Account number	canada.ca/payments.
If the corporation is a Canadian-controlled private corporation throughout the tax year, does it qualify for the one-month extension of the date the balance of tax is due?	
If this return was prepared by a tax preparer for a fee, provide their EFILE number	
if this return was prepared by a tax preparer for a fee, provide their EFILE number	
PREPARED SOLERY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIEW FROM	I INFORMATION PROVIDED BY THE TAXPAYER.
ı, 950 McAllister 951 Glen	954 CFO
Lastname First name	Position, office, or rank
am an authorized signing officer of the corporation. I certify that I have examined this return, include the information given on this return is, to the best of my knowledge, correct and complete. I also compare is consistent with that of the previous tax year except as specifically disclosed in a statement	ding accompanying schedules and statements, and that certify that the method of calculating income for this tax
955 2018-06-28	
	(700) 101 0070
Date (yyyy/mm/dd) Signature of the authorized signing officer of the co	orporation Telephone number
Date (yyyy/mm/dd) Signature of the authorized signing officer of the collist the contact person the same as the authorized signing officer? If no , complete the information	orporation Telephone number below 1 Yes 2 No X
Date (yyyy/mm/dd) Signature of the authorized signing officer of the co	orporation Telephone number
Date (yyyy/mm/dd) Signature of the authorized signing officer of the collist the contact person the same as the authorized signing officer? If no , complete the information of the contact person Signature of the authorized signing officer? If no , complete the information of the contact person of the authorized person	orporation Telephone number below 957 1 Yes 2 No X 959 (705) 431-6870
Date (yyyy/mm/dd) Signature of the authorized signing officer of the collaboration is the contact person the same as the authorized signing officer? If no, complete the information is 1958 Lisa McCaskie Name of other authorized person Language of correspondence — Langue de correspondance	orporation Telephone number below 957 1 Yes 2 No X 959 (705) 431-6870
Date (yyyy/mm/dd) Signature of the authorized signing officer of the collist the contact person the same as the authorized signing officer? If no , complete the information of the contact person Signature of the authorized signing officer? If no , complete the information of the contact person of the authorized person	orporation Telephone number below 957 1 Yes 2 No X 959 (705) 431-6870

*

Canada Revenue Agency Agence du revenu du Canada

Net Income (Loss) for Income Tax Purposes

Schedule 1

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2017-12-31

- 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. For more information, see the T2 Corporation Income Tax Guide.
- All legislative references are to the Income Tax Act.

Net income (loss) after taxes and extraordina	ry items from line 9999 of Schedule 125			35,000 A
Add:				
Provision for income taxes – current .		101	68,000	
Provision for income taxes – deferred		102	267,000	
Amortization of tangible assets		104	2,418,000	
Loss on disposal of assets			53,000	
Scientific research expenditures deducted p	per financial statements		19,588	
Non-deductible meals and entertainment ex	penses	121	10,050	
Reserves from financial statements – balan	ce at the end of the year	126	156,696	
	Subtot	al of additions	2,992,334	2,992,334

Other additions:

Miscellaneous other additions:

	1 Description 605	2 Amount 295
1	Inducement under 12(1)(x) ITA	979,572
2	Amortization expensed in distribution expenses	100,468
3	Customer Deposits - paragraph 20(1)(a)	409,000
4	Adjustment for 2016 EFB	45,000
5	2016 Tax in regulatory acct.	38,000
	Total of column 2	1.572.040

1,572,040 ▶ 296	1,572,040	
Subtotal of other additions 199	1,572,040	1,572,040
Total additions 500	4,564,374	4,564,374 B
//		4,599,374 C

Deduct:

Amount A plus amount B

Capital cost allowance from Schedule 8	3,677,555
SR&ED expenditures claimed in the year on line 460 from Form T661	18,927
Reserves from financial statements – balance at the beginning of the year	139,779
Subtotal of deductions	3 836 261

Subtotal of deductions	3,836,261 ►	3,836,261

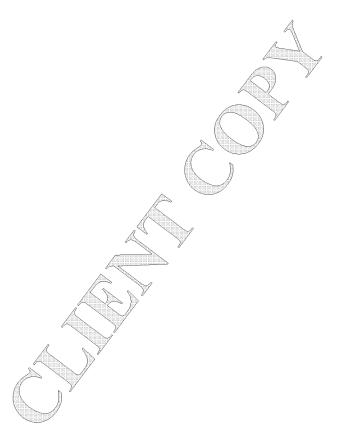
Other deductions:

Miscellaneous other deductions:

	1 Description 705	2 Amount 395
1	13(7.4) electon re contributed capital	979,572
2	CDN GAAP deferred credits	55,041
3	Customer Deposits - paragraph 20(1)(m)	409,000
4	Amortization of deferred contribution	419,034
5	2017 tax movement in reg. account	209,000
6	Co-op credits applied against wages	8,613
	Total of column 2	2,080,260

Subto	tal of other deductions 499	2,080,260	2,080,260
	Total deductions 510	5,916,521	5,916,521 D
Net income (loss) for income tax purposes (amount C minus amount D)			-1,317,147 E
Enter amount E on line 300 of the T2 return.			

T2 SCH 1 E (17)



Inducement

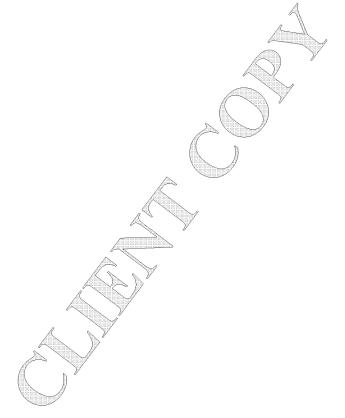
This form is used to calculate inducements that a corporation must add to its income under paragraph 12(1)(x) of the ITA. If an amount reduces the capital cost of a property, this amount will be indicated in Part "Tax credits whose amount should reduce the capital cost of property."

If you want to transfer an amount to Schedule 1 and include it in the corporation's income for tax purposes, select the corresponding check box in column A. You can also select the option **Select this check box to add all the amounts to income calculated in Schedule 1** to transfer all the amounts to Schedule 1. In either case, the column A check box will be selected for that amount and it will therefore be updated to Schedule 1.

Select this check box to add all the amounts to income calculated in Schedule 1.		
Other amounts		
A X		
Contributed capital for fixed assets		979,572
·	Total	979,572

Tax credits whose amount should reduce the capital cost of property

Tax credits whose amount should be added to income



Agence du revenu dŭ Canada

Schedule 4

Corporation Loss Continuity and Application

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2017-12-31

- Use this form to determine the continuity and use of available losses; to determine a current-year non-capital loss, farm loss, restricted farm loss, or limited partnership loss; to determine the amount of restricted farm loss and limited partnership loss that can be applied in a year; and to ask for a loss carryback to previous years.
- A corporation can choose whether or not to deduct an available loss from income in a tax year. The corporation can deduct losses in any order. However, for each type of loss, deduct the oldest loss first.
- According to subsection 111(4) of the Income Tax Act, when control has been acquired, no amount of capital loss incurred for a tax year ending before that time is deductible in computing taxable income in a tax year ending after that time. Also, no amount of capital loss incurred in a tax year ending after that time is deductible in computing taxable income of a tax year ending before that time.
- When control has been acquired, subsection 111(5) provides for similar treatment of non-capital and farm losses, except as listed in paragraphs 111(5)(a) and (b).
- For information on these losses, see the T2 Corporation Income Tax Guide.
- File one completed copy of this schedule with the T2 return, or send the schedule by itself to the tax centre where the return is filed.
- All legislative references are to the Income Tax Act.

- Part 1 - Non-capital losses -	
Determination of current-year non-capital loss	
Net income (loss) for income tax purposes	-1,317,147 A
Deduct: (increase a loss)	
Net capital losses deducted in the year (enter as a positive amount)	
Taxable dividends deductible under section 112 or subsections 113(1) or 138(6)	
Amount of Part VI.1 tax deductible under paragraph 110(1)(k)	
Amount deductible as prospector's and grubstaker's shares – Paragraph 110(1)(d.2)	
Subtotal (total of amounts a to d)	В
Subtotal (amount A minus amount B; if positive, enter "0")	-1,317,147 C
Deduct: (increase a loss)	
Section 110.5 or subparagraph 115(1)(a)(vii) – Addition for foreign tax deductions	D
Subtotal (amount C minus amount D)	-1,317,147 E
Add: (decrease a loss)	
Current-year farm loss (the lesser of: the net loss from farming or fishing included in	_
income and the non-capital loss before deducting the farm loss)	_
Current-year non-capital loss (amount E plus amount F; if positive, enter "0") If amount G is negative, enter it on line 110 as a positive.	-1,317,147 ₋ G
Continuity of non-capital losses and request for a carryback	
Non-capital loss at the end of the previous tax year e	
Deduct: Non-capital loss expired (note 1)	
Non-capital losses at the beginning of the tax year (amount e minus amount f)	H
Add:	
Non-capital losses transferred on an amalgamation or on the wind-up of a subsidiary (note 2)	
corporation 105 g	
Current-year non-capital loss (from amount G)	4 047 447
Subtotal (amount g plus amount h)	1,317,147
Subtotal (amount H plus amount I)	<u>1,317,147</u> J
Note 1: A non-capital loss expires as follows:	

- after 10 tax years if it arose in a tax year ending after March 22, 2004, and before 2006; and
- after 20 tax years if it arose in a tax year ending after 2005.

An allowable business investment loss becomes a net capital loss after 10 tax years if it arose in a tax year ending after March 22, 2004.

Note 2: Subsidiary is defined in subsection 88(1) as a taxable Canadian corporation of which 90% or more of each class of issued shares are owned by its parent corporation and the remaining shares are owned by persons that deal at arm's length with the parent corporation.



Part 1 – Non-capital losses (continued)	
Deduct:	
Other adjustments (includes adjustments for an acquisition of control)	
Section 80 – Adjustments for forgiven amounts j	
Subsection 111(10) – Adjustments for fuel tax rebate j.1	
Non-capital losses of previous tax years applied in the current tax year	
Current and previous year non-capital losses applied against current-year	
taxable dividends subject to Part IV tax (note 3)	
Subtotal (total of amounts i to I)	K
Non-capital losses before any request for a carryback (amount J minus amount K)	<u>1,317,147</u> L
Deduct – Request to carry back non-capital loss to:	
First previous tax year to reduce taxable income m	
Second previous tax year to reduce taxable income	
Third previous tax year to reduce taxable income o	
First previous tax year to reduce taxable dividends subject to Part IV tax	
Second previous tax year to reduce taxable dividends subject to Part IV tax	
Third previous tax year to reduce taxable dividends subject to Part IV tax	700.050
Total of requests to carry back non-capital losses to previous tax years (total of amounts m to r) 4793,053	793,053 M
Closing balance of non-capital losses to be carried forward to future tax years (amount L minus amount M) 180	524,094 N
Note 3: Amount I is the total of lines 330 and 335 from Schedule 3, Dividends Received, Taxable Dividends Paid, and Part IV Tax Calc	culation.
- Part 2 - Capital losses	
Continuity of capital losses and request for a carryback	
Capital losses at the end of the previous tax year a	
Capital losses transferred on an amalgamation or on the wind-up of a subsidiary corporation 205 b	
Subtotal (amount a plus amount b)	A
Deduct:	
Other adjustments (includes adjustments for an acquisition of control)	
Section 80 – Adjustments for forgiven amounts	
Subtotal (amount c plus amount d)	B
Subtotal (amount A minus amount B)	C
Add: Current-year capital loss (from the calculation on Schedule 6, Summary of Dispositions of Capital Property) 210	D
Unused non-capital losses that expired in the tax year (note 4)	
Allowable business investment losses (ABILs) that expired as non-capital losses at the end of the	
previous tax year (note 5) f	
Enter amount e or f, whichever is less g	
ABILs expired as non-capital losses: line 215 multiplied by 2.000000	Е
Subtotal (total of amounts C to E)	F
	·
Note	
If there has been an amalgamation or a wind—up of a subsidiary, do a separate calculation of the ABIL expired as non-capital loss for each predecessor or subsidiary corporation. Add all these amounts and enter the total on line 220 above.	
Note 4: If the loss was incurred in a tax year ending after March 22, 2004, determine the amount of the loss from the 11th previous tax y the part of that loss that was not used in previous years and the current year on line e.	ear and enter
Note 5: If the ABILs were incurred in a tax year ending after March 22, 2004, enter the amount of the ABILs from the 11th previous tax y amount on line f.	ear. Enter the full

– Part 2 – Capital Iosses (continued) – – – – – – – – – – – – – – – – – – –				
Deduct: Capital losses from previous tax years applied against th	ne current-year net capital gain (note 6	8)	225	G
Сарі	ital losses before any request for a car	ryback (amount F minus amou	nt G)	н
Deduct – Request to carry back capital loss to (note 7):				
	Capital gain (100%)	Amount carried back (100%)		
First previous tax year	· · · · · · · · · · · · · · · · · · ·	951	h	
Second previous tax year		952	İ	
Third previous tax year		953	i	
· · · · · · · · · · · · · · · · · · ·	Subtotal (total of amounts I		·	1
Closing balance of capital losses	to be carried forward to future tax year	rs (amount H minus amount I)	280	J
Note 6: To get the net capital losses required to reduce the from line 225 divided by 2 at line 332 of the T2 retu		t income (loss) for the current-ye	ear tax, enter the amount	
Note 7: On line 225, 951, 952, or 953, whichever applies, e result represents the 50% inclusion rate.		nen the loss is applied, divide thi	s amount by 2. The	
– Part 3 – Farm losses –				
Continuity of farm losses and request for a carryback		A		
Farm losses at the end of the previous tax year		. 1	а	
Deduct: Farm loss expired (note 8)			b	
Farm losses at the beginning of the tax year (amount a ${\bf minus}$ an	nountb)	302	-	A
Add:				
Farm losses transferred on an amalgamation or on the wind-up		305	С	
Current-year farm loss (amount F in Part 1)		310	d	
	Subtotal (amount c plus amou	· ·	-	В
Policy		Subtotal (amount A plus amou	nt B)	c
Deduct: Other adjustments (includes adjustments for an acquisition of continuous description)	ontrol)	350	٩	
Section 80 – Adjustments for forgiven amounts	/ ASSESS	340	f	
Farm losses of previous tax years applied in the current tax year		330	g	
Enter amount g on line 334 of the T2 Return.				
Current and previous year farm losses applied against current-year taxable dividends subject to Part IV tax (note 9)	A CONTRACTOR OF THE PROPERTY O	335	h	
Current-year taxable dividends subject to Fart IV tax (note 9)	Subtotal (total of amounts e		" ▶	D
#	× × × × × × × × × × × × × × × × × × ×		-(D)	
Fal	rm losses before any request for a car	ryback (amount C minus amou		E
Deduct – Request to carry back farm loss to:	7			
First previous tax year to reduce taxable income	,	921	i	
Second previous tax year to reduce taxable income	, 	922	i	
Third previous tax year to reduce taxable income		923	, k	
First previous tax year to reduce taxable dividends subject to Pa	nrt IV tax	931	1	
Second previous tax year to reduce taxable dividends subject to		932	m	
Third previous tax year to reduce taxable dividends subject to Pa		933	n	
	Subtotal (total of amounts i	to n)		F
Closing balance of farm losses to	o be carried forward to future tax year	s (amount E minus amount F)	380	G
Note 8: A farm loss expires as follows:				-
 after 10 tax years if it arose in a tax year ending 	before 2006; and			
 after 20 tax years if it arose in a tax year ending 	after 2005.			

Note 9: Amount h is the total of lines 340 and 345 from Schedule 3.

 Part 4 – Restricted farm losses 	;					
Current-year restricted farm loss						
Total losses for the year from farming busine	ess				485	A
Minus the deductible farm loss:						
(amount A above	-\$2,500) div	rided by 2 =	a			
Amount a or \$ 15,000 (note 10), w	hichever is less .	<u> </u>	>	•	b	
				2,50	 О с	
		Subtotal (amo	unt b plus amount c	0.50		2,500 в
		•		oss (amount A minus am		
		·	cai restiloted familie	333 (amount A minus an		
Continuity of restricted farm losses and						
Restricted farm losses at the end of the prev	•				d	
Deduct: Restricted farm loss expired (note	•				e	
Restricted farm losses at the beginning of the	ie tax year (amount d	l minus amounte)	402		= ▶	D
Add:	malaamatian ar an th	a wind wa				
Restricted farm losses transferred on an ar of a subsidiary corporation	-	 	405	5	f	
Current-year restricted farm loss (from am					 g	
Enter amount g on line 233 of Schedule 1,				A	_	
		Subtotal (amo	ount f plus amount of		•	Е
			·	ototal (amount D plus am	nount E)	
Deduct:				notal (agriount D plus an		'
Restricted farm losses from previous tax ye	ears applied against	current farming incom	e , 430	1	h	
Enter amount h on line 333 of the T2 return		J		7		
Section 80 – Adjustments for forgiven amo	ounts				i	
Other adjustments			450		j	
		Subtotal (to	otal of amounts h to j		_ ▶	G
	Restricted fa	rm losses before any i	request for a carryba	ick (amount F minus am	nount G)	H
Deduct – Request to carry back restricte	ed farm loss to:		,	_		
First previous tax year to reduce farming inc	come				k	
Second previous tax year to reduce farming	income		942		I	
Third previous tax year to reduce farming in	come				_ <u>m</u>	
	,		al of amounts k to m		= <u>L_</u>	
Closing balance of re	estricted farm losses	to be carried forward t	o future tax years (a	mount H minus amount	l) 480	J
Note		X Y				
The total losses for the year from all farmi	ing businesses are ç	alculated without inclu	ding scientific resea	rch expenses.		
Note 10: For tax years that end before	- A	<i></i>	-			
Note 11: A restricted farm loss expires		γ,=== :	- ,			
after 10 tax years if it aros	F3 . 1/	before 2006; and				
 after 20 tax years if it aros 	10000 7					

Part 5 – Listed personal property losses ———			
Continuity of listed personal property loss and request for a cal	nryback		
Listed personal property losses at the end of the previous tax year		_ a	
Deduct: Listed personal property loss expired after 7 tax years .		_ b	
Listed personal property losses at the beginning of the tax year (amou	unt a minus amount b) 502	_▶	A
Add: Current-year listed personal property loss (from Schedule 6)		. 510	В
	Subtotal (amount A plus amo	ount B)	c
Deduct: Listed personal property losses from previous tax years applied agai personal property gains Enter amount c on line 655 of Schedule 6.	500	_ c	
Other adjustments		_ d	
	Subtotal (amount c plus amount d)	<u> </u>	D
Listed personal property losses rema	aining before any request for a carryback (amount C minus amo	ount D)	E
Deduct – Request to carry back listed personal property loss to	o:		
First previous tax year to reduce listed personal property gains	961	_ e	
Second previous tax year to reduce listed personal property gains	962	_ f	
Third previous tax year to reduce listed personal property gains	963	_ 9	_
	Subtotal (total of amounts e to g)	- 	F
Closing balance of listed personal property losses to be	e carried forward to future tax years (amount E minus amount F)	580	G

650

1	2	3	4	5	6	7
Partnership account number	Tax year ending yyyy/mm/dd	Corporation's share of limited partnership loss	Corporation's at-risk amount	Total of corporation's share of partnership investment tax credit, farming losses, and resource expenses	Column 4 minus column 5 (if negative, enter "0")	Current-year limited partnership losses (column 3 minu column 6)
600	602	604	606	608		620

Total (enter this amount on line 222 of Schedule 1)

- Limited partnership losses from previous tax years that may be applied in the current year							
1	2	3	4	5	6	7	
Partnership account number	Tax year ending yyyy/mm/dd	Limited partnership losses at the end of the previous tax year and amounts transferred on an amalgamation or on the wind-up of a	Corporation's at-risk amount	Total of corporation's share of partnership investment tax credit, business or property losses, and resource expenses	Column 4 minus column 5 (if negative, enter "0")	Limited partnership losses that may be applied in the year (the lesser of columns 3 and 6)	

636

Continuity of limited partnership losses that can be carried forward to future tax years

subsidiary

634

1	2	3	(4)	5	6
Partnership account number	Limited partnership losses at the end of the previous tax year	Limited partnership losses transferred in the year on an amalgamation or on the wind-up of a subsidiary	Current-year limited partnership losses (from line 620)	Limited partnership losses applied in the current year (must be equal to or less than line 650)	Current year limited partnership losses closing balance to be carried forward to future years (column 2 plus column 3 plus column 4 minus column 5)
660	662	664	670	675	680

Total (enter this amount on line 335 of the T2 return)

Note

1.

630

If you need more space, you can attach more schedules.

-Part 8 – Election under paragraph 88(1.1)(f)

If you are making an election under paragraph 88(1.1)(f), check the box

632

				190	Yes		
--	--	--	--	-----	-----	--	--

In the case of the wind-up of a subsidiary, if the election is made, the non-capital loss, restricted farm loss, farm loss, or limited partnership loss of the subsidiary—that otherwise would become the loss of the parent corporation for a particular tax year starting after the wind-up began—will be considered as the loss of the parent corporation for its immediately preceding tax year and not for the particular year.

Note

This election is only applicable for wind-ups under subsection 88(1) that are reported on Schedule 24, First-Time Filer after Incorporation, Amalgamation, or Winding-up of a Subsidiary into a Parent.

Non-Capital Loss Continuity Workchart

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

Non-capital losses – losses that can be carried forward over 20 years

	Polonos ot	Loca incurred		Loop	Applied to reduce		Balance at end of year
Year of origin	Balance at beginning of year	Loss incurred in current year	Adjustments and transfers	Loss carried back Parts I & IV	Taxable Part IV income tax		
Current	N/A	1,317,147		793,053	N/A		524,094
1st preceding taxation year	,,,	.,,,,,,,,		, , , , , ,	. 47. 1		02.1707
2016-12-31		N/A		N/A			
2nd preceding taxation year				1,77.			
2015-12-31		N/A		N/A			
3rd preceding taxation year							
2014-12-31		N/A		N/A			
4th preceding taxation year							
2013-12-31		N/A		N/A			
5th preceding taxation year					Λ		
2012-12-31		N/A		N/A			
6th preceding taxation year							
2011-12-31		N/A		N/A			
7th preceding taxation year					, and the second		
2010-12-31		N/A		N/A	1		
8th preceding taxation year							
2009-12-31		N/A		(\N/A)			
9th preceding taxation year			,				
2008-12-31		N/A	(N/A			
10th preceding taxation year			V V				
2007-12-31		N/A		N/A			
11th preceding taxation year							
2006-12-31		N/A		N/A			
12th preceding taxation year			Y				
2005-12-31		N/A		N/A			
13th preceding taxation year							
2004-12-31		N/A		N/A			
14th preceding taxation year		l Å					
2003-12-31		N/A	N N	N/A			
15th preceding taxation year			7				
2002-12-31		N/A)		N/A			
16th preceding taxation year							
2001-12-31		N/A		N/A			
17th preceding taxation year		N/A		N/A			
18th preceding taxation year		1971		1971			
, , , , , , , , , , , , , , , , , , ,		N/A		N/A			
19th preceding taxation year							
· · · · ·		N/A		N/A			
20th preceding taxation year							
		N/A		N/A			
Total		1,317,147		793,053			524,09

^{*} This balance expires this year and will not be available next year.

Canada Revenue

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Tax Calculation Supplementary – Corporations

Schedule 5

Corporation's name	Business Number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2017-12-31

- Use this schedule if, during the tax year, your corporation:
 - had a permanent establishment in more than one jurisdiction (corporations that have no taxable income should only complete columns A, B and D in Part 1);
 - is claiming provincial or territorial tax credits or rebates (see Part 2); or
 - has to pay taxes, other than income tax, for Newfoundland and Labrador, or Ontario (see Part 2).
- All legislative references to the Income Tax Regulations.
- For more information, see the T2 Corporation Income Tax Guide.
- Enter the regulation number in field 100 of Part 1.

- Part 1 – Alloc	ation of ta	xable income ———										
100			Enter the Regulation that applies (402 to 413).									
A Jurisdiction Tick yes if the co had a perma establishment jurisdiction during the	orporation anent in the ne tax year.*	B Total salaries and wages paid in jurisdiction	C (Bxtaxable income)/G	D Gross revenue	E (D x taxable income) / H	F Allocation of taxable income (C + E) x 1/2** (where either G or H is nil, do not multiply by 1/2)						
Newfoundland and Labrador	003 1 Yes	103		143								
Newfoundland and Labrador Offshore	1 Yes	104		144								
Prince Edward Island	005 1 Yes	105		145								
Nova Scotia	1 Yes	107		147								
Nova Scotia Offshore	008 1 Yes	108	6	148								
New Brunswick	009 1 Yes	109		149								
Quebec	011 1 Yes	111	R	151								
Ontario	013 1 Yes	113		153								
Manitoba	1 Yes	115		155								
Saskatchewan	1 Yes	117		157								
Alberta	1 Yes	119		159								
British Columbia	1 Yes	121		161								
Yukon	023 1 Yes	123		163								
Northwest Territories	1 Yes	125		165								
Nunavut	1 Yes	126		166								
Outside Canada	1 Yes	127		167								
Total		129 G		169 H								

^{* &}quot;Permanent establishment" is defined in subsection 400(2).

Notes:

- 1. After determining the allocation of taxable income, you have to calculate the corporation's provincial or territorial tax payable. For more information on how to calculate the tax for each province or territory, see the instructions for Schedule 5 in the *T2 Corporation Income Tax Guide*.
- 2. If the corporation has provincial or territorial tax payable, complete Part 2.
- If the corporation is a member of a partnership and the partnership had a permanent establishment in a jurisdiction, select the jurisdiction in Column A and include your proportionate share of the partnership's salaries and wages and gross revenue in columns B and D, respectively.



^{**} For corporations other than those described under section 402, use the appropriate calculation described in the Regulations to allocate taxable income.

Part 2 – Ontario tax payable, tax credits, and rebates Total taxable Income eligible Provincial or Provincial or for small business territorial allocation territorial tax income payable before deduction of taxable income credits 270 Ontario basic income tax (from Schedule 500) 402 Ontario small business deduction (from Schedule 500) Subtotal (line 270 minus line 402) 5Δ Ontario additional tax re Crown royalties (from Schedule 504) 276 Ontario transitional tax debits (from Schedule 506) Recapture of Ontario research and development tax credit (from Schedule 508) Subtotal (total of lines 274 to 277) Gross Ontario tax (amount 5A plus amount 5B) Ontario resource tax credit (from Schedule 504) 406 Ontario tax credit for manufacturing and processing (from Schedule 502) 408 Ontario foreign tax credit (from Schedule 21) Ontario credit union tax reduction (from Schedule 500) 410 Ontario political contributions tax credit (from Schedule 525) Ontario non-refundable tax credits (total of lines 404 to 415) Subtotal (amount 5°C minus amount 5D) (if negative, enter "0") Ontario research and development tax credit (from Schedule 508) Ontario corporate income tax payable before Ontario corporate minimum tax credit and Ontario community food program donation tax credit for farmers (amount 5E minus line 416) (if negative, enter "0") Ontario corporate minimum tax credit (from Schedule 510) 420 Ontario community food program donation tax credit for farmers (from Schedule 2) Ontario corporate income tax payable (amount 5F minus the total of lines 418 and 420) (if negative enter "0") 5,373 Ontario corporate minimum tax (from Schedule 510) 280 Ontario special additional tax on life insurance corporations (from Schedule 512) 5,373 5,373 5H Subtotal (line 278 plus line 280) 5,373 51 Total Ontario tax payable before refundable tax credits (amount 5G plus amount 5H) Ontario qualifying environmental trust tax credit 8,613 Ontario co-operative education tax credit (from Schedule 550) 454 Ontario apprenticeship training tax credit (from Schedule 552) 456 Ontario computer animation and special effects tax credit (from Schedule 554) Ontario film and television tax credit (from Schedule 556) Ontario production services tax credit (from Schedule 558) 462 Ontario interactive digital media tax credit (from Schedule 560) Ontario sound recording tax credit (from Schedule 562) 466 Ontario book publishing tax credit (from Schedule 564) Ontario innovation tax credit (from Schedule 566) Ontario business-research institute tax credit (from Schedule 568) 8,613 ₅J Ontario refundable tax credits (total of lines 450 to 470) -3,240Net Ontario tax payable or refundable tax credit (amount 51 minus amount 5J) (if a credit, enter a negative amount) Include this amount on line 255. Summary Enter the total net tax payable or refundable tax credits for all provinces and territories on line 255. -3,240Net provincial and territorial tax payable or refundable tax credits If the amount on line 255 is positive, enter the net provincial and territorial tax payable on line 760 of the T2 return.

If the amount on line 255 is negative, enter the net provincial and territorial refundable tax credits on line 812 of the T2 return.

Agence du revenu du Canada Schedule 7

Aggregate Investment Income and Active Business Income

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2017-12-31

- Use this schedule if you are a Canadian-controlled private corporation (CCPC) to calculate:
 - your aggregate investment income and foreign investment income, as defined in subsection 129(4), to determine the refundable portion of Part I tax;
 - your specified partnership income, if you are a member or designated member of one or more partnerships as defined under subsection 125(7); and
 - your income from an active business carried on in Canada eligible for the small business deduction including any specified corporate income
 as defined in subsection 125(7).
- Use this schedule if another CCPC is making an assignment of business limit under subsection 125(3.2) to you.
- Use this schedule if you are a member of a partnership to assign specified partnership business limit to a designated member under subsection 125(8).
 Note: If you are a corporation that is not a CCPC, only complete Table 1 (columns A1, B1, C1, G1, H1 and J1) and Table 3 to make this assignment.
- All legislative references are to the Income Tax Act.
- For more information, see Small Business Deduction and Refundable Portion of Part I Tax in Guide T4012, T2 Corporation Income Tax Guide.
- All notes with regards to this form can be found at the bottom of the form.

− Part 1 – Aggregate investment income 	
Aggregate investment income is all world source income.	
Eligible portion of taxable capital gains for the year	
Eligible portion of allowable capital losses for the year (including allowable business investment losses)	
Net capital losses of previous years claimed on line 332 on the T2 return	
Subtotal (line 012 plus line 022)	A
Line 002 minus amount A (if negative, enter "0")	В
Total income from property (include income from a specified investment business carried on in Canada other than income from a source outside Canada)	
Exemptincome	
Amounts received from Agrilnvest Fund No. 2 that were included in computing the corporation's income for the year	
Taxable dividends deductible (total of column F on Schedule 3 minus related expenses)	
Business income from an interest in a trust that is considered property income under paragraph 108(5)(a)	
Subtotal (add lines 042, 052, 062 and 072)	
Subtotal (line 032 minus amount C) ► 11,000 ►	<u>00</u> D
Amount B plus amount D11,0	<u>00</u> E
Total losses from property (include losses from a specified investment business carried on in Canada other than a loss from a source outside Canada)	
Amount E minus line 082 (if negative, enter "0") (enter on line 440 of the T2 return)	00



Part 2A – Canadian investment income calculation ————————————————————————————————————		
Eligible portion of taxable capital gains for the year before taking into account the capital gains reserve (federal) of Schedule 13	1.1	
Taxable capital gains under section 34.2 (line 275 on Schedule 73)	1.3	
Eligible portion of taxable capital gains for the year after taking into account the capital gains reserve from Schedule 13 and the taxable capital gains under section 34.2 (add amounts 1.1,		
1.2, and 1.3)	>	1a
Eligible portion of allowable capital losses for the year (including allowable		
business investment losses)	2.1	
Net capital losses of previous years claimed on line 332 on the T2 return	2.2	
Allowable capital losses under section 34.2 (line 285 of Schedule 73)	2.3	
Add amounts 2.1, 2.2 and 2.3	_	2a
Amount1a minus an	nount 2a (if negative, enter "0")	3a
Taxable dividends	4.1	
Rental property income (under regulation 1100(11))	4.2	
Other property income	11,000 4.3	
Property income under section 34.2 (line 280 of Schedule 73)	4.4	
Total property income from Canadian sources (add amounts 4.1, 4.2, 4.3 and 4.4)	11,000 -	11,000_ 4a
Exemptincome	5.1	
Amounts received from Agrilnvest Fund No. 2 that were included in computing the corporation's income for the year	5.2	
Taxable dividends deductible (total of column F on Schedule 3 minus related expenses)	5.3	
Business income from an interest in a trust that is considered property income under	5.5	
paragraph 108(5)(a)	5.4	
Add amounts 5.1, 5.2, 5.3 and 5.4	_	5a
	Amount 4a minus amount 5a	11,000 _{6a}
	Amount 3a plus amount 6a	11,000 _{7a}
Rental property losses (under regulation 1100(11))	8.1	
Dividend losses	8.2	
Other property losses	8.3	
Property losses under section 34.2 (line 280 of Schedule 73)	8.4	
Total property losses from Canadian sources (add amounts 8.1, 8.2, 8.3 and 8.4)	_	8a
Amount 7a minus an	nount 8a (if negative, enter "0")	11,000 ga

Foreign investment income is all income from sources outside Canada .			
Eligible portion of taxable capital gains for the year before taking into account the capital gains reserve (federal) of Schedule 13		a1	
Reserve's eligible portion (addition/deduction)		a2	
Taxable capital gains under section 34.2 (line 275 of Schedule 73)*	<u> </u>	a3	
Eligible portion of taxable capital gains for the year after taking into account the capital gains reserve (federal) of Schedule 13 and taxable capital gains under section 34.2 (add amounts a1, a2, and a3)		▶ 001	
Allowable capital losses for the year		b1	
Allowable capital losses under section 34.2 (line 285 of Schedule 73)*	<u></u>	b2	
Eligible portion of allowable capital losses for the year (including allowable business investment losses) (Add amounts b1 and b2)		▶ 009	
Subtotal (line 0	01 minus line 009) (if ne	gative, enter "0")	F
Taxable dividends	, ,	, <u>==</u>	
Rental property income (under regulation 1100(11))			
Other property income			
Property income under section 34.2 (line 280 of Schedule 73)*	A		
Total income from property from a source outside Canada	019		
Exempt income			
Taxable dividends deductible (total of column F on Schedule 3 minus related expenses)			
Business income from an interest in a trust that is considered property income under paragraph 108(5)(a) . 059			
Subtotal (add lines 029, 049, and 059)		G	
Subtotal (line 019 minus amou	int G)	▶	н
	Amount	F plus amount H	1
Rental property losses (under regulation 1100(11))		d1	_
Dividend losses		d2	
Other property losses		d3	
Property losses under section 34.2 (line 280 of Schedule 73)*	· · · · · <u> </u>	d4	
Total losses from property from a source outside Canada (add amounts d1, d2, d3 and d4)		▶ 069	
Amount I minus line 069 (if negative, enter "0") (enter on line 445 of the 12 return)		079	
* When an amount is entered on these lines, the amounts calculated for the taxable capital gains as well as property income or losses on lines 4.4 and 8.4 in Part 2A, "Canadian investment incomore details, press F1 to consult the Help.	or allowable capital loss me calculation" are autor	es on lines 1.3 and 2.3 matically updated. For	
Net taxable dividends	Canadian	Foreign	Total
Taxable dividends deducted per schedule 3			
Less: Expenses related to such dividends			

Total expenses

Net taxable dividends

Part 2 – Foreign investment income -

Α			A1	1A		
Is the corporation a designated mem of the partnership	nber		Partnership r	name		Partnership's account number
			200			
Yes No						
B1	C1	D1	1D	2D	E1	F1
Total income (loss) of partnership from an active business	Corporation's share of amount in column B1	Income of the corporation from providing (directly or indirectly) services or property to the partnership note 1	Adjustments under section 34.2 note 2	Expenses the corporation incurred to earn partnership income	Adjustments (column 1D minus column 2D)	Corporation's incom (loss) in respect of the partnership note 3 (add columns C1, D1 and E1)
300	310	311			315	320
G1	H1	l1	J1	К1	Total	350
Number of days in the partnership's fiscal period	Prorated business limit notes 3 and 4 (column C1 ÷ column B1) × [\$ 500 000 × (column G1 ÷ 365)] (if column C1 is negative, enter "0")		Specified partnership business limit assigned by you from F3 in Table 3) notes 1, 6 and 8	Specified partnership business limit amount (column H1 plus column I1 minus column J1)	Column F1 minus column K1 (if negative, enter "0")	Lesser of columns F1 and K1 (if column F1 is negative, enter "0 notes 5
325	330	335	336			340
				Total	385	360
mber of a partners d partnership loss	ship) – enter as a pos	or the year – enter as a p	()	370		
all negative amou	ints in column F 1)		Subtotal (line 370 plu :	·	 J	

¬Part 3 – Specified partnership income (continued) —

Tables 2 and 3 are used to make an assignment of **specified partnership business limit** under subsection 125(8). A person that is a member of a partnership can make an assignment of **specified partnership business limit** under subsection 125(8) to a **designated member** for any tax year that **starts after** March 21, 2016. Also, that person can make an assignment for its tax year that **starts before** March 22, 2016 and **ends after** March 21, 2016 if the tax year of the **designated member starts after** March 21, 2016.

If you are a designated member and receiving specified partnership business limit from a person that is a member of the partnership, complete Table 2.

If you are a member of the partnership and assigning specified partnership business limit to a designated member, complete Table 3

	A2			2/	4		B2		
Partnership name				Partnership's account number		Name of the member			
	405							406	
C2)2	E2			F2	G	2	H2
Business number of Social insurance the member number of the (if applicable) member		Trust account number of the member (if applicable)		Tax year start of the member (yyyymmdd)		Tax year-end of the member (yyyymmdd)		Specified partnership business limit assigned to you by the member note 9	
410		11	412			415	4		420
ole 3 – You are assigni	A3	gnated memb	er (CCPC) spe	-		siness limit unde	er subsection	n 125(8) —— B3	
P	artnership nan	ne		Partnership's		Name of the designated member		nember	
				account	number			-	
	425							426	
	420							420	
					7				
C3 Business number of	of	т	D3 ax year start of		Fax year-end of				F3
the designated member			the designated member			the designated limit assigned by member designated n		ssigned by you to the signated member note 10	
430		A	435			436			440
			Y						
t 4 – Partnership	income n	ot eligible	for the sm	all busine	ess dedu	ction ——			
ration's income from acting related expenses) -									
, ,		`				,		_	
fied partnership loss (fro	om line 380 in	Part 3)						· · · · · · -	
						Subtotal (ar	mount K plus	amount L) _	
fied partnership income	(from line 40	0 in Part 3)						<u> </u>	
ership income not elig	ible for the	small busines	s deduction (a	amount M mi	nus amoun	tN)		450	
						,			

\neg Part 5 $-$ income from active business carried (on in Canada ———		
Net income for income tax purposes from line 300 of the T2 return		-1,317,147	0
Allowable business investment loss from line 406 of Schedule 1			P
	Subtotal (amount O plus amou	nt P)	-1,317,147 Q
Foreign business income after deducting related expenses note 11		500	
Taxable capital gains from line 113 of Schedule 1			R
Net property income (line 032 note 12 minus the total of lines 042, 0	052 and 082 in Part 1) ^{note 11}	11,000	S
Personal services business income after deducting related expenses note 11	e1		
Other income after deducting related expenses note 11	e2		
Subtotal (amount e1 plus amount e2) ^{note 1}	1▶	520	
), amount R, amount S and line	520)11,000	► 11,000 T
Net amount (amount Q minus amount T)			1,328,147_ U
Partnership income not eligible for the small business deduction (I	ine 450 in Part 4)		
Partnership income allocated to your corporation under subsection	i		
Income referred to in clause 125(1)(a)(i)(C)		540	
Income referred to in clause 125(1)(a)(i)(B) (from line 615 in Part 6	6)		W
Subtotal (add amount	V, line 530, line 540 and amour	nt W)	> x
Specified corporate income (from line 625 in Part 6)		<u></u>	Y
Income from active business carried on in Canada (amount U	minus amount X plus amount	γη X	z
(enter amount Z on line 400 of the T2 return - if negative, enter "0"			
Part 6 – Specified corporate income and assig	nment under subsection	on 125(3.2)	
Applies to tax years that begin after March 21, 2016.			
A CCPC can also make an assignment of business limit to you for tax year starts after March 21, 2016.	its tax year that starts before	March 22, 2016, and ends afte	r March 21, 2016, if your
1AA	AA I	BB	cc
Name of the corporation	Business number of the corporation	Income described under claus 125(1)(a)(i)(B) received from the corporation identified in column AA note 13	,
	600	610	620
1			<u> </u>
	<i>_7</i>	Total 615	Total 625

Notes

- Note 1 Applies to tax years that begin after March 21, 2016. For tax years beginning before March 22, 2016 leave blank.
- Note 2 Do not include expenses that were deducted in computing the income of the corporation in column D1.

In general, amounts included under subsections 34.2(2) and 34.2(3) or claimed under subsection 34.2(4) are deemed to have the **same character** and be in the **same proportions** as the partnership income they relate to. Amounts claimed under subsection 34.2(11) and included under subsection 34.2(12) are deemed to have the **same character** and be in the **same proportions** as the qualifying transitional income. For example, if a corporation receives \$100,000 of partnership income for the partnership's fiscal period ending in its tax year, and that income is made up of \$40,000 of active business income, \$30,000 of income from property, and \$30,000 as a taxable capital gain, the corporation's adjusted stub period accrual (ASPA) in respect of the partnership would be 40% active business income, 30% property income, and 30% taxable capital gains. Add or deduct only the portion of the following amounts that are characterized as **active business income** in accordance with subsection 34.2(5):

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- the ASPA under subsection 34.2(2) (column 4 of Schedule 73)
- the income inclusion for a new corporate member of a partnership under subsection 34.2(3) (column 6 of Schedule 73)
- the previous-year transitional reserve under subsection 34.2(12) (column 12 of Schedule 73)

Deduct:

- the previous-year ASPA under subsection 34.2(4) (column 5 of Schedule 73)
- the previous-year income inclusion for a new corporate member of a partnership under subsection 34.2(4) (column 7 of Schedule 73)
- the current-year transitional reserve under subsection 34.2(11) (column 11 of Schedule 73)
- Note 3 When a partnership carries on more than one business, one of which generates income and another of which realizes a loss, the loss is **not** netted against the partnership's income when calculating the prorated business limit (column H1). Enter on line 380 the total of all losses from column F1.
- Note 4 For tax years that begin after March 21, 2016, if you are a designated member of the partnership, enter "0".
- Note 5 For tax years that begin after March 21, 2016, you must enter "0" if the partnership provides services or property to either:
 - (A) a private corporation (directly or indirectly in any manner whatever) in the year, if:
 - you (or one of your shareholders) or a person that does not deal at arm's length with you (or one of your shareholders) holds a
 direct or indirect interest in the private corporation, and
 - it is not the case that all or substantially all of the partnership's income for the year from an active business is from providing services or property to
 - persons (other than the private corporation) that deal at arm's length with the partnership and each person that holds a direct or indirect interest in the partnership, or
 - partnerships with which the partnership deals at arm's length, other than a partnership in which a person that does not deal at arm's length with you holds a direct or indirect interest, or
 - (B) a particular partnership (directly or indirectly in any manner whatever) in the year, if
 - you (or one of your shareholders) do **not** deal at arm's length with the particular partnership or a person that holds a direct or indirect interest in the particular partnership, and
 - it is not the case that all or substantially all of the partnership's income for the year from an active business is from providing services or property to
 - persons that deal at arm's length with the partnership and each person that holds a direct or indirect interest in the partnership, or
 - partnerships (other than the particular partnership) with which the partnership deals at arm's length, other than a partnership in which a person that does not deal at arm's length with you holds a direct or indirect interest.
- Note 6 A person that is a member of a partnership can make an assignment of specified partnership business limit under subsection 125(8) to a designated member for any tax year that starts after March 21, 2016. Also, that person can make an assignment for its tax year that starts before March 22, 2016 and ends after March 21, 2016 if the tax year of the designated member starts after March 21, 2016.
- Note 7 If you are a designated member receiving an assignment of specified partnership business limit, complete Table 2 to determine the amounts to enter in Table 1 column I1.
- Note 8 If you are a corporation that is a member of the partnership and you are assigning specified partnership business limit, complete Table 3 to determine the amounts to enter in Table 1 column J1.
- Note 9 Add the amounts in column H2 that are for the same partnership and enter it in Table 1 column I1, in the row of the applicable partnership.
- Note 10 Add the amounts in column F3 that are for the same partnership and enter it in Table 1 column J1, in the row of the applicable partnership. This amount cannot be higher than the amount of projected business limit you would otherwise be entitled to in Table 1 column H1 for that partnership.
- Note 11 If negative, enter amount in brackets, and add instead of subtracting.
- Note 12 Net of related expenses.
- Note 13 This amount is [as defined in subsection 125(7) specified corporate income (a)(i)] the total of all amounts, each of which is your income from an active business for the year from providing services or property to a private corporation (directly or indirectly, in any manner whatever) if
 - (A) at any time in the year, you (or one of your shareholders) or a person that does **not** deal at arm's length with you (or one of your shareholders) holds a direct or indirect interest in the private corporation, and
 - (B) it is not the case that all or substantially all of your income for the year from an active business is from providing services or property to
 - (I) persons (other than the private corporation) with which you deal at arm's length, or
 - (II) partnerships with which you deal at arm's length, other than a partnership in which a person that does **not** deal at arm's length with you holds a direct or indirect interest.

Do not include income from an associated corporation if the conditions described in subsection 125(10) are met.

Note 14 The amount of business limit that a CCPC can assign to you cannot be greater than the amount in column BB that is from providing services or property directly to that CCPC. If there is an amount included in column BB that is deductible by that CCPC in respect of the amount of its income referred to in clause 125(1)(a)(i)(A) or (B) for its tax year, you need to deduct it from column BB for the purpose of determining the amount that can be assigned to you.

Schedule 8

Canada Revenue Agence du revenu du Canada

Capital Cost Allowance (CCA)

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2017-12-31

For more information, see the section called "Capital Cost Allowance" in the T2 Corporation Income Tax Guide.

Is the cornoration	electing under	Regulation 1101(5g)?	

101	Yes	No	X

	1 Class number *	Description	Undepreciated capital cost at the beginning of the year (amount from column 12 of last year's schedule 8)	3 Cost of acquisitions during the year (new property must be available for use) (see note 1 below)	4 Adjustments and transfers (see note 2 below)	5 Proceeds of dispositions during the year (amount not to exceed the capital cost)	6 50% rule (1/2 of the amount, if any, by which the net cost of acquisitions exceeds column 5) (see note3 below)	7 Reduced undepreciated capital cost (column 2 plus column 3 plus or minus column 4 minus column 5 minus column 6)	8 CCA rate % (see note 4 below)	9 Recapture of capital cost allowance (line 107 of Schedule 1) (see note 5 below)	10 Terminal loss (line 404 of Schedule 1)	11 Capital cost allowance (for declining) balance method, column 7 multiplied by column 8, or a lower amount) (line 403 of Schedule 1) (see note 6 below)	Undepreciated capital cost at the end of the year (column 6 plus column 7 minus column 11)
	200		201	203	205	207	211		212	213	215	217	220
1.	1	Buildings	23,026,423			0		23,026,423	4	0	0	921,057	22,105,366
2.	8	Equipment and tools	2,125,192	62,846		, o	31,423	2,156,615	20	0	0	431,323	1,756,715
3.	10	Rolling stock and vehicles	188,637			~\\\ \\ \\ \\ \\ \\ \\ \\ \\ \\ \\ \\ \\		188,637	30	0	0	56,591	132,046
4.	45	Computer equipment and softwa	282			0 (282	45	0	0	127	155
5.	47	Electrical energy distribution	23,527,694	3,188,515		631	1,593,942	25,121,636	8	0	0	2,009,731	24,705,847
6.	50	Computer equipment	327,914	229,391		0	114,696	442,609	55	0	0	243,435	313,870
7.	47	WIP	643,873		429,000	<i>)</i> 0		1,072,873	8	0	0		1,072,873
8.	8	WIP	64,219			0		64,219	20	0	0		64,219
9.	14.1		218,430			0		218,430	5	0	0	15,291	203,139
		Totals	50,122,664	3,480,752	429,000	631	1,740,061	52,291,724				3,677,555	50,354,230

- * Class numbers followed by a letter indicate the basic rate of the class taking into account the additional deduction allowed. Class 1a: 4% + 6% = 10% (class 1 to 10%), class 1b: 4% + 2% = 6% (class 1 to 6%).
- 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).
- Note 2. Enter in column 4, "Adjustments and transfers", amounts that increase or reduce the undepreciated capital cost.

 Items that **increase** the undepreciated capital cost include amounts transferred under section 85, or transferred on amalgamation or winding-up of a subsidiary. Items that **reduce** the undepreciated capital cost include government assistance received or entitled to be received in the year, or a reduction of capital cost after the application of section 80. See the *T2 Corporation Income Tax Guide* for other examples of adjustments and transfers to include in column 4.
- Note 3. The net cost of acquisitions is the cost of acquisitions (column 3) **plus** or **minus** certain adjustments and transfers from column 4. For information on the exceptions to the 50% rule, as well as how to calculate the amounts to enter in column 6 in those cases, see Interpretation Bulletin IT-285, *Capital Cost Allowance General Comments*.
- Note 4. Enter a rate only if you are using the declining balance method. For any other method (for example the straight-line method, where calculations are always based on the cost of acquisitions), enter N/A. Then enter the amount you are claiming in column 11.
- Note 5. For every entry in column 9, "Recapture of capital cost allowance", there must be a corresponding entry in column 5, "Proceeds of dispositions during the year". The recapture and terminal loss rules do not apply to passenger vehicles in Class 10.1.
- Note 6. If the tax year is shorter than 365 days, prorate the CCA claim. Some classes of property do not have to be prorated. See the *T2 Corporation Income Tax Guide* for more information.

T2 SCH 8 (17)



Fixed Assets Reconciliation

 $Reconciliation \ of \ change \ in \ fixed \ assets \ per \ financial \ statements \ to \ amounts \ used \ per \ tax \ return.$

Tax return

Additions for tax purposes – Schedule 8 regular classes	3,480,752	
Additions for tax purposes – Schedule 8 leasehold improvements	+	
Operating leases capitalized for book purposes	+	
Capital gain deferred	+	
Recapture deferred	+	
Deductible expenses capitalized for book purposes – Schedule 1	+	
Other (specify):		
Subsection 13(7.4) election	+ 979,572	
Additional WIP	+ 429,000	
Total additions per book	s = 4,889,324	4,889,324
Proceeds up to original cost – Schedule 8 regular classes	631	
Proceeds up to original cost – Schedule 8 leasehold improvements	+	
Proceeds in excess of original cost – capital gain	+	
Recapture deferred – as above	+	
Capital gain deferred – as above	+	
Pre V-day appreciation	t	
Other (specify):	Y	
Amortization expense in distribution - from S(1)	+100,000	
WIP transferred out	+ 13,700	
Total proceeds per book	s = 114,331	114,331
Depreciation and amortization per accounts – Schedule 1	-	- 2,418,000
Loss on disposal of fixed assets per accounts	-	- 53,000
Gain on disposal of fixed assets per accounts	-	+
	Net change per tax return	= 2,303,993
Financial statements		
Fixed assets (excluding land) per financial statements		
Closing net book value		64,880,000
Opening net book value		- 62,576,007
Net chan	ge per financial statements	= 2,303,993
If the amounts from the tax return and the financial statements differ, explain why below.		



Agence du revenu du Canada

SCHEDULE 9

RELATED AND ASSOCIATED CORPORATIONS

Name of corporation	Business Number	Tax year end Year Month Day
InnPower Corporation	89242 2817 RC0001	2017-12-31

- Complete this schedule if the corporation is related to or associated with at least one other corporation.
- For more information, see the T2 Corporation Income Tax Guide.

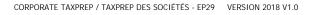
	Name	Country of resi- dence (other than Canada)	Business number (see note 1)	Relationship code (see note 2)	Number of common shares you own	% of common shares you own	Number of preferred shares you own	% of preferred shares you own	Book value of capital stock
	100	200	300	400	500	550	600	650	700
1.	InnServices Utilities Inc.		81689 7326 RC0001	3					
2.	Town of Innisfil		NR	1					
3.	Innterprises Inc.		86556 4595 RC0001	3		A			

Note 1: Enter "NR" if the corporation is not registered or does not have a business number.

Note 2: Enter the code number of the relationship that applies from the following order: 1 - Parent 2 - Subsidiary 3 - Associated 4 - Related but not associated

T2 SCH 9 (11)



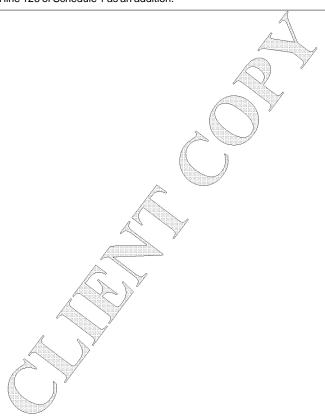


Continuity of financial statement reserves (not deductible)

 Financial statement reserves (not deductible) (e
--	-----------------

	Description	Balance at the beginning of the year	Transfer on an amalgamation or the wind-up of a subsidiary	Add	Deduct	Balance at the end of the year
1	Post retirement benefits	139,779		156,696	139,779	156,696
	Reserves from Part 2 of Schedule 13					
	Totals	139,779		156,696	139,779	156,696

The total opening balance plus the total transfers should be entered on line 414 of Schedule 1 as a deduction. The total closing balance should be entered on line 126 of Schedule 1 as an addition.



Schedule 23

Agreement Among Associated Canadian-Controlled Private Corporations to Allocate the Business Limit

- For use by a Canadian-controlled private corporation (CCPC) to identify all associated corporations and to assign a percentage for each associated corporation. This percentage will be used to allocate the business limit for purposes of the small business deduction. Information from this schedule will also be used to determine the date the balance of tax is due and to calculate the reduction to the business limit.
- An associated CCPC that has more than one tax year ending in a calendar year, is required to file an agreement for each tax year ending in that calendar year.
 - **Column 1:** Enter the legal name of each of the corporations in the associated group. Include non-CCPCs and CCPCs that have filed an election under subsection 256(2) of the *Income Tax Act* not to be associated for purposes of the small business deduction.
 - Column 2: Provide the business number for each corporation (if a corporation is not registered, enter "NR").
 - **Column 3:** Enter the association code from the list below that applies to each corporation:
 - 1 Associated for purposes of allocating the business limit (unless code 5 applies)
 - 2 CCPC that is a "third corporation" that has elected under subsection 256(2) not to be associated for purposes of the small business deduction
 - 3 Non-CCPC that is a "third corporation" as defined in subsection 256(2)
 - 4 Associated non-CCPC
 - 5 Associated CCPC to which code 1 does not apply because of a subsection 256(2) election made by a "third corporation"
 - Column 4: Enter the business limit for the year of each corporation in the associated group.
 - Column 5: Assign a percentage to allocate the business limit to each corporation that has an association code 1 in column 3.

The total of all percentages in column 5 cannot exceed 100%.

Column 6: Enter the business limit allocated to each corporation by multiplying the amount in column 4 by the percentage in column 5. Add all business limits allocated in column 6 and enter the total at line A.

Ensure that the total at line A does not exceed \$500,000.

_ ^ 114	ocating the business limit ————							
	filed (do not use this area))		. 025	Year Month Day		
						Year		
Enter	the calendar year to which the agreement applies .				. 050	2017		
	Is this an amended agreement for the above calendar year that is intended to replace an agreement previously filed by any of the associated corporations listed below? 1 Yes 2 No X							
	1 Names of associated corporations	2 Business number of associated corporations	3 Asso- ciation code	4 Business limit for the year before the allocation \$	5 Percentage of the business limit % 350	6 Business limit allocated* \$		
1	InnPower Corporation	89242 2817 RC0001	1	500,000	100.0000	500,000		
2	InnServices Utilities Inc.	81689 7326 RC0001	1	500,000				
3	Town of Innisfil	NR	1	500,000				
4	Innterprises Inc.	86556 4595 RC0001	1	500,000				
				Total	100.0000	500,000	Α	

Business limit reduction under subsection 125(5.1) of the Act

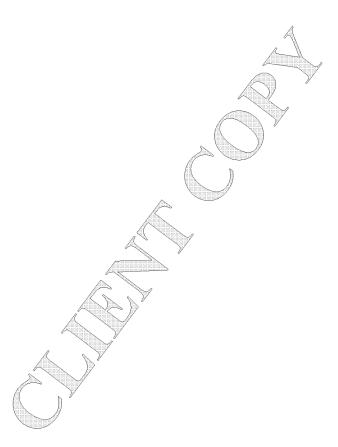
The business limit reduction is calculated in the small business deduction area of the T2 return. One of the factors used in this calculation is the "large corporation amount" at line 415 of the T2 return. The amount at line 415 is determined using the formula 0.225% x (D - \$10,000,000). Details of this formula and variable D are in subsection 125(5.1) of the Act.

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

Special rules for business limit

Special rules apply under subsection 125(5) if a CCPC has more than one tax year ending in the same calendar year and it is associated in more than one of those tax years with another CCPC that has a tax year ending in that calendar year. The business limit for the second or later tax year will be equal to the business limit determined for the first tax year ending in the calendar year or the business limit determined for the second or later tax year ending in the same calendar year, whichever is less.

T2 SCH 23 E (15) Canadä



Agence du revenu du Canada Schedule 31

Investment Tax Credit – Corporations

- General information

- Use this schedule:
 - to calculate an investment tax credit (ITC) earned during the tax year;
 - to claim a deduction against Part I tax payable;
 - to claim a refund of credit earned during the current tax year;
 - to claim a carryforward of credit from previous tax years;
 - to transfer a credit following an amalgamation or the wind-up of a subsidiary, as described under subsections 87(1) and 88(1);
 - to request a credit carryback to one or more previous years;
 - if you are subject to a recapture of ITC; or
 - if you are claiming:
 - the Ontario Research and Development Tax Credit;
 - the Ontario Innovation Tax Credit.
- Unless otherwise stated, all legislative references are to the Income Tax Act and the Income Tax Regulations.
- The ITC is eligible for a three-year carryback (if not deductible in the year earned). It is also eligible for a twenty-year carryforward.
- Investments or expenditures, described in subsection 127(9) and Regulation Part XLVI, that earn an ITC are:
 - qualified property and qualified resource property (Parts 4 to 7 of this schedule);
 - qualified scientific research and experimental development (SR&ED) expenditures (Parts 8 to 17). File Form T661, Scientific Research and Experimental Development (SR&ED) Expenditures Claim;
 - pre-production mining expenditures (Parts 18 to 20);
 - apprenticeship job creation expenditures (Parts 21 to 23); and
 - child care spaces expenditures (Parts 24 to 28).
 - Expenditures related to child care spaces incurred after March 21, 2017 no longer quality for the investment tax credit. If you entered into a written
 agreement before March 22, 2017, eligible expenditures incurred before 2020 will remain eligible for the credit.
- File this schedule with the T2 Corporation Income Tax Return. If you need more space, attach additional schedules.
- For more information on ITCs, see "Investment Tax Credit" in Guide T4012, T2 Corporation—Income Tax Guide and read Information Circular IC78-4, Investment Tax Credit Rates, and its related Special Release.
- For more information on SR&ED, see guide T4088, Guide to Form T661 Scientific Research and Experimental Development (SR&ED) Expenditures

Detailed information

- For the purpose of this schedule, **investment** means the capital cost of the property (excluding amounts added by an election under section 21), determined without reference to subsections 13(7.1) and 13(7.4), minus the amount of any government or non-government assistance that the corporation has received, is entitled to receive, or can reasonably be expected to receive for that property when it files the income tax return for the year in which the property was acquired.
- An ITC deducted or refunded in a tax year for a depreciable property, other than a depreciable property deductible under paragraph 37(1)(b), reduces both
 the capital cost of that property and the undepreciated capital cost of that class in the next tax year. An ITC for SR&ED deducted or refunded in a tax year
 will reduce the balance in the pool of deductible SR&ED expenditures and the adjusted cost base (ACB) of an interest in a partnership in the next tax year.
 An ITC from pre-production mining expenditures deducted in a tax year reduces the balance in the pool of deductible cumulative Canadian exploration
 expenses in the next tax year.
- Property acquired has to be available for use before a claim for an ITC can be made. See subsections 127(11.2) and 248(19) for more information.
- Expenditures for SR&ED and capital costs for a property qualifying for an ITC must be identified by the claimant on Form T661 and Schedule 31 no later than 12 months after the claimant's income tax return is due for the tax year in which it incurred the expenditures or capital costs.
- Expenditures for pre-production mining, apprenticeship, or child care space for an ITC must be identified by the claimant on Schedule 31 no later than 12 months after the claimant's income tax return is due for the tax year in which it incurred the expenditures or capital costs.
- Partnership allocations Subsection 127(8) provides for the allocation of the amount that may reasonably be considered to be a partner's share of
 the ITCs of the partnership at the end of the fiscal period of the partnership. An allocation of ITCs is generally considered to be the partner's
 reasonable share of the ITCs if it is made in the same proportion in which the partners have agreed to share any income or loss and if section 103 is
 not applicable for the agreement to share any income or loss. Special rules apply to specified members of a partnership and limited partners.
 For more information, see Guide T4068, Guide for the Partnership Information Return.
- For tax purposes, Canada includes the **exclusive economic zone of Canada** as defined in the *Oceans Act* (which generally consists of an area of the sea that is within 200 nautical miles from the Canadian coastline), including the airspace, seabed and subsoil of that zone.
- For the purpose of this schedule, the expression **Atlantic Canada** includes the Gaspé Peninsula and the provinces of Newfoundland and Labrador, Prince Edward Island, Nova Scotia, and New Brunswick, as well as their respective offshore regions (prescribed in Regulation 4609).
- For the purpose of this schedule, **qualified property** means property in Atlantic Canada that is used primarily for manufacturing and processing, farming or fishing, logging, storing grain, or harvesting peat. Property in Atlantic Canada that is used primarily for oil and gas, and mining activities is considered qualified property only if acquired by the taxpayer **before** March 29, 2012. Qualified property includes new buildings and new machinery and equipment (prescribed in Regulation 4600), and if acquired by the taxpayer **after** March 28, 2012, new energy generation and conservation property (prescribed in Regulation 4600). Qualified property can also be used primarily to produce or process electrical energy or steam in a prescribed area (as described in Regulation 4610). See the definition of **qualified property** in subsection 127(9) for more information.



Detailed information (continued)

- For the purpose of this schedule, **qualified resource property** means property in Atlantic Canada that is used primarily for oil and gas, and mining activities, if acquired by the taxpayer **after** March 28, 2012, and **before** January 1, 2016. Qualified resource property includes new buildings and new machinery and equipment (prescribed in Regulation 4600). See the definition of **qualified resource property** in subsection 127(9) for more information.
- For the purpose of this schedule, **pre-production mining exploration expenditures** are pre-production mining expenditures incurred **after** March 28, 2012, by the taxpayer to determine the existence, location, extent, or quality of certain mineral resources in Canada, excluding expenses incurred in the exploration of an oil or gas well. See subparagraph (a)(i) of the definition of **pre-production mining expenditure** in subsection 127(9) for more information.
- For the purpose of this schedule, **pre-production mining development expenditures** are pre-production mining expenditures incurred **after** March 28, 2012, by the taxpayer to bring a new mineral resource mine in Canada into production, excluding expenses in the development of a bituminous sands deposit or an oil shale deposit. See subparagraph (a)(ii) of the definition of **pre-production mining expenditure** in subsection 127(9) for more information.

– Part 1 –	Investments,	expenditures,	and	percentages -
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, and personal groups and personal groups are the personal groups and personal groups are the personal	
Investments	Specified percentage
Qualified property acquired primarily for use in Atlantic Canada	10 %
Qualified resource property acquired primarily for use in Atlantic Canada and acquired:	10 70
- after March 28, 2012, and before 2014	10 %
- after 2013 and before 2016	5 %
- after 2015*	0 %
3.6.5 25.10	3 70
Expenditures	
If you are a Canadian-controlled private corporation (CCPC), this percentage may apply to the portion that you claim of the SR&ED qualified expenditure pool that does not exceed your expenditure limit (see Part 10)	35 %
	OO 70
Note: If your current year's qualified expenditures are more than your expenditure limit (see Paft 10), the excess is eligible for an ITC calculated at the 15 % rate.	
the excess is digible for an model active 10 % fate.	
If you are a corporation that is not a CCPC and have incurred qualified expenditures for SR&ED in any area in Canada:	
- before 2014**	20 %
- after 2013**	15 %
If you are a taxable Canadian corporation that incurred pre-production mining expenditures before March 29, 2012	10 %
in you are a taxable Carradian corporation that incurred pre-production mining experior trial trices before march 29, 2012	10 /6
If you are a taxable Canadian corporation that incurred pre-production mining exploration expenditures:	
- after March 28, 2012, and before 2013	10 %
- in 2013	5 %
- after 2013	0 %
If you are a taxable Canadian corporation that incurred pre-production mining development expenditures***:	
- after March 28, 2012, and before 2014	10 %
- in 2014	7 %
- in 2015	4 %
- after 2015	0 %
- alice 2013	0 /6
If you paid salary and wages to apprentices in the first 24 months of their apprenticeship contract for employment	10 %
If you incurred expenditures after March 18, 2007 and before March 22, 2017 (or before 2020 if you entered into a written agreement before	
March 22, 2017) for the creation of licensed child care spaces for the children of your employees and, potentially, for other children	25 %

- A transitional relief rate of 10% may apply to property acquired after 2013 and before 2017, if the property is acquired under a written agreement entered into before March 29, 2012, or the property is acquired as part of a **phase** of a project where the construction or the engineering and design work for the construction started before March 29, 2012. See paragraph (a.1) of the definition of **specified percentage** in subsection 127(9) for more information.
- ** The reduction of the rate from 20% to 15% applies to 2014 and later tax years, except that, for 2014 tax years that start before 2014, the reduction is pro-rated based on the number of days in the tax year that are after 2013.
- *** A transitional relief rate may apply to expenditures incurred after 2013 and before 2016, if the expenditure is incurred under a written agreement entered into before March 29, 2012, or the expenditure is incurred as part of the development of a new mine where the construction or the engineering and design work for the construction of the new mine started before March 29, 2012. See subparagraphs (k)(ii) and (iii) of the definition of **specified percentage** in subsection 127(9) for more information.

2017-12-31		InnPower Corporation 89242 2817 RC0001			
Corporation's name	Business number	Tax year-end Year Month Day			
InnPower Corporation	89242 2817 RC0001	2017-12-31			
┌ Part 2 – Determination of a qualifying corporation ————————————————————————————————————					
Is the corporation a qualifying corporation?	101	1 Yes 2 No X			
For the purpose of a refundable ITC, a qualifying corporation is defined under subsection 127.1(2). The co taxable income (before any loss carrybacks) for its previous tax year cannot be more than its qualifying inco rcorporation is associated with any other corporations during the tax year, the total of the taxable incomes of the corporations (before any loss carrybacks), for their last tax year ending in the previous calendar year, cannot be for the particular tax year.	rporation has to be a CCPC a ne limit for the particular tax e corporation and the associa e more than their qualifying ir	year. If the ted acome limit			
Note: A CCPC considered associated with another corporation under subsection 256(1) will be considered refundable ITC if:		nation of a			
 one corporation is associated with another corporation solely because one or more persons own stock of both corporations; and one of the corporations has at least one shareholder who is not common to both corporations. 	shares of the capital				
If you are a qualifying corporation, you will earn a 100% refund on your share of any ITCs earned at the 35% for SR&ED, up to the allocated expenditure limit. The 100% refund does not apply to qualified capital expenditure are only eligible for the 40% refund*.	rate on qualified current exp itures eligible for the 35% cre	enditures dit rate.			
Some CCPCs that are not qualifying corporations may also earn a 100% refund on their share of any ITCs e current expenditures for SR&ED, up to the allocated expenditure limit. The expenditure limit can be determin does not apply to qualified capital expenditures eligible for the 35% credit rate. They are only eligible for the 4	ed in Part 10. The 100% refur				
The 100% refund will not be available to a corporation that is an excluded corporation as defined under sub excluded corporation if, at any time during the year, it is a corporation that is either controlled by (directly or increlated to:					
a) one or more persons exempt from Part I tax under section 149;					
b) Her Majesty in right of a province, a Canadian municipality, or any other public authority; or					
c) any combination of persons referred to in a) or b) above.					
* Capital expenditures incurred after December 31, 2013, including lease payments for property that would have purchased directly, are not qualified SR&ED expenditures and are not eligible for an ITC on SR&ED expend		eif			
┌ Part 3 – Corporations in the farming industry					
Complete this area if the corporation is making SR&ED contributions.					
Is the corporation claiming a contribution in the current year to an agricultural organization whose goal is to finance SR&ED work (for example, check-off dues)?		1 Yes 2 No X			
If yes, complete Schedule 125, Income Statement Information, to identify the type of farming industry the corp	oration is involved in.				
Contributions to agricultural organizations for SR&ED* Enter on line 350 of Part 8.	103				
* Enter only contributions not already included on Form T661. Include 80% of the contributions made after 2012. For contributions made before 2013, include all of the contributions made.	ontributions.				
Qualified Property and Qualified Resource F	Property				
¬ Part 4 – Eligible investments for qualified property and qualified resource pro		nt tax vear ———			

Capital cost allowance class number	Description of investment	Date available for use	Location used in Atlantic Canada (province)	Amount of investment
105	110	115	120	125
	Total of investments for	qualified property and qua	lified resource property	

Part 5 – Current-year credit and account balances – ITC from investments in qualified property and qualified resource property	
ITC at the end of the previous tax year	_ B1
Credit deemed as a remittance of co-op corporations	
Credit expired	
Subtotal (line 210 plus line 215)	_ C1
ITC at the beginning of the tax year (amount B1 minus amount C1)	_
Credit transferred on an amalgamation or the wind-up of a subsidiary 230	•
ITC from repayment of assistance	
Qualified property; and qualified resource property acquired after March 28, 2012, and before January 1, 2014* (applicable part from amount A1 in Part 4)	
Qualified resource property acquired after December 31, 2013, and before January 1, 2016 (applicable part from amount A1 in Part 4) x 5 % = 242	
Credit allocated from a partnership	
Subtotal (total of lines 230 to 250)	_ D1
Total credit available (line 220 plus amount D1)	E1
Credit deducted from Part I tax	
Credit carried back to previous years (amount H1 in Part 6)	
Credit transferred to offset Part VII tax liability	
Subtotal (total of line 260, amount a, and line 280)	_ F1
Credit balance before refund (amount E1 minus amount F1)	_ G1
Refund of credit claimed on investments from qualified property and qualified resource property (from Part 7)	-
ITC closing balance of investments from qualified property and qualified resource property (amount G1 minus line 310)	=
* Include investments acquired after 2013 and before 2017 that are eligible for transitional relief.	
Part 6 – Request for carryback of credit from investments in qualified property and qualified resource property Year Month Day	
2nd previous tax year 3rd previous tax year	-
Total of lines 901 to 903 Enter at amount a in Part 5.	H1
Part 7 – Refund of ITC for qualifying corporations on investments from qualified property and qualified resource property	
Current-year ITCs (total of lines 240, 242, and 250 in Part 5)	<u> </u>
Credit balance before refund (from amount G1 in Part 5)	_ J1
Refund (40 % of amount I1 or J1, whichever is less)	_ K1
Enter amount K1 or a losser amount on line 310 in Part 5 (also enter on line 780 of the T2 return if you do not claim an SP&ED ITC refund)	-

SR&ED

- Part 8 – Qualified SR&ED expenditures ————————————————————————————————————		
Current expenditures (from line 557 on Form T661)	26,709	
Contributions to agricultural organizations for SR&ED		
Deduct: Government assistance, non-government assistance, or contract payment		
Contributions to agricultural organizations for SR&ED for the		
federal ITC (this amount is updated to line 103 of Part 3. For more details, consult the Help.)*		
Current expenditures (line 557 on Form T661 plus line 103 in Part 3)*	26,709 350	26,709
Capital expenditures incurred before 2014 (from line 558 on Form T661)**	360	
Repayments made in the year (from line 560 on Form T661)	370	
Qualified SR&ED expenditures (total of lines 350 to 370)	200	26,709
* If you are claiming only contributions made to agricultural organizations for SR&ED, line 350 should equal line		
** Capital expenditures incurred after December 31, 2013, are not qualified SR&ED expenditures. Capital cost all property acquired for use in SR&ED after 2013.		
- Part 9 – Components of the SR&ED expenditure limit calculation	7	
Part 9 only applies if you are a CCPC.	V	
Note: A CCPC considered associated with another corporation under subsection 256(1) will be considered not a expenditure limit if:		fan SR&ED
 one corporation is associated with another corporation solely because one or more persons own share corporation; and 	es of the capital stock of the	
one of the corporations has at least one shareholder who is not common to both corporations.		
Is the corporation associated with another CCPC for the purpose of calculating the SR&ED expenditure limit?	385 1 Ye	2 No
If you answered no to the question on line 385 or if you are not associated with any other corporations, complete If you answered yes , the amounts for associated corporations will be determined on Schedule 49.	lines 390 and 398.	
Enter your taxable income for the previous tax year* (prior to any loss carrybacks applied)	390	
Enter your taxable capital employed in Canada for the previous tax year minus \$10 million. If this amount is nil or negative, enter "0". If this amount is over \$40 million, enter \$40 million	398	
* If the tax year referred to on line 390 is less than 51 weeks, multiply the taxable income by the following resu that tax year.	lt: 365 divided by the number	of days in
- Part 10 – SR&ED expenditure limit for a CCPC		
For a stand-alone (not associated) corporation:	\$	8,000,000
	× 10 =	
Taxable income for the previous tax year (line 390 in Part 9) or \$500,000, whichever is more		A2
Excess (\$8,000,000 minus amount A2; if negative, enter "0")		B2
\$ 40,000,000 minus line 398 in Part 9		
Amount b divided by \$ 40,000,000		
Expenditure limit for the stand-alone corporation (amount B2 multiplied by amount C2)*	· · · · · · · · · · · · · · · · · · ·	D2
For an associated corporation: If associated, the allocation of the SR&ED expenditure limit, as provided on Schedule 49*		E2
If your tax year is less than 51 weeks, calculate the amount of the expenditure limit as follows:		
Amount D2 or E2 x Number of days in the tax year 365	.= <u>—</u>	F2
Your SR&ED expenditure limit for the year (enter amount D2, E2, or F2, whichever applies)	410	
* Amount D2 or E2 cannot be more than \$3,000,000.		

Part 11 – Investment tax	x credits on SR&ED ex	cpenditures —			
Current expenditures (from line 35 the expenditure limit (from line 410			420	x 35 %	= G2
Line 350 minus line 410 (if negative	ve, enter "0")		430 26,70	9_	
Amount from line 430	Number of days in the tax year x before 2014	x 20%	γ ₀ =	c	
	Number of days in the tax year				
Amount from line	Number of days in the tax year after 2013	Y 45.00	4.00		
430**26,709	Number of days in the tax year 365	. × 15 %	6 = 4,00	<u>o</u> a	
Subtotal (amount c plus amount d)		4,00	<u> 6</u> ▶	4,006_ H2
Line 410 minus line 350 (if negative	ve, enter "0")		• • •	e	
Capital expenditures (line 360 in P whichever is less*	art 8) or amount e,		440	x 35 %	= 12
Line 360 minus amount e (if negat	tive, enter "0")		450	_	
Amount from line 450	Number of days in the tax year x before 2014	x 20%	6 =		
	Number of days in the tax year			Y	
Amount from line 450**	Number of days in the tax year x after 2013 365	x 15 %	6 =	g	
	Number of days 365 in the tax year				
Subtotal (amount f plus amount g)				_	J2
If a corporation makes a repaymen amount of qualified expenditures for				hat reduced the	
Repayments (amount from line 37	70 in Part 8)		7		
Enter the amount of the repayment	t on the line that corresponds to	o the appropriate rat	e.		
Repayment of assistance that reduqualifying expenditure for a CCPC			x 35 % = _		ı
Repayment of assistance made aft September 16, 2016 that reduced a	a <u> </u>				
qualifying expenditure incurred bef Repayment of assistance made aft			x 20 % = _	i	
September 16, 2016 that reduced a qualifying expenditure incurred after	a 💮)	x 15 % = _	j	
		Subtot	al (add amounts h to j) _	•	► K2
Current-year SR&ED ITC (total of	of amounts G2 to K2; enter on I		_		4,006 L2
* For corporations that are not C	CPCs, enter "0" for amounts G	62 and I2.			
** For tax years that end after 201 the reduction is pro-rated base the amount by 15%.					
*** If you were a Canadian-control expenditure pool that did not ex to investment tax credit. See	ceed your expenditure limit at	the time. This perce	ntage includes the rate ur	nder subsection 127(10.1), additions

appropriate.

18,194	M2
·	
18,194	N2
4,006	O2
22,200	P2
	Q2
22,200	R2
10	
22,200	
11	
12	
3	
13	S2
	1 1 2 3 3 18,194

Part 14 – Refund of ITC for qualifying corporations – SR&ED ————————————————————————————————————	
Complete this part only if you are a qualifying corporation as determined on line 101 in Part 2.	
Is the corporation an excluded corporation as defined under subsection 127.1(2)?	2 No X
Current-year ITC (lines 540 plus 550 in Part 12 minus amount K2 in Part 11)	
Refundable credits (amount I or amount R2 in Part 12, whichever is less)*	T2
Amount T2 or amount G2 in Part 11, whichever is less	U2
Net amount (amount T2 minus amount U2; if negative, enter "0")	V2
Amount V2 multiplied by 40 %	W2
Amount U2	X2
Refund of ITC (amount W2 plus amount X2 – enter this, or a lesser amount, on line 610 in Part 12) Enter the total of line 310 in Part 5 and line 610 in Part 12 on line 780 of the T2 return.	Y2
* If you are also an excluded corporation, as defined in subsection 127.1(2), this amount must be multiplied by 40%. Claim this, or a lesser amount your refund of ITC for amount Y2.	ınt, as
Part 15 – Refund of ITC for CCPCs that are not qualifying or excluded corporations – SR&ED	
Complete this part only if you are a CCPC that is not a qualifying or excluded corporation as determined on line 101 in Part 2.	
Credit balance before refund (amount R2 in Part 12)	22,200 Z2
Amount Z2 or amount G2 in Part 11, whichever is less	AA2
Net amount (amount Z2 minus amount AA2; if negative, enter "0")	22,200 BB2
Amount BB2 or amount I2 in Part 11, whichever is less	CC2
Amount CC2 multiplied by 40 %	DD2
Amount AA2	EE2
Refund of ITC (amount DD2 plus amount EE2)	FF2
Enter FF2, or a lesser amount, on line 610 in Part 12 and also on line 780 of the T2 return.	

Recapture - SR&ED

Part 16 – Recapture of ITC for corporations and partnerships – SR&ED

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

- you acquired a particular property in the current year or in any of the 20 previous tax years, and the credit was earned in a tax year ending after 1997 and did not expire before 2008;
- you claimed the cost of the property as a qualified expenditure for SR&ED on Form T661;
- the cost of the property was included in calculating your ITC or was the subject of an agreement made under subsection 127(13) to transfer qualified expenditures; and
- you disposed of the property or converted it to commercial use after February 23, 1998. This condition is also met if you disposed of or converted to commercial use a property that incorporates the particular property previously referred to.

Note:

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

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

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

Calculation 1 – If you meet all of the above conditions Amount of ITC you originally calculated Amount calculated using ITC rate Amount from column 700 or 710, for the property you acquired, or the at the date of acquisition whichever is less original user's ITC where you acquired the (or the original user's date of acquisition) property from a non-arm's length party, as on either the proceeds of disposition described in the note above (if sold in an arm's length transaction) or the fair market value of the property (in any other case) 700 710 Subtotal A3 Enter at amount C3 in Part 17.

Α	В		D	E	F
Rate that the transferee used in determining its ITC for qualified expenditures under a subsection 127(13) agreement	Proceeds of disposition of the property if you dispose of it to an arm's length person; or, in any other case, enter the fair market value of the property at conversion or disposition	Amount, if any, already provided for in Calculation 1 (This allows for the situation where only part of the cost of a property is transferred under a subsection 127(13) agreement.)	Amount determined by the formula (A x B) – C	ITC earned by the transferee for the qualified expenditures that were transferred	Amount from column D or E, whichever is less
720	730	740		750	

¬ Part 16 – Recapture of ITC for corporations and partnerships – SR&ED (continued).

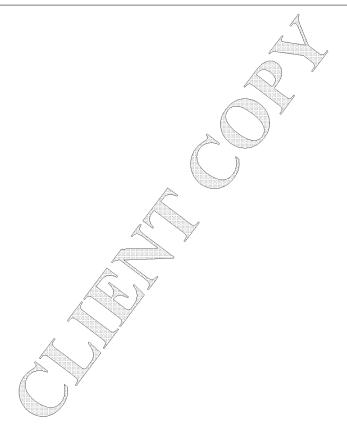
- Calculation 3 -

As a member of the partnership, you will report your share of the SR&ED ITC of the partnership after the SR&ED ITC has been reduced by the amount of the recapture. If this amount is a positive amount, you will report it on line 550 in Part 12. However, if the partnership does not have enough ITC otherwise available to offset the recapture, then the amount by which reductions to ITC exceed additions (the excess) will be determined and reported on line 760.

Corporate partner's share of the excess of SR&ED ITC Enter at amount E3 in Part 17.

7.			=

Part 17 - Total recapture of SR&ED investr	ment tax credit ————————————————————————————————————	
Recaptured ITC from calculation 1, amount A3 in Part 16		C3
Recaptured ITC from calculation 2, amount B3 in Part 16		D3
Recaptured ITC from calculation 3, line 760 in Part 16	·····	E3
Total recapture of SR&ED investment tax credit (total of	amounts C3 to E3)	F3
Enter at amount A8 in Part 29.		



Pre-Production Mining

¬ Part 18 – Pre-production mining expenditures -

Exploration information

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

In column 800, list all minerals for which pre-production mining expenditures have taken place in the tax year.

For each of the minerals reported in column 800, identify each project (in column 805), mineral title (in column 806), and mining division (in column 807) where title is registered. If there is no mineral title, identify only the project and mining division.

List of minerals	Project name 805
Mineral title 806	Mining division 807
Dro production m	ining event district.
·	ining expenditures*
Exploration: Pre-production mining expenditures that you incurred in the tax year (before Janua the existence, location, extent, or quality of a mineral resource in Canada: Prospecting	ury 1, 2014) for the purpose of determining
Geological, geophysical, or geochemical surveys	811
Drilling by rotary, diamond, percussion, or other methods	812
Trenching, digging test pits, and preliminary sampling	
Development: Pre-production mining expenditures incurred in the tax year for bringing a new mine production in reasonable commercial quantities and incurred before the new mine of the commercial quantities and the commercial quantities and the commercial quantities and the commercial quantities and the commercial quantities and the commercial quantities and the commercial quantities and the commercial quantities and the commercial quantities and the commercial quantities and the commercial quantities and the commercial quantities and the commercial qu	
Other pre-production mining expenditures incurred in the tax year: Description 825	Amount 826
Total pre-production mining expenditures (total of lines 810 to 821 and amount A4)	Total of column 826 A4
Total of all assistance (grants, subsidies, rebates, and forgivable loans) or reimburs received or is entitled to receive in respect of the amounts referred to on line 830 ab	'
Excess (line 830 minus line 832) (if negative, enter "0")	<u></u>
Repayments of government and non-government assistance	835
Pre-production mining expenditures (amount B4 plus line 835)	C4
* A pre-production mining expenditure is defined under subsection 127(9).	

┌ Part 19 – Current-year o	credit and account balance	es – ITC from p	ore-production min	ing expenditures ———	
ITC at the end of the previous tax y	year				D4
Credit deemed as a remittance of o	co-op corporations		841		
Credit expired			845		
		Subtotal (line 841	plus line 845)	>	E4
ITC at the beginning of the tax yea	er (amount D4 minus amount E4)			850	
Credit transferred on an amalgam	ation or the wind-up of a subsidiary			860	
Pre-production mining expenditure incurred before January 1, 2013 (applicable part from amount C4 ir		x	10 % =	m	
Pre-production mining exploration expenditures** incurred in 2013 (applicable part from amount C4 in	n Part 18) 872	x	5 % =	n	
Pre-production mining developmer expenditures incurred in 2014 (applicable part from amount C4 in	0.74	x	7 % =	o	
Pre-production mining developmer expenditures incurred in 2015 (applicable part from amount C4 in	0-0	x	4 % =	p	
	Current year cre	edit (total of amount	s m to p) 880	>	F4
Total credit available (total of lines	850, 860, and amount F4)				G4
Credit deducted from Part I tax			885		
Credit carried back to previous yea	ars (amount I4 in Part 20)		.(\(\)	q	
		Subtotal (line 885 p	ilus amount q)	>	H4
ITC closing balance from pre-pr	roduction mining expenditures (a	mount G4 minus ar	nount H4)	890	
* Also include pre-production mi 2013 and before 2016 that are	ning development expenditures incur eligible for transitional relief.	rred before 2014 and	pre-production mining dev	velopment expenditures incurred a	after
	ning development expenditures incu nditure in subsection 127(9) of the A) of the Act.				
⊢ Part 20 – Request for ca	arryback of credit from pre	e-production m	nining expenditures	, —	
	Year Month Day				
1st previous tax year		V .	Credit to		
2nd previous tax year			Credit to	000	
3rd previous tax year			Credit to	be applied 923 Il of lines 921 to 923	
				amount q in Part 19.	14

Apprenticeship Job Creation

Part 21 – Total current-year	• •	ship job creation evpend	litures ————		
you are a related person as defined und who will be claiming the apprenticeship jo or social insurance number (SIN) or nam	ler subsection 251(2), has it been agree b creation tax credit for this tax year for	ed in writing that you are the only er each apprentice whose contract n	mployer	1 Yes 2 No]
For each apprentice in their first 24 month under an apprenticeship program design contract number, enter the SIN or the nan	ed to certify or license individuals in the				
A	В	С	D	E	
Contract number	Name of eligible trade	Eligible salary and	Column C x	Lesser of	
(SIN or name of apprentice)		wages*	10 %	column D or	
601	602	603	604	\$ 2,000 605	
			edit (total of column E) on line 640 in Part 22.		A5
Other than qualified expenditure incur	red, and net of any other government or	r non-government assistance recei	ved or to be received. El	igible salary	
	ires are defined under subsection 127(3	
Part 22 – Current-year credit	and account halances – ITO	: from apprenticeshin joi	vcreation expend	litures ———	
•	and doodant balanees Tre	on apprenticeship jo	orcation expend	intui Co	
TC at the end of the previous tax year					B5
Credit deemed as a remittance of co-op co	orporations				
Credit expired after 20 tax years		615			
	Subtota	al (line 612 plus line 615)	>		C5
TC at the beginning of the tax year (amo	unt B5 minus amount C5)	(\sellar.)	625		
Credit transferred on an amalgamation or	the wind-up of a subsidiary	630			
TC from repayment of assistance		635			
otal current-year credit (amount A5 in Pa	art 21)	640			
Credit allocated from a partnership	an(21)	655			
oredit allocated from a partifership	C.Jaka				
	Subigral	(total of lines 630 to 655)			D5
otal credit available (line 625 plus amou	ınt D5)				E5
Credit deducted from Part I tax .		<mark>660</mark>			
Credit carried back to previous years (am	ount G5 in Part 23)		r		
	Subtotal	I (line 660 plus amount r)	>		F5
TC closing balance from apprentices	hip job creation expenditures (amou	int E5 minus amount F5)	690		
3			 -		
Part 23 – Request for carryba	ack of credit from apprentic	eship job creation expen	ditures ———		
Yea		. ,			
st previous tax year		Credit	to be applied 931		
and previous tax year		Credit			
rd previous tax year			to be applied 933		
			otal of lines 931 to 933 at amount r in Part 22.		G5
		Liller	acamountilli altzz.		

Child Care Spaces

¬ Part 24 – Eligible child care spaces expenditures -

Enter the eligible expenditures that you incurred after March 18, 2007 and before March 22, 2017* to create licensed child care spaces for the children of the employees and, potentially, for other children. You cannot be carrying on a child care services business. The eligible expenditures include:

- the cost of depreciable property (other than specified property); and
- the specified child care start-up expenditures.

Properties should be acquired and expenditures should be incurred only to create new child care spaces at a licensed child care facility.

	 Cost of depreciable prope 	rty from the current tax year ————————————————————————————————————		
	Capital cost allowance class number	Description of investment	Date available for use	Amount of investment
	665	675	685	695
1.				
		Total cost of depreciable property from the	current tax year (total of column 695) 715	
Speci	fied child care start-up expend	itures from the current tax year	705	
Total	gross eligible expenditures for	child care spaces (line 715 plus line 705)		A6
		nts, subsidies, rebates, and forgivable loans) or reimburse d to receive in respect of the amounts referred to in amour		
Exces	ss (amount A6 minus line 725)	(if negative, enter "0")	A.J	B6
Repa	yments by the corporation of go	vernment and non-government assistance	735	
Total	eligible expenditures for ch	ild care spaces (amount B6 plus line 735)	745	
* If y	ou entered into a written agree	ement before March 22, 2017, eligible expenditures incurre	ed before 2020 will remain eligible for the cre	dit.

Part 25 – Current-year credit – ITC from child care spaces expendi	itur	ır	·e	3	٤	•	•	ľ	3	E	(r	II	ı	Ú	Ű	Ĺ	ľ	1	1	I	Ĺ	Ĺ	ť	I	I	I	I	ľ	ľ	1	I	1	I	Ä	J	μ	t	ı	ń	И	ľ	ł	ı	ŀ	J	C	ı	ì	ì	П	r	4	9	E	j	3	Č	ľ	ı	(K	X	2	9	3	3	е	e	6	. (i	5	3	٤	9	١	е	E	:	С	(l	1	a	ć	ì)	0	ľ	ı	1	3	S	5		j	е	е	•	r	1	a	С	C	1	d	Ilc	11	h	:r	C	(1	Υ	n	וכ	O	r	t		3	L	(ı	ı	ı	ı		-		-		t	ľ	ı	d	C	١	Е	•	r	١:
ľ	1	ĺ	ur	$ur\epsilon$	ure	ure	ure	ure	ure	ur	ur	u	Ú	Ĺ	ĺ	į	ı	ŧ	1	1	ı	ı	ı	Į	ı	ı	ı	ı	ŧ	ŧ	1	ı	ı	ı	Ä	J	Į	ž		Ĭ	ľ	Ĭ	t	Ĭ	ıŤ	пŤ	Ħŧ	dıt	dıt	dıt	ıdıt	idit	ndıt	ndıt	≥ndıt	endıt	endit	endit	oendit	oendit	pendit	bendit	(pendit	kpendit	xpendit	xpendit	xpendit	xpendit	xpendit	expendit	expendit	expendit	expendit	expendit	s expendit	s expendit	s expendit	s expendit	es expendit	es expendit	es expendit	ces expendit	ces expendit	ces expendit	ices expendit	aces expendit	aces expendit	aces expendit	aces expendit	oaces expendit	oaces expendit	paces expendit	paces expendit	baces expendit	spaces expendit	e spaces expendit	e spaces expendit	re spaces expendit	ire spaces expendit	are spaces expendit	care spaces expendit	care spaces expendit	care spaces expendit	d care spaces expendit	ld care spaces expendit	ild care spaces expendit	nild care spaces expendit	hild care spaces expendit	child care spaces expendit	child care spaces expendit	i child care spaces expendit	n child care spaces expendit	m child care spaces expendit	m child care spaces expendit	om child care spaces expendit	rom child care spaces expendit	from child care spaces expendit	from child care spaces expendit	; from child care spaces expendit	S from child care spaces expendit	C from child care spaces expendit	C from child care spaces expendit	IC from child care spaces expendit	IC from child care spaces expendit	HC from child care spaces expendit	IIC from child care spaces expendit	TIC from child care spaces expendit	- ITC from child care spaces expendit	– IIC from child care spaces expendit	 IIC from child care spaces expendit 	t – ITC from child care spaces expendit	t – IIC from child care spaces expendit	it – IIC from child care spaces expendit	dit – ITC from child care spaces expendit	dit – ITC from child care spaces expendit	edit – ITC from child care spaces expendit	edit – IIC from child care spaces expendit	edit – IIC from child care spaces expendit	redit – IIC from child care spaces expendit				
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l	Ä	ĺ	ur	$ur\epsilon$	ure	ure	ure	ure	ure	ur	ur	u١	Ú	Ĺ	ĺ		į	ŧ	1	1	ŧ	į	į	ł	1	1	ŧ	ŧ	ŧ	ŧ	1	1	1	1	Ä	Ä	j	į		Ì	l	ı	ı	ı	ıf	ш	Ħ	dıt	dıt	dit	ıdıt	idit	ndıt	ndıt	≥ndıt	endıt	endit	endit	oendit	oendit	pendit	bendit	(pendit	kbendit	xpendit	xpendit	xpendit	xpendit	xpendit	expendit	expendit	expendit	expendit	expendit	s expendit	s expendit	s expendit	s expendit	es expendit	es expendit	es expendit	ces expendit	ces expendit	ces expendit	ices expendit	aces expendit	aces expendit	aces expendit	aces expendit	oaces expendit	oaces expendit	paces expendit	paces expendit	baces expendit	spaces expendit	e spaces expendit	e spaces expendit	re spaces expendit	ire spaces expendit	are spaces expendit	care spaces expendit	care spaces expendit	care spaces expendit	d care spaces expendit	ld care spaces expendit	ild care spaces expendit	nild care spaces expendit	hild care spaces expendit	child care spaces expendit	child care spaces expendit	i child care spaces expendit	n child care spaces expendit	m child care spaces expendit	m child care spaces expendit	om child care spaces expendit	rom child care spaces expendit	from child care spaces expendit	from child care spaces expendit	; from child care spaces expendit	S from child care spaces expendit	C from child care spaces expendit	C from child care spaces expendit	IC from child care spaces expendit	IC from child care spaces expendit	HC from child care spaces expendit	IIC from child care spaces expendit	TIC from child care spaces expendit	- ITC from child care spaces expendit	– IIC from child care spaces expendit	 IIC from child care spaces expendit 	t – ITC from child care spaces expendit	t – IIC from child care spaces expendit	it – IIC from child care spaces expendit	dit – ITC from child care spaces expendit	dit – IIC from child care spaces expendit	edit – ITC from child care spaces expendit	edit – IIC from child care spaces expendit	edit – IIC from child care spaces expendit	redit – IIC from child care spaces expendit				

The credit is equal to 25% of eligible child care spaces experiolities incurre	այ	,o a maximum oi ţ	projectina c	are space created	in a licensed child
care facility.	Æ				
·	1	. ~ ~			

Eligible expenditures (from line 745 in Part 24)		Х	25 % =	C(
, , , , , , , , , , , , , , , , , , , ,				
Number of shild sore enesses	755	Χф	10.000 =	D

ITC from child care spaces expenditures (amount C6 or D6, whichever is less)

- Part 26 - Current-year	r credit and account bal	lances – ITC from child care spaces expen	ditures ———	
ITC at the end of the previous ta	ax year		· · · · · · · · · · · · · · · · · · ·	F6
Credit deemed as a remittance	of co-op corporations			
Credit expired after 20 tax years	S			
		Subtotal (line 765 plus line 770)	<u> </u>	G6
ITC at the beginning of the tax y	vear (amount F6 minus amount 0	G6)	775	
Credit transferred on an amalga	amation or the wind-up of a subsid	diary		
Total current-year credit (amou	nt E6 in Part 25)	<mark>780</mark>		
Credit allocated from a partners				
		Subtotal (total of lines 777 to 782)	>	H6
Total credit available (line 775 p	olus amount H6)		· · · · · · · · · · · · <u> </u>	16
Credit deducted from Part I tax				
Credit carried back to previous	years (amount K6 in Part 27)		s	
		Subtotal (line 785 plus amount s)	>	J6
ITC closing balance from chi	ld care spaces expenditures (a	amount I6 minus amount J6)	790	
⊢ Part 27 – Request for	carryback of credit from	n child care space expenditures		
•	Year Month Day	1		
1st previous tax year	2016-12-31	Credit to be app	olied 941	
2nd previous tax year	2015-12-31		242	
3rd previous tax year	2014-12-31		olied 943	
		ESA H	es 941 to 943	K6
		Enter at amoun	ts in Part 26.	

Recapture – Child Care Spaces

┌ Part 28 – Recapture of ITC for corporations and partnerships – Child care spaces ————————————————————————————————————	
The ITC will be recovered against the taxpayer's tax otherwise payable under Part I of the Act if, at any time within 60 months of the day on which the taxpayer acquired the property:	
the new child care space is no longer available; or	
property that was an eligible expenditure for the child care space is:	
 disposed of or leased to a lessee; or 	
 converted to another use. 	
If the property disposed of is a child care space, the amount that can reasonably be considered to have been included in the original ITC (paragraph 127(27.12)(a))	
In the case of eligible expenditures (paragraph 127(27.12)(b)), the lesser of:	
The amount that can reasonably be considered to have been included in the original ITC 795	
25% of either the proceeds of disposition (if sold in an arm's length transaction) or the fair market value (in any other case) of the property	
Amount from line 795 or line 797, whichever is less	A7
Partnerships —	
As a member of the partnership, you will report your share of the child care spaces ITC of the partnership after the child care spaces ITC has been reduced by the amount of the recapture. If this amount is a positive amount, you will report it on line 782 in Part 26. However, if the partnership does not have enough ITC otherwise available to offset the recapture, then the amount by which reductions to ITC exceed additions (the excess) will be determined and reported on line 799 below.	
Corporate partner's share of the excess of ITC 799	
Total recapture of child care spaces investment tax credit (total of line 792, amount A7, and line 799)	B7
Enter at amount B8 in Part 29.	
Summary of Investment Tax Credits	
Part 29 – Total recapture of investment tax credit	
Recaptured SR&ED ITC (amount F3 in Part 17)	A8
Recaptured child care spaces ITC (amount B7 in Part 28)	В8
Total recapture of investment tax credit (amount A8 plus amount B8)	C8
Enter on line 602 of the T2 return.	
Part 30 – Total ITC deducted from Part I tax	
ITC from investments in qualified property deducted from Part I tax (line 260 in Part 5)	D8
ITC from SR&ED expenditures deducted from Part Ltax (line 560 in Part 12)	E8
ITC from pre-production mining expenditures deducted from Part I tax (line 885 in Part 19)	F8
ITC from apprenticeship job creation expenditures deducted from Part I tax (line 660 in Part 22)	G8
ITC from child care space expenditures deducted from Part I tax (line 785 in Part 26)	Н8
Total ITC deducted from Part I tax (total of amounts D8 to H8)	18
Enter on line 652 of the T2 return.	

Summary of Investment Tax Credit Carryovers

CCA class number 99	Cur. or cap. R&	D for ITC			
Current year					
	Addition currentyear (A) 4,006	Applied currentyear (B)	Claimed as a refund (C)	Carried back (D)	ITC end of year (A-B-C-D) 4,006
	4,000				4,000
Prior years axation year		ITC beginning of year (E)	Adjustments (F)	Applied current year (G)	ITC end of year (E-F-G)
2016-12-31		18,194			18,194
2015-12-31					
2014-12-31					
2013-12-31					
2012-12-31					
2011-12-31					
2010-12-31					
2009-12-31					
2008-12-31				1	
2007-12-31					
2006-12-31					
2005-12-31					
2004-12-31					
2003-12-31					
2002-12-31					
2001-12-31					
	Total	18,194			18,194
3+C+D+G				Total ITC utilized	

Schedule 33

Taxable Capital Employed in Canada – Large Corporations

(Corporation's name	Business number	Tax year-end Year Month Day
	InnPower Corporation	89242 2817 RC0001	2017-12-31

- Use this schedule in determining if the total taxable capital employed in Canada of the corporation (other than a financial institution or an insurance corporation) and its related corporations is greater than \$10,000,000.
- If the total taxable capital employed in Canada of the corporation and its related corporations is greater than \$10,000,000, file a completed Schedule 33 with your T2 Corporation Income Tax Return no later than six months from the end of the tax year.
- Unless otherwise noted, all legislative references are to the Income Tax Act and the Income Tax Regulations.
- Subsection 181(1) defines the terms financial institution, long-term debt, and reserves.
- Subsection 181(3) provides the basis to determine the carrying value of a corporation's assets or any other amount under Part I.3 for its capital, investment allowance, taxable capital, or taxable capital employed in Canada, or for a partnership in which it has an interest.
- If the corporation was a non-resident of Canada throughout the year and carried on a business through a permanent establishment in Canada, go to Part 4,
 Taxable capital employed in Canada.

Part 1 – Capital Add the following year-end amounts: 101 156,696 Reserves that have not been deducted in calculating income for the year under Part I 10,852,000 103 Capital stock (or members' contributions if incorporated without share capital) 104 7,612,000 Retained earnings 105 1,600,000 Contributed surplus 106 Any other surpluses 107 Deferred unrealized foreign exchange gains 108 265,000 All loans and advances to the corporation All indebtedness of the corporation represented by bonds, debentures, notes, mortgages, 109 hypothecary claims, bankers' acceptances, or similar obligations 110 Any dividends declared but not paid by the corporation before the end of the year All other indebtedness of the corporation (other than any indebtedness for a lease) 111 that has been outstanding for more than 365 days before the end of the year The total of all amounts, each of which is the amount, if any, in respect of a partnership in which the corporation held a membership interest at the end of the year, either directly or indirectly through another partnership (see note below) 20,485,696 20,485,696 A Subtotal (add lines 101 to 112)

Note:

Line 112 is determined by the formula (A - B) x C/D (as per paragraph //81.2(3)(g)) where:

- A is the total of all amounts that would be determined for lines 101, 107, 108, 109, and 111 in respect of the partnership for its last fiscal period that ends at or before the end of the year if
 - a) those lines applied to partnerships in the same manner that they apply to corporations, and
 - b) those amounts were computed without reference to amounts owing by the partnership
 - (i) to any corporation that held a membership interest in the partnership either directly or indirectly through another partnership, or
 - (ii) to any partnership in which a corporation described in subparagraph (i) held a membership interest either directly or indirectly through another partnership.
- B is the partnership's deferred unrealized foreign exchange losses at the end of the period,
- C is the share of the partnership's income or loss for the period to which the corporation is entitled either directly or indirectly through another partnership, and
- D is the partnership's income or loss for the period.



_ D.	art 1 – Capital (continued) —	· · ·	9242 2017 RC0001
- Pa	Subtotal A (from pa	ge 1)	20,485,696 A
Ded	luct the following amounts:	,	· · · · · ·
	eferred tax debit balance at the end of the year		
An	y deficit deducted in calculating its shareholders' equity (including, for this purpose, the nount of any provision for the redemption of preferred shares) at the end of the year		
To 10	the extent that the amount may reasonably be regarded as being included in any of lines 1 to 112 above for the year, any amount deducted under subsection 135(1) in calculating come under Part I for the year.		
De	ferred unrealized foreign exchange losses at the end of the year		
	Subtotal (add lines 121 to 124)	_	В
Сар	ital for the year (amount A minus amount B) (if negative, enter "0")	190	20,485,696
- Pa	art 2 – Investment allowance		
Add	the carrying value at the end of the year of the following assets of the corporation:		
Αs	share of another corporation	401	
ΑI	oan or advance to another corporation (other than a financial institution)	402	2,856,000
	oond, debenture, note, mortgage, hypothecary claim, or similar obligation of another corporation her than a financial institution)	403	
Lo	ng-term debt of a financial institution	404	
A	dividend payable on a share of the capital stock of another corporation	405	
me tax	oan or advance to, or a bond, debenture, note, mortgage, hypothecary claim or similar obligation of, a partnership each ember of which was, throughout the year, another corporation (other than a financial institution) that was not exempt from a under this Part (otherwise than because of paragraph 181.1(3)(d)), or another partnership described in ragraph 181.2(4)(d.1)	406	
An	interest in a partnership (see note 2 below)	407	
Inv	vestment allowance for the year (add lines 401 to 407)	490	2,856,000
Not			- 4b4 i-
•	Lines 401 to 405 should not include the carrying value of a share of the capital stock of, a dividend payable by, or indebtedness of a exempt from tax under Part I.3 (other than a non-resident corporation that at no time in the year carried on business in Canada throestablishment).		
	Where the corporation has an interest in a partnership held either directly or indirectly through another partnership, refer to subsect additional rules regarding the carrying value of an interest in a partnership.	ion 181.2(5)) for
(Where a trust is used as a conduit for loaning money from a corporation to another related corporation (other than a financial instituconsidered to have been made directly from the lending corporation to the borrowing corporation. Refer to subsection 181.2(6) for sapply.		
- Pa	art 3 – Taxable capital		
	ital for the year (line 190)		20,485,696 C

Part 3 − Taxable capital -			
Capital for the year (line 190)	· · · · · · · · · · · · · · · · · · ·		20,485,696 C
Deduct: Investment allowance for t	ne year (line 490)		2,856,000 D
Taxable capital for the year (amo	unt C minus amount D) (if negative, enter "0")	<mark>500</mark> _	17,629,696

$_{ m ar{}}$ Part 4 – Taxable c	capital employed	in Canada ———					
	To be com	pleted by a corporation th	hat was resident i	n Canada at	any time in the year		
Taxable capital for the year (line 500)	17,629,696 x	Taxable income earned in Canada 6 Taxable income	10	1,000 =	Taxable capital employed in Canada	690	17,629,696
2. Where a corp to have a taxa	poration's taxable incom able income for that year	ulating the amount of taxabl e for a tax year is "0," it shall	l, for the purposes o	Canada. If the above c	•		
		eted by a corporation that carried on a business thro					
		value at the end of the year usiness during the year thro				701	
Deduct the following amo	unts:						
	(f)] that may reasonably	[other than indebtedness de be regarded as relating to a nent in Canada		711		-	
described in subsection 1	81.2(4) of the corporation	value at the end of year of a on that it used in the year, or ring the year through a perm	held in the	712			
corporation that is a ship opersonal or movable prop	or aircraft the corporation erty used or held by the o	value at the end of year of a n operated in international tr corporation in carrying on ar nt in Canada (see note belov	raffic, or ny business	713			
		Total deductions	s (add lines 711, 7 1	2, and 713)			E
Taxable capital employe	ed in Canada (line 701	minus amount E) (if negativ	ve, enter "0"))		790	
		hich the corporation is resid a ship or aircraft in internatio					or the
– – Part 5 – Calculatio	on for purposes o	of the small busines	s deduction -				
		e not associated in the cu		ere associate	ed in the prior year.		
Taxable capital employed	in Canada (amount from	n line 690)	γ				F
Deduct:			::::::::::::::::::::::::::::::::::::::				10,000,000 G
			Excess (amount		ount G) (if negative, ento		H
Calculation for purpose		s deduction (amount H x 0).225%)			· · · · · <u></u>	I
Emerinis amount at line 4	coome cremn	~~~~~~ <i>W</i>					

SCHEDULE 50

SHAREHOLDER INFORMATION

Name of corporation	Business Number	Tax year end Year Month Day
InnPower Corporation	89242 2817 RC0001	2017-12-31

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

		Provide only o	ne number per sha	reholder		
	Name of shareholder (after name, indicate in brackets if the shareholder is a corporation, partnership, individual, or trust)	Business Number (If a corporation is not registered, enter "NR")	Social insurance number	Trust number	Percentage common shares	Percentage preferred shares
	100	200	300	350	400	500
1	Town of Innisfil	12194 7188 RC0001			100.000	
2						
3						
4			A			
5						
6						
7						
8						
9						
10			NY			
		(A)	V31			





Ontario Research and Development Tax Credit

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2017-12-31

- Use this schedule to:
 - calculate an Ontario research and development tax credit (ORDTC);
 - claim an ORDTC earned in the tax year or carried forward from any of the 20 previous tax years that are a tax year ending after December 31, 2008, to reduce Ontario corporate income tax payable in the current tax year;
 - carry back an ORDTC earned in the tax year to reduce Ontario corporate income tax payable in any of the three previous tax years;
 - add an ORDTC that was allocated to the corporation by a partnership of which it was a member;
 - add an ORDTC transferred after an amalgamation or windup; or
 - calculate a recapture of the ORDTC.
- The ORDTC is a non-refundable tax credit on eligible expenditures incurred by a corporation in a tax year. The ORDTC rate is:
 - 4.5% for tax years that end before June 1, 2016;
 - 3.5% for tax years that start after May 31, 2016; and

Part 1 – Ontario SR&ED expenditure pool

Total eligible expenditures incurred by the corporation in Ontario in the tax year

- prorated for a tax year that ends on or after June 1, 2016, and includes May 31, 2016.
- An eligible expenditure is an expenditure for a permanent establishment in Ontario of a corporation, that is a qualified expenditure for the purposes of section 127 of the federal *Income Tax Act* for scientific research and experimental development (SR&EQ) carried on in Ontario.
- Only corporations that are not exempt from Ontario corporate income tax and none of whose income is exempt income can claim the ORDTC.
- Complete and attach this schedule to the T2 Corporation Income Tax Return for the tax year.
- To claim this credit, you must also send in completed copies of the Form T661, Scientific Research and Experimental Development (SR&ED) Expenditures Claim, and the Schedule 31, Investment Tax Credit Corporations, within 18 months of the tax year end.

100

27,678 A

Government assistance, no	on-government assistance, or a contr	act payment $\sqrt{}$	27,070 A	
for eligible expenditures Net eligible expenditures fo (if negative, enter "0")	r the tax year (amount A minus amo	unt B)	B B 27,678 C	
Eligible expenditures transf	erred to the corporation by another co	orporation	D	
		Subtotal (amount C plus amount D)	27,678	27,678 E
Eligible expenditures the co	rporation transferred to another corp	oration		
Ontario SR&ED expendit	ure pool (amount E minus amount	F) (if negative, enter "0")	120	27,678
 year, this threshold shou The Ontario SR&ED expenditure pool for the pool to the full year equivalent 	old be prorated. Denditure pool for the current taxation Dervious taxation year. Eligible expent.	more than \$1,000,000. If the current taxation year represents 90% or more of the Ontario SR iditures incurred in short taxation years would be	&ED increased	
If these requirements are mafter March 27, 2018.	net, indicate the portion of the amoun	ron line 120 relating to eligible expenditures incu	irred 	G
reduced because of the gov to the appropriate rate.	TC is calculated using the ORDTC r	ate that you used to determine your tax credit at t ince, or contract payments. Enter the amount of t		
. ,	•	nd includes May 31, 2016. Complete the proratio	on calculation below.	
Number of days in the tax year before June 1, 2016	240 152 X 4.5 % =			
Number of days in the tax year	241 366			
Number of days in the tax year after May 31, 2016	242 214 × 3.5 % =	<u>2.0464</u> % 2		
Number of days in the tax year	243 366			

3.915<u>3</u>% 3



Subtotal (percentage 1 plus percentage 2) _

Part 2 – Eligible repayments (contin	ued) ————				
Repayments for a tax year that ends on or after June 1, 2016 and includes May 31, 2016	211	х ре	ercentage3	3.9153 _% = 21	6 1
Repayments for tax years that start after May 31, 2	2016	212	x	3.5 % = 21	7 J
Repayments made in the tax year of government or non-government assistance or contract payments that reduced eligible expenditures for first term or second term shared-use equipment acquired before 2014 220	× 1 /	4 =	x	4.5 % = 22	5 κ
Eligible repayments (total of amounts H to K)				22	9 L
Part 3 – Calculation of the current pa	art of the ORDTC				
For tax years that end before June 1, 2016					
Ontario SR&ED expenditure pool (amount G in Pa	art 1)		x	4.5 % = 20	0 M
ORDTC allocated to the corporation by a partners for a fiscal period that ends in the corporation's tax	hip of which it is a memb		cified member)	20	5 N
Eligible repayments (amount L in Part 2)					0
Current part of the ORDTC for tax years that e	end before June 1. 201	6 (total of amounts M	I to O)	23	0 P
For a tax year that ends on or after June 1, 2016					
Number of days in the tax year before June 1, 2016 Number of days in the tax year	4.5 % =	_% 4			
Number of days in the tax year after May 31, 2016 X Number of days in the tax year	3.5 % =	% 5			
Subtotal (percentage 4 plus perc	centage 5)	<u>_</u> % 6			
Ontario SR&ED expenditure pool (amount G in Pa	art 1)	x pe	ercentage6	<u>%</u> = 20	1 Q
ORDTC allocated to the corporation by a partners for a fiscal period that ends in the corporation's tax		per (other than a spec	rified member)	20	6 R
Eligible repayments (amount L in Part 2)					S
Part of the ORDTC for a tax year that ends on (total of amounts Q to S)	or after June 1, 2016,	and includes May 3	1, 20 16	23	
For tax years that start after May 31, 2016					
Ontario SR&ED expenditure pool (amount G in Ra	art 1) 🖟		27,678 ×	3.5 % =	969_U.1
Enhanced tax credit for eligible expenditures incur	red after March 27, 2018	3:			
Amount G.1 Enhanced rate	·	ber of days in the tax			
x	2 % x	after March 27, 2018 Number of days in		= 365	U.2
		the tax year		303	_
			Total (add line	s U.1 and U.2) 20	2 969_ U
ORDTC allocated to the corporation by a partners for a fiscal period that ends in the corporation's tax		oer (other than a spec		20	7 v
Eligible repayments (amount L in Part 2) .					W
The ORDTC for tax years that start after May 3	31. 2016 (total of amour	nts U to W)		23	2 969 X
* If there is a disposal or change of use of eligible	•	,			^
		r-9			

¬ Part 4 – Calculation of ORDTC available for deduction and ORDTC balance ————————————————————————————————————
ORDTC balance at the end of the previous tax year
ORDTC expired after 20 tax years
ORDTC at the beginning of the tax year (amount Y minus amount Z)
ORDTC transferred to the corporation on amalgamation or windup
Current part of ORDTC
Are you waiving all or part of the current part of the ORDTC? 315 Yes 1 No 2 X
If you answered yes at line 315, enter the amount of the tax credit waived on line 320.
If you answered no at line 315, enter "0" on line 320.
Waiver of the current part of the ORDTC
Subtotal (amount CC minus amount DD)
ORDTC available for deduction (total of amounts AA, BB and EE) 5,911 FF 5,911 FF
ORDTC claimed ** (Enter amount GG on line 416 on page 5 of Schedule 5, Tax Calculation Supplementary – Corporations)
ORDTC carried back to previous tax years (from Part 5)
Subtotal (amount GG plus amount HH) II
ORDTC balance at the end of the tax year (amount FF minus amount II) 5,911 JJ
** This amount cannot be more than the lesser of the following amounts: - ORDTC available for deduction (amount FF); or - Ontario corporate income tax payable before the ORDTC and the Ontario corporate minimum tax credit (amount from line E6 on page 5 of Schedule 5).
- Ontario corporate income tax payable before the ONDTC another Ontario Corporate minimum tax credit (amount normine 26 on page 3 of Schedule 3).
Part 5 – Request for carryback of tax credit
Year Month Day
1 st previous tax year 2016-12-31 Credit to be applied 901
2 nd previous tax year 2015-12-31
3 rd previous tax year 2014-12-31
Total (total of amount 901 to 903)(enter at amount HH in Part 4)

Current tax year

Part 6 – Analysis of tax credit available for carryforward by tax year of origin

You can complete this part to show all the credits from previous tax years available for carryforward, by year of origin. This will help you determine the amount of credit that could expire in following years.

Tax year of origin (earliest tax year first)

(Carii	coi ian y ca	111131)	
Year	Month	Day	Credit available
2	001-12-3	31	
2	2002-12-31		
2	003-12-3	31	
2	004-12-3	31	
2	005-12-3	31	
2	006-12-3	31	

Tax year of origin (earliest tax year first)

(,	,	
Year	Month	Day	Creditavailable
2	007-12-3	31	
2	008-12-3	31	
2	009-12-3	31	
2	010-12-3	31	
2011-12-31			
2012-12-31			
2013-12-31		31	
2	014-12-3	31	
2	015-12-3	31	
2	016-12-3	31	4,942
2	017-12-3	31	969

The amount available from the 20th previous tax year will expire after this year. When you file your return for the next year, you will enter the expired amount on line 300 of Schedule 508 for that year.

Part 7 – Calculation of a recapture of ORDTC -

You will have a recapture of ORDTC in a tax year when you meet all of the following conditions:

- you acquired a particular property in the current year or in any of the 20 previous tax years if the ORDTC was earned in a tax year ending
 after 2008;
- you claimed the cost of the property as an eligible expenditure for the ORDTC;
- the cost of the property was included in computing your ORDTC or was subject to an agreement made under subsection 127(13) of the federal Act to transfer qualified expenditures and section 42 of the *Taxation Act*, 2007 (Ontario) applied, and
- you disposed of the property or converted it to commercial use in a tax year ending after December 31, 2008. You also meet this condition if you
 disposed of or converted to commercial use a property which incorporates the particular property previously referred to.

Note: The recapture does not apply if you disposed of the property to a non-arm's length purchaser who intended to use it all or substantially all for SR&ED in Ontario. When the non-arm's length purchaser later sells or converts the property to commercial use, the recapture rules will apply to the purchaser based on the historical federal investment tax credit (ITC) rate *** of the original user in Calculation 1 below.

You have to report the recapture on Schedule 5 for the year in which you disposed of the property or converted it to commercial use. If the corporation is a member of a partnership, report its share of the recapture.

Complete the columns for each disposition for which a recapture applies, using the calculation formats below.

*** Federal ITC in calculations 1 and 2 should be determined without reference to paragraph (e) of the definition **investment tax credit** in subsection 127(9) of the federal Act.

Calculation 1 - Complete this part If you meet all of the above conditions

	кк	Ш	MM
	Amount of federal ITC you originally calculated for the property you acquired, or the original user's federal ITC where you acquired the property from a non-arm's length party, as described in the note above	Amount calculated using the federal ITC rate at the date of acquisition (or the original user's date of acquisition) on either the proceeds of disposition (if sold in an arm's length transaction) or the fair market value of the property (in any other case) 710	Amount from column 700 or 710, whichever is less
1.	133		

Total of column MM (enter at amount WW in Part 8) _____NN

Calculation 2 – If the corporation is deemed by subsection 42(1) of the *Taxation Act*, 2007 (Ontario) to have transferred all or part of the eligible expenditure to another corporation as a consequence of an agreement described in subsection 127(13) of the federal Act complete Calculation 2. Otherwise, enter nil on line SS.

Calcu	ilation 2. Otherwise, enter nil on line SS.			
	00	PP	QQ	
	Rate percentage that the transferee used to determine its federal ITC for qualified expenditure that was transferred under an agreement under subsection 127(13) of the federal Act	Proceeds of disposition of the property if you dispose of it to a person at arm's length; or, in any other case, the fair market value of the property at conversion or disposition	Amount, if any, already provided for in Calculation 1 (this allows for the situation where only part of the cost of a property is transferred for an agreement under subsection 127(13) of the federal Act)	
	720	730	740	
1.				
	RR	SS	тт	
	Amount determined by the formula (OO x PP) - QQ (using the columns above)	Federal ITC earned by the transferee for the qualified expenditure that was transferred	Amount from column RR or SS, whichever is less	
		750		
1.				
		Total of column TT (enter at amount XX in Part 8)		UL
Calcı	ulation 3			
recap enou	oture. If this is a positive amount, you will report it on li	f the ORDTC of the partnership after the ORDTC has ne 205, 206, or 207 in Part 3, whichever applies. How e, then the amount by which reductions to the ORDTC	ever, if the partnership does not have exceeds additions (the excess) will be	
Corpo	orate partner's share of the excess of ORDTC (enter	at amount ZZ in Part 8)		VV
- Paı	rt 8 – Total recapture of ORDTC ——			
	ptured federal ITC for Calculation 1 (amount NN from	Part 7	ww	
Reca	ptured federal ITC for Calculation 2 (amount UU from	(Part 7)	xx	
Amou	unt WW plus amount XX	<u>-</u>	x 23.56 % =	YY
Corpo	orate partner's share of the excess of ORDTC for Cal	culation 3 (amount VV from Part 7)		ZZ

Recapture of ORDTC (amount YY plus amount ZZ) (enter amount AAA on line 277 on page 5 of Schedule 5)

Schedule A - Worksheet for eligible expenditures incurred by the corporation in Ontario for the current taxation year

This worksheet allows you to report the amount of eligible expenditures entered on Form T661, Scientific Research and Experimental Development (SR&ED) Expenditures Claim which represents eligible expenditures as defined in section 127 of the Income Tax Act (ITA) with regard to scientific research and experimental development (SR&ED) carried on in Ontario and attributable to a permanent establishment in Ontario of a corporation.

Data on the worksheet is calculated based on the amounts on Form T661, but will have to be adjusted according to the rules of Ontario, if applicable, in particular when the corporation has had a permanent establishment in more than one jurisdiction. This data will be used when calculating Schedule 508 and Schedule 566.

Enter the breakdown between current and capital expenditures	Current Expenditures	Capital Expenditures
otal expenditures for SR&ED	19,588	-
Add		
payment of prior years' unpaid expenses (other than salary or wages) + +		
 prescribed proxy amount (Enter "0" if you use the traditional method) 	8,788	
expenditures on shared-use equipment		+
otheradditions+ _	_	+
Subtotal =	28,376	=
.ess		
current expenditures (other than salary or wages) not paid within 180 days of the tax year end	\prec	
amounts paid in respect of an SR&ED contract to a person or partnership that is not taxable supplier		
20% of contract expenditures for SR&ED performed on your behalf	698	
prescribed expenditures not allowed by regulations		
other deductions		–
non-arm's length transactions		
 expenditures for non-arm's length SR&ED contracts purchases (limited to costs) of goods and services from non-arm's 		
length suppliers		
Subtotal = _	27,678	=
otal eligible expenditures incurred by the corporation in Ontario in the tax year (add amount I and II)		= 27,67
Enter amount III on line 100 of Schedule 508.		

Schedule 510

Ontario Corporate Minimum Tax

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2017-12-31

- File this schedule if the corporation is subject to Ontario corporate minimum tax (CMT). CMT is levied under section 55 of the Taxation Act, 2007 (Ontario), referred to as the "Ontario Act".
- Complete Part 1 to determine if the corporation is subject to CMT for the tax year.
- A corporation not subject to CMT in the tax year is still required to file this schedule if it is deducting a CMT credit, has a CMT credit carryforward, or has a CMT loss carryforward or a current year CMT loss.
- A corporation that has Ontario special additional tax on life insurance corporations (SAT) payable in the tax year must complete Part 4 of this schedule even if it is not subject to CMT for the tax year.
- · A corporation is exempt from CMT if, throughout the tax year, it was one of the following:
 - 1) a corporation exempt from income tax under section 149 of the federal Income Tax Act,
 - 2) a mortgage investment corporation under subsection 130.1(6) of the federal Act;
 - 3) a deposit insurance corporation under subsection 137.1(5) of the federal Act;
 - 4) a congregation or business agency to which section 143 of the federal Act applies;
 - 5) an investment corporation as referred to in subsection 130(3) of the federal Act; or
 - 6) a mutual fund corporation under subsection 131(8) of the federal Act.
- File this schedule with the T2 Corporation Income Tax Return.

– Part 1 Determination of CMT applicability ————————————————————————————————————	
Part 1 – Determination of CMT applicability ————————————————————————————————————	
Total assets of the corporation at the end of the tax year *	80,535,000
Share of total assets from partnership(s) and joint venture(s) *	
Total assets of associated corporations (amount from line 450 on Schedule 511)	357,090,763
Total assets (total of lines 112 to 116)	437,625,763
Total revenue of the corporation for the tax year **	40,931,000
Share of total revenue from partnership(s) and joint venture(s) **	
Total revenue of associated corporations (amount from line 550 on Schedule 511)	64,388,127
Total revenue (total of lines 142 to 146)	105,319,127

The corporation is subject to CMT if:

- for tax years ending before July 1, 2010, the total assets at the end of the year of the corporation or the associated group of corporations are more than \$5,000,000, or the total revenue for the year of the corporation or the total revenue for the year of the corporation or the year of year of yea
- for tax years ending after June 30, 2010, the total assets at the end of the year of the corporation or the associated group of corporations are equal to or more than \$50,000,000, and the total revenue for the year of the corporation or the associated group of corporations is equal to or more than \$100,000,000.

If the corporation is not subject to CMT, do not complete the remaining parts unless the corporation is deducting a CMT credit, or has a CMT credit carryforward, a CMT loss carryforward, a CMT loss carryforward, a current year CMT loss, or SAT payable in the year.

* Rules for total assets

- Report total assets according to generally accepted accounting principles, adjusted so that consolidation and equity methods are not used.
- Do not include unrealized gains and losses on assets and foreign currency gains and losses on assets that are included in net income for accounting purposes but not in income for corporate income tax purposes.
- The amount on line 114 is determined at the end of the last fiscal period of the partnership or joint venture that ends in the tax year of the corporation. Add the proportionate share of the assets of the partnership(s) and joint venture(s), and deduct the recorded asset(s) for the investment in partnerships and joint ventures.
- A corporation's share in a partnership or joint venture is determined under paragraph 54(5)(b) of the Ontario Act and, if the partnership or joint venture had no income or loss, is calculated as if the partnership's or joint venture's income were \$1 million. For a corporation with an indirect interest in a partnership or joint venture, determine the corporation's share according to paragraph 54(5)(c) of the Ontario Act.

** Rules for total revenue

- Report total revenue in accordance with generally accepted accounting principles, adjusted so that consolidation and equity methods are not used.
- If the tax year is less than 51 weeks, multiply the total revenue of the corporation or the partnership, whichever applies, by 365 and divide by the number of days in the tax year.
- The amount on line 144 is determined for the partnership or joint venture fiscal period that ends in the tax year of the corporation. If the partnership or joint venture has 2 or more fiscal periods ending in the filing corporation's tax year, **multiply** the sum of the total revenue for each of the fiscal periods by 365 and **divide** by the total number of days in all the fiscal periods.
- A corporation's share in a partnership or joint venture is determined under paragraph 54(5)(b) of the Ontario Act and, if the partnership or joint venture had no income or loss, is calculated as if the partnership's or joint venture's income were \$1 million. For a corporation with an indirect interest in a partnership or joint venture, determine the corporation's share according to paragraph 54(5)(c) of the Ontario Act.



Part 2 – Adjusted net income/loss for CMT purposes	040	25.000
Net income/loss per financial statements *	<mark>210</mark> _	35,000
Add (to the extent reflected in income/loss):		
Provision for current income taxes/cost of current income taxes	68,000	
Provision for deferred income taxes (debits)/cost of future income taxes	267,000	
Equity losses from corporations		
Financial statement loss from partnerships and joint ventures		
Other additions (see note below):		
Share of adjusted net income of partnerships and joint ventures **		
Total patronage dividends received, not already included in net income/loss		
281 2016 Reg. movement in deferred tax 282	38,000	
283 284		
Subtotal	373,000	373,000 A
Deduct (to the extent reflected in income/loss):		
Provision for recovery of current income taxes/benefit of current income taxes 320		
Provision for deferred income taxes (credits)/benefit of future income taxes		
Equity income from corporations		
Financial statement income from partnerships and joint ventures		
Dividends deductible under section 112, section 113, or subsection 138(6) of the federal Act		
Dividends not taxable under section 83 of the federal Act (from Schedule 3)	1	
Gain on donation of listed security or ecological gift		
Accounting gain on transfer of property to a corporation under section 85 or 85.1 of the federal Act ***		
Accounting gain on transfer of property to/from a partnership under section 85 or 97 of the federal Act ****		
Accounting gain on disposition of property under subsection 13(4), subsection 14(6), or section 44 of the federal Act *****		
Accounting gain on a windup under subsection 88(1) of the federal Act or an amalgamation under section 87 of the federal Act		
Other deductions (see note below):		
Share of adjusted net loss of partnerships and joint ventures **		
Tax payable on dividends under subsection 191.1(1) of the federal Act multiplied by 3 334		
Interest deducted/deductible under paragraph 20(1)(c) or (d) of the federal Act, not already included in net income/loss		
Patronage dividends paid (from Schedule 16) not already included in net income/loss 338		
381 2017 Reg. movement in deferred tax 382	209,000	
383	207,000	
385		
387 388		
389		
Subtotal	209,000	209,000 B
Adjusted net income/loss for CMT purposes (line 210 plus amount A minus amount B)	490	199,000

If the amount on line 490 is positive and the corporation is subject to CMT as determined in Part 1, enter the amount on line 515 in Part 3.

If the amount on line 490 is negative, enter the amount on line 760 in Part 7 (enter as a positive amount).

Note

In accordance with Ontario Regulation 37/09, when calculating net income for CMT purposes, accounting income should be adjusted to:

- exclude unrealized gains and losses due to mark-to-market changes or foreign currency changes on specified mark-to-market property (assets only);
- include realized gains and losses on the disposition of specified mark-to-market property not already included in the accounting income, if the
 property is not a capital property or is a capital property disposed in the year or in a previous tax year ended after March 22, 2007.

These rules also apply to partnerships. A corporate partner's share of a partnership's adjusted income flows through on a proportionate basis to the corporate partner.

* Rules for net income/loss

Banks must report net income/loss as per the report accepted by the Superintendent of Financial Institutions under the federal Bank Act, adjusted so consolidation and equity methods are not used.

[&]quot;Specified mark-to-market property" is defined in subsection 54(1) of the Ontario Act.

Part 2 - Calculation of adjusted net income/loss for CMT purposes (continued)

- Life insurance corporations must report net income/loss as per the report accepted by the federal Superintendent of Financial Institutions or equivalent provincial insurance regulator, before SAT and adjusted so consolidation and equity methods are not used. If the life insurance corporation is resident in Canada and carries on business in and outside of Canada, multiply the net income/loss by the ratio of the Canadian reserve liabilities divided by the total reserve liability. The reserve liabilities are calculated in accordance with Regulation 2405(3) of the federal Act.
- Other corporations must report net income/loss in accordance with generally accepted accounting principles, except that consolidation and equity methods must not be used. When the equity method has been used for accounting purposes, equity losses and equity income are removed from book income/loss on lines 224 and 324 respectively.
- Corporations, other than insurance corporations, should report net income from line 9999 of the GIFI (Schedule 125) on line 210.
- ** The share of the adjusted net income of a partnership or joint venture is calculated as if the partnership or joint venture were a corporation and the tax year of the partnership or joint venture were its fiscal period. For a corporation with an indirect interest in a partnership through one or more partnerships, determine the corporation's share according to clause 54(5)(c) of the Ontario Act.
- *** A joint election will be considered made under subsection 60(1) of the Ontario Act if there is an entry on line 342, and an election has been made for transfer of property to a corporation under subsection 85(1) of the federal Act.
- **** A joint election will be considered made under subsection 60(2) of the Ontario Act if there is an entry on line 344, and an election has been made under subsection 85(2) or 97(2) of the federal Act.
- ***** A joint election will be considered made under subsection 61(1) of the Ontario Act if there is an entry on line 346, and an election has been made under subsection 13(4) or 14(6) and/or section 44 of the federal Act.

For more information on how to complete this part, see the T2 Corporation - Income Tax Guide.

┌ Part 3 – CMT payable ────────────────────────────────────
Adjusted net income for CMT purposes (line 490 in Part 2, if positive)
Deduct:
CMT loss available (amount R from Part 7)
Minus: Adjustment for an acquisition of control * 518
Adjusted CMT loss available
Net income subject to CMT calculation (if negative, enter "0")
Amount from Number of days in the tax
line 520 199,000 × year before July 1, 2010
Number of days 365 in the tax year
Amount from Number of days in the tax
line 520 199,000 x year after June 30, 2010 365 x 2.7 % = 5,3732
Number of days 365 in the tax year
Subtotal (amount 1 plus amount 2)
Gross CMT: amount on line 3 above x OAF ** 5,373
Deduct:
Foreign tax credit for CMT purposes ***
CMT after foreign tax credit deduction (line 540 minus/line 550) (if negative, enter "0")
Deduct:
Ontario corporate income tax payable before CMV credit (amount F6 from Schedule 5)
Net CMT payable (if negative, enter "0") 5,373 E
Enter amount E on line 278 of Schedule 5, Tax Calculation Supplementary – Corporations, and complete Part 4.
* Enter the portion of CMT loss available that exceeds the adjusted net income for the tax year from carrying on a business before the acquisition of control. See subsection 58(3) of the Ontario Act.
*** Enter "0" on line 550 for life insurance corporations as they are not eligible for this deduction. For all other corporations, enter the cumulative total
of amount J for the province of Ontario from Part 9 of Schedule 21 on line 550.
** Calculation of the Ontario allocation factor (OAF):
If the provincial or territorial jurisdiction entered on line 750 of the T2 return is "Ontario," enter "1" on line F.
If the provincial or territorial jurisdiction entered on line 750 of the T2 return is "multiple," complete the following calculation, and enter the result on line F:
Ontario taxable income **** =
Taxable income *****
Ontario allocation factor 1.00000 F
**** Enter the amount allocated to Ontario from column F in Part 1 of Schedule 5. If the taxable income is nil, calculate the amount in column F as if the taxable income were \$1,000.
******Enter the taxable income amount from line 360 or amount Z of the T2 return, whichever applies. If the taxable income is nil, enter "1,000".

Part 4 – Calculation of CMT credit carryforward
CMT credit carryforward at the end of the previous tax year *
Deduct:
CMT credit expired *
Add:
CMT credit carryforward balances transferred on an amalgamation or the windup of a subsidiary (see note below)
CMT credit available for the tax year (amount on line 620 plus amount on line 650)
CMT credit deducted in the current tax year (amount P from Part 5)
Subtotal (amount H minus amount I) J
Add:
Net CMT payable (amount E from Part 3) 5,373 SAT payable (amount O from Part 6 of Schedule 512) 5,373
SAT payable (amount 0 from Part 6 of Schedule 512)
CMT credit carryforward at the end of the tax year (amount J plus amount K)
* For the first harmonized T2 return filed with a tax year that includes days in 2009:
- do not enter an amount on line G or line 600;
- for line 620, enter the amount from line 2336 of Ontario CT23 Schedule 101, Corporate Minimum Tax (CMT), for the last tax year that ended in 2008.
For other tax years, enter on line G the amount from line 670 of Schedule 510 from the previous tax year.
Note: If you entered an amount on line 620 or line 650, complete Part 6.
┌ Part 5 – Calculation of CMT credit deducted from Ontario corporate income tax payable ───────────
CMT credit available for the tax year (amount H from Part 4)
Ontario corporate income tax payable before CMT credit (amount F6 from Schedule 5)
For a corporation that is not a life insurance corporation: CMT after foreign tax credit deduction (amount D from Part 3)
For a life insurance corporation:
Gross CMT (line 540 from Part 3)
Gross SAT (line 460 from Part 6 of Schedule 512)
The greater of amounts 3 and 4
Deduct: line 2 or line 5, whichever applies:
Subtotal (if negative, enter "0") N
Ontario corporate income tax payable before CMT credit (amount F6 from Schedule 5)
Deduct:
Total refundable tax credits excluding Ontario qualifying environmental trust tax credit (amount 16 minus line 450 from Schedule 5) 8,613
(amount J6 minus line 450 from Schedule 5) Subtotal (if negative, enter "0") Subtotal (if negative, enter "0")
CMT credit deducted in the current tax year (least of amounts M, N, and O)
Enter amount P on line 418 of Schedule 5 and on line I in Part 4 of this schedule.
Is the corporation claiming a CMT credit earned before an acquisition of control?
If you answered yes to the question at line 675, the CMT credit deducted in the current tax year may be restricted. For information on how the deduction may be restricted, see subsections 53(6) and (7) of the Ontario Act.

Part 6 – Analysis of CMT credit available for carryforward by year of origin -

Complete this part if:

- the tax year includes January 1, 2009; or
- the previous tax year-end is deemed to be December 31, 2008, under subsection 249(3) of the federal Act.

Year of origin	CMT credit balance *
10th previous tax year	680
9th previous tax year	681
8th previous tax year	682
7th previous tax year	683
6th previous tax year	684
5th previous tax year	685
4th previous tax year	686
3rd previous tax year	687
2nd previous tax year	688
1st previous tax year	689
Total **	

- CMT credit that was earned (by the corporation, predecessors of the corporation, and subsidiaries wound up into the corporation) in each of the
 previous 10 tax years and has not been deducted.
- ** Must equal the total of the amounts entered on lines 620 and 650 in Part 4.

Part 7 – Calculation of CMT loss carryforward
MT loss carryforward at the end of the previous tax year *
educt:
MT loss expired *
MT loss carryforward at the beginning of the tax year * (see note below)
dd:
MT loss transferred on an amalgamation under section 87 of the federal Act ** (see note below)
MT loss available (line 720 plus line 750)
educt:
MT loss deducted against adjusted net income for the tax year (lesser of line 490 (if positive) and line C in Part 3)
Subtotal (if negative, enter "0") S
dd:
djusted net loss for CMT purposes (amount from line 490 in Part 2, if negative) (enter as a positive amount)
MT loss carryforward balance at the end of the tax year (amount S plus line 760)
* For the first harmonized T2 return filed with a tax year that includes days in 2009:
- do not enter an amount on line Q or line 700;
- for line 720, enter the amount from line 2214 of Ontario CT23 Schedule 101, Corporate Minimum Tax (CMT), for the last tax year that ended in 2008.
For other tax years, enter on line Q the amount from line 770 of Schedule 510 from the previous tax year.
** Do not include an amount from a predecessor corporation if it was controlled at any time before the amalgamation by any of the other predecessor corporations.

Note: If you entered an amount on line 720 or line 750, complete Part 8.

− Part 8 – Analysis of CMT loss available for carryforward by year of origin -

Complete this part if:

- the tax year includes January 1, 2009; or
- the previous tax year-end is deemed to be December 31, 2008, under subsection 249(3) of the federal Act.

Year of origin	Balance earned in a tax year ending before March 23, 2007 *	Balance earned in a tax year ending after March 22, 2007 **
10th previous tax year	810	820
9th previous tax year	811	821
8th previous tax year	812	822
7th previous tax year	813	823
6th previous tax year	814	824
5th previous tax year	815	825
4th previous tax year	816	826
3rd previous tax year	817	827
2nd previous tax year	818	828
1st previous tax year		829
Total ***		

- * Adjusted net loss for CMT purposes that was earned (by the corporation, by subsidiaries wound up into or amalgamated with the corporation before March 22, 2007, and by other predecessors of the corporation) in each of the previous 10 tax years that ended before March 23, 2007, and has not been deducted.
- ** Adjusted net loss for CMT purposes that was earned (by the corporation and its predecessors, but not by a subsidiary predecessor) in each of the previous 20 tax years that ended after March 22, 2007, and has not been deducted.
- *** The total of these two columns must equal the total of the amounts entered on lines 720 and 750.



SCHEDULE 511

ONTARIO CORPORATE MINIMUM TAX – TOTAL ASSETS AND REVENUE FOR ASSOCIATED CORPORATIONS

Nar	ne of corporation	Business Number	Tax year-end Year Month Day
Ir	nnPower Corporation	89242 2817 RC0001	2017-12-31

- For use by corporations to report the total assets and total revenue of all the Canadian or foreign corporations with which the filing corporation was associated at any time during the tax year. These amounts are required to determine if the filing corporation is subject to corporate minimum tax.
- Total assets and total revenue include the associated corporation's share of any partnership(s)/joint venture(s) total assets and total revenue.
- · Attach additional schedules if more space is required.
- File this schedule with the T2 Corporation Income Tax Return.

	Names of associated corporations	Business number (Canadian corporation only) (see Note 1)	Total assets* (see Note 2)	Total revenue** (see Note 2)
	200	300	400	500
1	InnServices Utilities Inc.	81689 7326 RC0001	255,553,000	14,235,000
2	Town of Innisfil	NR	100,000,000	50,000,000
3	Innterprises Inc.	86556 4595 RC0001	1,537,763	153,127
				550
		Total	357,090,763	64,388,127

Enter the total assets from line 450 on line 116 in Part 1 of Schedule 510, Ontario Corporate Minimum Tax. Enter the total revenue from line 550 on line 146 in Part 1 of Schedule 510.

Note 1: Enter "NR" if a corporation is not registered.

Note 2: If the associated corporation does not have a tax year that ends in the filing corporation's current tax year but was associated with the filing corporation in the previous tax year of the filing corporation, enter the total revenue and total assets from the tax year of the associated corporation that ends in the previous tax year of the filing corporation.

* Rules for total assets

- Report total assets in accordance with generally accepted accounting principles, adjusted so that consolidation and equity methods are not used.
- Include the associated corporation's share of the total assets of partnership(s) and joint venture(s) but exclude the recorded asset(s) for the investment in partnerships and joint ventures.
- Exclude unrealized gains and losses on assets that are included in net income for accounting purposes but not in income for corporate income tax purposes.

** Rules for total revenue

- Report total revenue in accordance with generally accepted accounting principles, adjusted so that consolidation and equity methods are not used.
- If the associated corporation has 2 or more tax years ending in the filing corporation's tax year, multiply the sum of the total revenue for each of those tax years by 365 and divide by the total number of days in all of those tax years.
- If the associated corporation's tax year is less than 51 weeks and is the only tax year of the associated corporation that ends in the filing corporation's tax year, multiply the associated corporation's total revenue by 365 and divide by the number of days in the associated corporation's tax year.
- Include the associated corporation's share of the total revenue of partnerships and joint ventures.
- If the partnership or joint venture has 2 or more fiscal periods ending in the associated corporation's tax year, multiply the sum of the total revenue for each of the fiscal periods by 365 and divide by the total number of days in all the fiscal periods.

T2 SCH 511 Canadä

SCHEDULE 546

CORPORATIONS INFORMATION ACT ANNUAL RETURN FOR ONTARIO CORPORATIONS

Name of corporation	Business Number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2017-12-31

- This schedule should be completed by a corporation that is incorporated, continued, or amalgamated in Ontario and subject to the Ontario Business Corporations Act (BCA) or Ontario Corporations Act (CA), except for registered charities under the federal Income Tax Act. This completed schedule serves as a Corporations Information Act Annual Return under the Ontario Corporations Information Act.
- Complete parts 1 to 4. Complete parts 5 to 7 only to report change(s) in the information recorded on the Ontario Ministry of Government Services (MGS) public record.
- This schedule must set out the required information for the corporation as of the date of delivery of this schedule.
- A completed Ontario Corporations Information Act Annual Return must be delivered within six months after the end of the corporation's tax year-end.
 The MGS considers this return to be delivered on the date that it is filed with the Canada Revenue Agency (CRA) together with the corporation's income tax return.

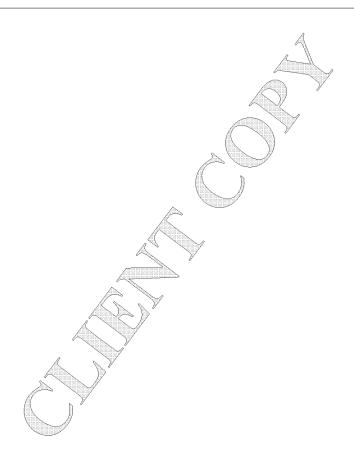
 It is the corporation's responsibility to ensure that the info shown for the corporation on the public record maintaine information. 			
This schedule contains non-tax information collected un MGS for the purposes of recording the information on the		nformation Act. This infor	mation will be sent to the
Part 1 – Identification			
100 Corporation's name (exactly as shown on the MGS InnPower Corporation	public record)		
Jurisdiction incorporated, continued, or amalgamated, whichever is the most recent	110 Date of incorporation or amalgamation, whichever is the most recent	Year Month Day	Ontario Corporation No.
Part 2 – Head or registered office address	s (P.O. box not acceptable as sta	2000-10-05 and-alone address	7284940
200 Care of (if applicable)			
210 Street number 220 Street name/Rural route/Lo		30 Suite number	
240 Additional address information if applicable (line 22)	0 must be completed first)		
250 Municipality (e.g., city, town) INNISFIL	/~ 	ountry 280	Postal/zip code L9S 4A2
┌ Part 3 – Change identifier			
Have there been any changes in any of the information mames, addresses for service, and the date elected/appoisenior officers, or with respect to the corporation's mailing public record maintained by the MGS, obtain a Corporation	inted and, if applicable, the date the election/ap g address or language of preference? To revieu	ppointment ceased of the w the information shown	directors and five most
	is box and then go to "Part 4 – Certification." I complete the applicable parts on the next pag	ge, and then go to "Part 4	- Certification."
Part 4 Contification			
Part 4 – Certification I certify that all information given in this Corporations Info	propertion Act Annual Peturn is true correct and	d complete	
450 McAllister		a complete.	
450 WCAIIISTEI		First name	

- Dart /	- Certification	
	that all information given in this Corporations Information Act An	nual Return is true, correct, and complete.
450	McAllister	451 Glen
	Lastname	First name
454	Middle name(s)	
460	Please enter one of the following numbers in this box for th knowledge of the affairs of the corporation. If you are a dire	e above-named person: 1 for director, 2 for officer, or 3 for other individual having ector and officer, enter 1 or 2.
Note: S	ections 13 and 14 of the Ontario Corporations Information Act pr	rovide penalties for making false or misleading statements or omissions.



Complete the applicable parts to report changes in the information recorded on the MGS public record.

2 - The corporation's	mailing address is the sam	e as the head or
3 - The corporation's	complete mailing address i	s as follows:
oncession number	540 Suite nu	imber
e completed first)	·	
570 Province/state	580 Country	590 Postal/zip code
	2 - The corporation's registered office ac 3 - The corporation's concession number on completed first)	2 - The corporation's mailing address is the sam registered office address in Part 2 of this sch. 3 - The corporation's complete mailing address in the corporation's complete mailing address in the corporation's complete mailing address in the corporation's complete mailing address in the corporation's complete mailing address in the sam register complete mailing address in the sam register complete mailing address in the sam register complete mailing address in the sam register complete mailing address in the sam register complete mailing address in the sam register complete mailing address in the sam register complete mailing address in the sam register complete mailing address in the sam register complete mailing address in the sam register complete mailing address in the sam register complete mailing address in the sam register complete mailing address in the sam register complete mailing address in the sam register complete mailing address in the sam register complete mailing address in the sam register complete mailing address in the sam register complete complete mailing address in the sam register complete mailing address in the sam register complete complete mailing address in the sam register complete compl



SCHEDULE 550

ONTARIO CO-OPERATIVE EDUCATION TAX CREDIT

Name of corporation	Business Number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2017-12-31

- Use this schedule to claim an Ontario co-operative education tax credit (CETC) under section 88 of the Taxation Act, 2007 (Ontario).
- The CETC is a refundable tax credit that is equal to an eligible percentage (10% to 30%) of the eligible expenditures incurred by a corporation for
 a qualifying work placement. The maximum credit amount is \$1,000 for each qualifying work placement ending before March 27, 2009, and \$3,000
 for each qualifying work placement beginning after March 26, 2009. For a qualifying work placement that straddles March 26, 2009, the maximum
 credit amount is prorated.
- Eligible expenditures are salaries and wages (including taxable benefits) paid or payable to a student in a qualifying work placement, or fees paid or payable to an employment agency for services performed by the student in a qualifying work placement. These expenditures must be paid on account of employment or services, as applicable, at a permanent establishment of the corporation in Ontario. Expenditures for a work placement (WP) are not eligible expenditures if they are greater than the amounts that would be paid to an arm's length employee.
- A WP must meet all of the following conditions to be a qualifying work placement:
 - the student performs employment duties for a corporation under a qualifying co-operative education program (QCEP);
 - the WP has been developed or approved by an eligible educational institution as a suitable learning situation;
 - the terms of the WP require the student to engage in productive work;
 - the WP is for a period of at least 10 consecutive weeks or, in the case of an internship program, not less than 8 consecutive months and not more than 16 consecutive months;
 - the student is paid for the work performed in the WP;
 - the corporation is required to supervise and evaluate the job performance of the student in the WP;
 - the institution monitors the student's performance in the WP; and
 - the institution has certified the WP as a qualifying work placement.
- Make sure you keep a copy of the letter of certification from the Ontario eligible educational institution containing the name of the student, the employer, the institution, the term of the WP, and the name/discipline of the QCEP to support the claim. Do not submit the letter of certification with the T2 Corporation Income Tax Return.
- File this schedule with the T2 Corporation Income Tax Return.

Part 1 – Corporate Information	
110 Name of person to contact for more information	120 Telephone number including area code
Lisa McCaskie	(705) 431-6870
Is the claim filed for a CETC earned through a partnership?* If you answered yes to the question at line 150, what is the name of the partnership?	
Enter the percentage of the partnership's CETC allocated to the corporation	
* When a corporate member of a partnership is claiming an amount for eligible expenditures incurred by a partnership as if the partnership were a corporation. Each corporate partner, other than a limited partner, shou the partner's share of the partnership's CETC. The allocated amounts can not exceed the amount of the partnership's ceta.	ıld file a separate Schedule 550 to claim

– Part 2 – Eligibility –	
	Yes X 2 No
2. Was the corporation exempt from tax under Part III of the <i>Taxation Act</i> , 2007 (Ontario)?	Yes 2 No X
If you answered no to question 1 or yes to question 2, then the corporation is not eligible for the CETC.	



Part 3 – Eligible percentage for determining the eligible amount

Corporation's salaries and wages paid in the previous tax year *

1,000,000

For eligible expenditures incurred before March 27, 2009:

- If line 300 is \$400,000 or less, enter 15% on line 310.
- If line 300 is \$600,000 or more, enter 10% on line 310.
- If line 300 is more than \$400,000 and less than \$600,000, enter the percentage on line 310 using the following formula:

Eligible percentage for determining the eligible amount

310 10.000 %

For eligible expenditures incurred after March 26, 2009:

- If line 300 is \$400,000 or less, enter 30% on line 312.
- If line 300 is \$600,000 or more, enter 25% on line 312.
- If line 300 is more than \$400,000 and less than \$600,000, enter the percentage on line 312 using the following formula:

Eligible percentage for determining the eligible amount

25.000 %

* If this is the first tax year of an amalgamated corporation and subsection 88(9) of the Taxation Act, 2007 (Ontario) applies, enter the salaries and wages paid in the previous tax year by the predecessor corporations.

Part 4 – Calculation of the Ontario co-operative education tax credit

Complete a separate entry for each student for each qualifying work placement that ended in the corporation's tax year. If a qualifying work placement would otherwise exceed four consecutive months, divide the WP into periods of four consecutive months and enter each full period of four consecutive months as a separate WP. If the WP does not divide equally into four-month periods and if the period that is less than 4 months is 10 or more consecutive weeks, then enter that period as a separate WP. If that period is less than 10 consecutive weeks, then include it with the WP for the last period of 4 consecutive months. Consecutive WPs with two or more associated corporations are deemed to be with only one corporation, as designated by the corporations.

		A Name of university, college, or other eligible educational institution	B Name of qualifying co-operative education program	
		400	405	
1.	Georgian College		Electrical Engineering	
2.	Georgian College		Electrical Engineering	
3.	Georgian College		Computer Studies	
4.	Georgian College		Computer Studies	
5.				

	Name of student	D Start date of WP (see note 1 below)	E End date of WP (see note 2 below)			
	Trevor Recalla	 -	 -			
1.	Hevoi Recalla	2017-01-01	2017-04-30			
2.	Samuel Hoover	2017-09-01	2017-12-31			
3.	Jonathan Stamos	2017-09-01	2017-12-31			
4.	Chaz Crocker	2017-05-01	2017-08-31			
5.						

Note 1: When the WP has been divided into separate periods because it exceeds four consecutive months, enter the start date for the separate WP.

Note 2: When the WP has been divided into separate periods because it exceeds four consecutive months, enter the end date for the separate WP.

Part 4 – Calculation of the Ontario co-operative education tax credit (continued)

F1		F2		X	Y
Eligible expenditures before March 27, 2009 (see note 1 below)	Eligible percentage before March 27, 2009 (from line 310 in Part 3)	Eligible expenditures after March 26, 2009 (see note 1 below)	Eligible percentage after March 26, 2009 (from line 310a in Part 3)	Number of consecutive weeks of the WP completed by the student before March 27, 2009 (see note 3 below)	Total number of consecutive weeks of the student's WP (see note 3 below)
1.	10.000 %	7,160	25.000 %		17
2.	10.000 %	8,752	25.000 %		17
3.	10.000 %	8,688	25.000 %		17
4.	10.000 %	9,851	25.000 %		17
5.	10.000 %		25.000 %		

	G Eligible amount (eligible expenditures multiplied by eligible percentage) (see note 2 below)	(eligible expenditures per WP (see note 3 below) by eligible percentage)		J CETC on repayment of government assistance (see note 4 below)	K CETC for each WP (column I or column J)
	460	462	470	480	490
1.	1,790	3,000	1,790 💆		1,790
2.	2,188	3,000	2,188) Y	2,188
3.	2,172	3,000	2,172		2,172
4.	2,463	3,000	2,463	Y	2,463
5.					

Ontario co-operative education tax credit (total of amounts in column K) 500

Enter amount L or M, whichever applies, on line 452 of Schedule 5, Tax Calculation Supplementary – Corporations. If you are filing more than one Schedule 550, add the amounts from line L or M, whichever applies, on all the schedules and enter the total amount on line 452 of Schedule 5.

- Note 1: Reduce eligible expenditures by all government assistance, as defined under subsection 88(21) of the *Taxation Act, 2007* (Ontario), that the corporation has received, is entitled to receive, or may reasonably expect to receive, for the eligible expenditures, on or before the filing due date of the *T2 Corporation Income Tax Return* for the tax year.
- Note 2: Calculate the eligible amount (Column G) using the following formula:

Column G = (column F1 x percentage on line 310) + (column F2 x percentage on line 312)

- Note 3: If the WP ends before March 27, 2009, the maximum credit amount for the WP is \$1,000.
 - If the WP begins after March 26, 2009, the maximum credit amount for the WP is \$3,000.

If the WP begins before March 27, 2009, and ends after March 26, 2009, calculate the maximum credit amount using the following formula:

 $(\$1,000 \times X/Y) + [\$3,000 \times (Y - X)/Y]$

where "X" is the number of consecutive weeks of the WP completed by the student before March 27, 2009, and "Y" is the total number of consecutive weeks of the student's WP.

Note 4: When claiming a CETC for repayment of government assistance, complete a **separate entry** for each repayment and complete columns A to E and J and K with the details for the previous year WP in which the government assistance was received. Include the amount of government assistance repaid in the tax year multiplied by the eligible percentage for the tax year in which the government assistance was received, to the extent that the government assistance reduced the CETC in that tax year.

8,613 L



InnPower Corporation EB-2023-0033 Exhibit 6 Appendix 6-2-1 (B) 2018 Tax Return May 12, 2023

Appendix 6-2-1 (B) 2018 Tax Return

Canada Revenue Agence du revenu du Canada

T2 Corporation Income Tax Return

200

EXEMPT FROM TAX

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

All legislative references on this return are to the federal Income Tax Act and Income Tax Regulations. This return may contain changes that had not yet become law at the time of publication.

Send one completed copy of this return, including schedules and the General Index of Financial Information (GIFI), to your tax centre. You have to file the return within six months after the end of the corporation's tax year.

For more information see canada.ca/taxes or Guide T4012, T2 Corporation – Income Tax Guide.

Do not use this area

┌ Identification ————————————————————————————————————	
Business number (BN) 001 89242 2817 RC0001	
Corporation's name OO2 InnPower Corporation Address of head office	To which tax year does this return apply? Tax year start Year Month Day 2018-01-01 Tax year-end Year Month Day 2018-12-31
Has this address changed since the last time we were notified?	Has there been an acquisition of control resulting in the application of subsection 249(4) since the tax year start on line 060?
Country (other than Canada) Postal or ZIP code 017 018 L9S 0J3 Mailing address (if different from head office address) Has this address changed since the last	Is the date on line 061 a deemed tax year-end according to subsection 249(3.1)?
time we were notified?	corporation that is a member of a partnership?
021 c/o 022 7251 Yonge Street 023 City Province, territory, or state	Is this the first year of filing after: Incorporation?
O25 Innisfil O26 ON	Has there been a wind-up of a subsidiary under section 88 during the current tax year?
Has this address changed since the last time we were notified?	Is this the final tax year before amalgamation? Is this the final return up to
031 7251 Yonge Street 032 City Province, territory, or state	dissolution?
035 Innisfil 036 ON Country (other than Canada) Postal or ZIP code 037 038 L9S 0J3	Is the corporation a resident of Canada? If no, give the country of residence on line 081 and complete and attach Schedule 97.
Type of corporation at the end of the tax year (tick one) X 1 Canadian-controlled private corporation (CCPC) 2 Other private corporation 3 Public corporation	Is the non-resident corporation claiming an exemption under an income tax treaty?
4 Corporation controlled by a public corporation 5 Other corporation (specify) If the type of corporation changed during the tax year, provide the effective date of the change	If the corporation is exempt from tax under section 149, tick one of the following boxes: 1
Do not use	e this area
095 096	898

← Attachments —	
Financial statement information: Use GIFI schedules 100, 125, and 141.	
Schedules – Answer the following questions. For each yes response, attach the schedule to the T2 return, unless otherwise instructed.	Schedule
	1
	9
	23
3,	49
	19
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	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?	44
Has the corporation paid any royalties, management fees, or other similar payments to residents of Canada?	14
Is the corporation claiming a deduction for payments to a type of employee benefit plan?	15
Is the corporation claiming a loss or deduction from a tax shelter?	T5004
Is the corporation a member of a partnership for which a partnership account number has been assigned?	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 (without reference to section 94)?] 22
400	22 25
Did the corporation own any shares in one or more foreign affiliates in the tax year? Has the corporation made any payments to non-residents of Canada under subsections 202(1) and/or 105(1) of] 25
the Income Tax Regulations?	29
Did the corporation have a total amount over CAN\$1 million of reportable transactions with non-arm's length non-residents? 171	T106
For private corporations: Does the corporation have any shareholders who own 10% or more of the corporation's	,
common and/or preferred shares?	50
Has the corporation made payments to, or received amounts from, a retirement compensation plan arrangement during the year?	
Does the corporation earn income from one or more Internet web pages or websites?	88
Is the net income/loss shown on the financial statements different from the net income/loss for income tax purposes?	1
Has the corporation made any charitable donations; gifts of cultural or ecological property; or gifts of medicine?	2
Has the corporation received any dividends or paid any taxable dividends for purposes of the dividend refund?	3
Is the corporation claiming any type of losses?	4
Is the corporation claiming a provincial or territorial tax credit or does it have a permanent establishment	1
in more than one jurisdiction?	_ 5
Has the corporation realized any capital gains or incurred any capital losses during the tax year?] 6
i) Is the corporation a CCPC and reporting a) income or loss from property (other than dividends deductible on line 320 of the T2 return), b) income from a partnership, c) income from a foreign business, d) income from a personal services business, e) income referred to in clause 125(1)(a)(i)(C) or 125(1)(a)(i)(B), f) aggregate investment income as defined in subsection 129(4), or g) an amount assigned to it under	
subsection 125(3.2) or 125(8); or ii) Is the corporation a member of a partnership and assigning its specified partnership business limit to a designated member under] -
subsection 125(8)? Does the corporation have any property that is eligible for capital cost allowance?	,
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J	T661
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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?	39
Is the corporation claiming a Canadian film or video production tax credit?	T1131
Is the corporation claiming a film or video production services tax credit?	T1177
Is the corporation subject to Part XIII.1 tax? (Show your calculations on a sheet that you identify as Schedule 92.)	92
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Did the copporation have any fivergen affiliates in the law year? Did the copporation on any child specified droing properly where the total cost amount of all such property, at any time in the year. was more than CANS 100,000? Did the copporation receive a distribution from or was indicated to a non-resident trust in the year? 250 T1143 Did the copporation receive a distribution from or was indicated to a non-resident trust in the year? 251 T1146 Has the corporation receive and astribution from or was indicated to a non-resident trust in the year? 252 T1146 Has the corporation retred in an angivement to l'access assistance for SREED contacted or in Canada? 253 T1146 Has the corporation retred in an angivement to l'access assistance for SREED contacted or in Canada? 254 T1146 Has the corporation retred in an angivement with other associated opporations to stally or wages of pecified probyleyes to SREED? 253 T1146 Did the corporation retred in an angivement with other associated opporations to stally or wages of scall control of the Canada. 255 T1146 Did the corporation make an election under subsection SREED? 256 T1147 Did the corporation control of the control of the control of the corporation control of the corporation control of the corporation control of the corporation control of the corporation control of the corporation control of the corporation control of the corporation control of the corporation control of the corporation control of the corporation control of the corporation control of the corporation control of the corporation in inchine? 255 T217 256 T27 257 T200 257 T200 258 T200 259 T200 250 T200 2	- Attachments (continued)	Schedule
Did the corporation transfer or loan property to a non-resident trust in the year? 10 th the corporation retroet is not an agreement to afforcate assistance for SRAED carried out in Canada? 11 this she corporation entered into an agreement to afforcate assistance for SRAED carried out in Canada? 12 this she corporation entered into an agreement to transfer qualified expenditures incurred in respect of SRAED contracts? 12	Did the corporation have any foreign affiliates in the tax year? Did the corporation own or hold specified foreign property where the total cost amount of all such property, at any time in the year, was	T1134
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Taxable income for the year from a personal services business Z.1		z
* This amount is equal to 3.5 times the Part VI.1 tax payable at line 724 on page 9.	Taxable income for the year from a personal services business	Z.1
	* This amount is equal to 3.5 times the Part VI.1 tax payable at line 724 on page 9.	

Canadian-controlled private co		throughout the tax year						
Income eligible for the small busin						400	2,140,113 A	٨
Taxable income from line 360 on pminus 4 times the amount on I federal law, is exempt from Part I t Business limit (see notes 1 and 21	rage 3, minus 100/28 ine 636** on page 8, a ax	(3.57143) of the amou	unt on line 632* on at, because of	page 8,		. 405 . 410	500,000 C	3
Notes:								
For CCPCs that are not associ weeks, prorate this amount by	, , , , , , , , , , , , , , , , , , , ,			,	nan 51			
2. For associated CCPCs, use So	chedule 23 to calculate	e the amount to be entered	d on line 410.					
Business limit reduction								
Taxable capital business lim	it reduction							
Amount C	500,000 × 415 **	** 443,126 11,250	=				19,694,489 E	Ξ
Passive income business lin	nit reduction							
Adjusted aggregate investmen	t income from Schedu	le 7**** . 417		-	50,000	=	F	Ξ
	500,000 × Amount	F	= .			· · · · · · <u> </u>	G	•
			Subtotal (the grea	ater of amount E a	ınd amount G	422	19,694,489	1
Reduced business limit for tax year	rs starting before 201	9 (amount C minus amou	ınt E) (if negative, e	enter "0") .		425	1	l
Reduced business limit for tax year	ers starting after 2018	(amount C minus amoun	t H) (if negative, en	iter "0")		426	J	J
Business limit the CCPC assigns	under subsection 125	(3.2) (from line 515 on pag	ge 5)			·	k	(
Reduced business limit after as	signment for tax yea	ars starting before 2019	(amount I minus a	amount K)			L	-
Reduced business limit after as	signment for tax yea	ars starting after 2018 (a	amount J minus ar	mount K) .		428	N	Л
Small business deduction								
Tax years starting before 2019								
Amount A, B, C, or L, whichever is the least	x	Number of days i before Janua			x 17.5	% =	1	1
which ever is the least		Number of days	_ ·	365		, o =	·	
Amount A, B, C, or L, whichever is the least	x	Number of days in t December 31, 2017, and b		2019 365	x 18	3 % =	2	2
		Number of days	in the tax year	365				
Amount A, B, C, or L, whichever is the least	x	Number of days in t December	31, 2018		x 19	% =	3	3
		Number of days	in the tax year	365				
Tax years starting after 2018					v	. 0/		
Amount A, B, C, or M, whichever i	s the least				× 19	% =	4	ţ
Small business deduction (total	,					430	N	1
Enter amount N at amount J on pa	ge 8.							

- * Calculate the amount of foreign non-business income tax credit deductible on line 632 without reference to the refundable tax on the CCPC's investment income (line 604) and without reference to the corporate tax reductions under section 123.4.
- ** Calculate the amount of foreign business income tax credit deductible on line 636 without reference to the corporation tax reductions under section 123.4.

*** Large corporations

- If the corporation is not associated with any corporations in both the current and previous tax years, the amount to be entered on line 415 is: (total taxable capital employed in Canada for the **prior** year **minus** \$10,000,000) x 0.225%.
- If the corporation is not associated with any corporations in the current tax year, but was associated in the previous tax year, the amount to be entered on line 415 is: (total taxable capital employed in Canada for the **current** year **minus** \$10,000,000) x 0.225%.
- For corporations associated in the current tax year, see Schedule 23 for the special rules that apply.
- **** Enter the total adjusted aggregate investment income of the corporation and all associated corporations. For the first tax year starting after 2018, use the total of lines 744 of Schedule 7. Otherwise, use the total of lines 745 of the preceding tax year.

Specified corporate income and assignment under sul	bsection 125(3.2)		
O1 Name of corporation receiving the income and assigned amount	O Business number of the corporation receiving the assigned amount	P Income paid under clause 125(1)(a)(i)(B) to the corporation identified in column O ³	Q Business limit assigned to corporation identified in column O ⁴
	490	500	505
1.			
	Т	otal 510	Total 515
Notes: 3. This amount is [as defined in subsection 125(7) specifi	ind cornerate income (a)(i)] the tet	al of all amounts each of which is in	come from an active
business of the corporation for the year from the provision (A) at any time in the year, the corporation (or one of its shareholders) holds a direct or indirect interest in the principal (B) it is not the case that all or substantially all of the corproperty to (I) persons (other than the private corporation) with which the corporation deals at a with the corporation holds a direct or indirect interest.	on of services or property to a private shareholders) or a person who does vate corporation, and poration's income for the year from hich the corporation deals at arm's le	e corporation (directly or indirectly, in s not deal at arm's length with the co an active business is from the provi ength, or	n any manner whatever) if orporation (or one of its sion of services or
4. The amount of the business limit you assign to a CCPC income referred to in column P in respect of that CCPC amount of income referred to in clauses 125(1)(a)(i)(A) for tax years starting after 2018).	and B is the portion of the amount of	lescribed in A that is deductible by	you in respect of the
- General tax reduction for Canadian-contr	olled private corporations	S	
Canadian-controlled private corporations throughout	the tax year		
Taxable income from page 3 (line 360 or amount Z, whiche			
Lesser of amounts 9B and 9H from Part 9 of Schedule 27			
			C D
Amount from line 400, 405, 410, or 427 (428 instead of 427			 -
Aggregate investment income from line 440 on page 6*		· · · · · · · · · · · · · · · · · · ·	F
	Subtotal (add amo	ounts B to F)	>
Amount A minus amount G (if negative, enter "0")			<u> </u>
General tax reduction for Canadian-controlled private Enter amount I on line 638 on page 8.	corporations – Amount H multipli	ed by 13 %	
* Except for a corporation that is, throughout the year, a co	operative corporation (within the me	eaning assigned by subsection 136	(2)) or a credit union.
- General tax reduction Do not complete this area if you are a Canadian-contro a mutual fund corporation, or any corporation with tax			
Taxable income from page 3 (line 360 or amount Z, whiche	ver applies)		
Lesser of amounts 9B and 9H from Part 9 of Schedule 27 Amount 13K from Part 13 of Schedule 27		· · · · · · · · · · · · · · · · · · ·	
		10.4	M
	Subtotal (add amo	unts K to M)	> N
Amount J minus amount N (if negative, enter "0")			<u> </u>
, •			
General tax reduction – Amount O multiplied by 13 % Enter amount P on line 639 on page 8.	′0		· · · · · · · <u></u> -

Refundable portion of Part I tax ———————————————————————————————————
Canadian-controlled private corporations throughout the tax year
Aggregate investment income
from Schedule 7
Foreign non-business income tax credit from line 632 on page 8 B
Foreign investment income from Schedule 7
Subtotal (amount B minus amount C) (if negative, enter "0")
Amount A minus amount D (if negative, enter "0")
Taxable income from line 360 on page 3 18,216 F
Amount from line 400, 405, 410, or 427 (428 instead of 427 for tax years starting after 2018) on page 4, whichever is the least G
Foreign non-business income tax credit from line 632 on
page 8 H
Foreign business income tax credit from line 636 on page 8 X
Subtotal (add amounts G to I) J
Subtotal (amount F minus amount J) (if negative, enter "0") 18,216 K x 30 2 / 3 % = 5,586 L
Part I tax payable minus investment tax credit refund (line 700 minus line 780 from page 9)
Refundable portion of Part I tax – Amount E, L, or M, whichever is the least
┌ Refundable dividend tax on hand (for tax years starting before 2019)
Refundable dividend tax on hand at the end of the previous tax year
Subtotal (line 460 minus line 465)
Refundable portion of Part I tax from line 450 above P
Total Part IV tax payable from Schedule 3
Net refundable dividend tax on hand transferred on an amalgamation or the wind-up
of a subsidiary
Refundable dividend tax on hand at the end of the tax year – Amount O plus amount R
┌ Dividend refund (for tax years starting before 2019) ────────────────────────
Private and subject corporations at the time taxable dividends were paid in the tax year
Taxable dividends paid in the tax year from line 460 on page 3 of Schedule 3 x 38 1 / 3 % = S
Refundable dividend tax on hand at the end of the tax year from line 485 above
Dividend refund - Amount S or T, whichever is less

Refundable dividend tax on hand (for tax years starting after 2018) Refundable dividend tax on hand (RDTOH) at the end of the previous tax year	
Dividend refund for the previous tax year	
Net RDTOH transferred on an amalgamation or the wind-up of a subsidiary	
Subtotal (line 460 minus line 465 plus line 480)	A
General rate income pool (GRIP) at the end of the previous tax year (from line 100 of schedule 53)	B
Total eligible dividends paid in the previous tax year (from line 300 of schedule 53) C	
Total excessive eligible dividend designation in the previous tax year (from line 310 of Schedule 53)	
Subtotal (amount C minus amount D) (if negative, enter "0")	E
Net GRIP at the end of the previous tax year (amount B minus amount E) (if negative, enter "0") F GRIP transferred on an amalgamation or the wind-up of a subsidiary (total of lines 230 and 240 of schedule 53)	
Subtotal (amount F plus amount G)	H
Amount H multiplied by 38 1 / 3 %	1
Eligible refundable dividend tax on hand (ERDTOH) at the end of the previous tax year (for the first tax year starting after 2018, amount A or I, whichever is less, otherwise, use line 530 of the preceding tax year) 520	J
Non-eligible refundable dividend tax on hand (NERDTOH) at the end of the previous tax year (for the first tax year starting after	
2018, amount A minus amount I, otherwise, use line 545 of the preceding tax year) (if negative, enter "0") 535	К
Part IV tax payable on taxable dividends from connected corporations (amount 2G from Schedule 3) L	
Part IV tax payable on eligible dividends from non-connected corporations (amount 2J from Schedule 3)	
Subtotal (amount L plus amount M)	N
Net ERDTOH transferred on an amalgamation or the wind-up of a subsidiary	0
ERDTOH dividend refund for the previous tax year	P
Refundable portion of Part I tax (from line 450 on page 6)	
Part IV tax before deductions (amount 2A from Schedule 3)	
Part IV tax allocated to ERDTOH (amount N)	
Part IV tax reduction due to Part IV.1 tax payable (amount 4D of Schedule 43)	
Subtotal (amount R minus total of amounts S and T)	U
Net NERDTOH transferred on an amalgamation or the wind-up of a subsidiary	V
NERDTOH dividend refund for the previous tax year	W
38 1/3% of the total losses applied against Part IV tax (amount 2D from Schedule 3)	X
Part IV tax payable allocated to NERDTOH, net of losses claimed (amount U minus amount X) (if negative enter "0")	Y
NERDTOH at the end of the tax year* (total of amounts K, Q, V, and Y minus amount W) (if negative, enter "0")	
ERDTOH at the end of the tax year* (total of amounts J, O, and Z minus amount P) (if negative, enter "0")	
* For more information, consult the Help (F1).	
- Dividend refund (for tax years starting after 2018)	
38 1/3% of total eligible dividends paid in the tax year (amount 3A from Schedule 3)	
ERDTOH balance at the end of the tax year (line 530)	
Eligible dividend refund (amount AA or BB, whichever is less)	
38 1/3% of total non-eligible taxable dividends paid in the tax year (amount 3B from Schedule 3)	DD
NERDTOH balance at the end of the tax year (line 545)	
Non-eligible dividend refund (amount DD or EE, whichever is less)	FF
Amount DD minus amount EE (if negative, enter "0")	GG
Amount BB minus amount CC (if negative, enter "0")	HH
Additional non-eligible dividend refund (amount GG or HH, whichever is less)	II
Dividend refund* – Amount CC plus amount FF plus amount II	JJ
Enter amount JJ on line 784 on page 9. * For more information, consult the Help (F1).	

Part I tax —			
Base amount Part I tax – Taxable income from page 3 (line 360 or amount Z, whichever ap	plies) multiplied by	38 % 5	50 A
Additional tax on personal services business income (section 123.5)			
Taxable income from a personal services business	555	x 5% = 5	60 в
Recapture of investment tax credit from Schedule 31		6	02 C
Calculation for the refundable tax on the Canadian-controlled private corporation's (if it was a CCPC throughout the tax year)	s (CCPC) investment in	ncome	
Aggregate investment income from line 440 on page 6	<u></u>	D)
Taxable income from line 360 on page 3	18,216 E	_	
Deduct: Amount from line 400, 405, 410, or 427 (428 instead of 427 for tax years starting after 2018) on page 4, whichever is the least	F		
Net amount (amount E minus amount F)	18,216	18,216 G	;
Refundable tax on CCPC's investment income – 10 2 / 3 % of whichever is less: a		6	04 H
The full dable tax of FOCF Strive Strile it through E = 10 2 7 3 70 01 which even is less. a			
	Subtotal (add a	amounts A, B, C, and	H) I
Deduct:			
Small business deduction from line 430 on page 4		J	
Federal tax abatement	608		
Manufacturing and processing profits deduction from Schedule 27	620		
Investment corporation deduction	020		
Federal foreign non-business income tax credit from Schedule 21	632		
Federal foreign business income tax credit from Schedule 21	636		
General tax reduction for CCPCs from amount I on page 5	638		
General tax reduction from amount P on page 5	639		
Federal logging tax credit from Schedule 21			
Eligible Canadian bank deduction under section 125.21	641		
Federal qualifying environmental trust tax credit	648		
Investment tax credit from Schedule 31			· ·
	Subtotal		K
Part I tax payable – Amount I minus amount K			1
Enter amount L on line 700 on page 9.			·· -

Privacy statement

Personal information is collected under the Income Tax Act to administer tax, benefits, and related programs. It may also be used for any purpose related to the enforcement of the Act such as audit, compliance and collections activities. It may be shared or verified with other federal, provincial, territorial or foreign government institutions to the extent authorized by law. Failure to provide this information may result in interest payable, penalties or other actions. Under the Privacy Act, individuals have the right to access, or request correction of, their personal information, or to file a complaint with the Privacy Commissioner of Canada regarding the handling of their personal information. Refer to Personal Information Bank CRA PPU 047 at **canada.ca/cra-info-source**.

- Summary of tax and credits	
Federal tax	
Part I tax payable from amount L on page 8	700
Part II surtax payable from Schedule 46	
Part III.1 tax payable from Schedule 55	——
Part IV tax payable from Schedule 3	——
Part IV.1 tax payable from Schedule 43	740
Part VI tax payable from Schedule 38	700
Part VI.1 tax payable from Schedule 43	704
, ,	
, ,	700
Part XIV tax payable from Schedule 20	
Add provincial or territorial tax:	Totalfederaltax
Provincial or territorial jurisdiction	
(if more than one jurisdiction, enter "multiple" and complete Schedule 5)	
Net provincial or territorial tax payable (except Quebec and Alberta)	
	Total tax payable 770 A
Deduct other credits:	
Investment tax credit refund from Schedule 31	<mark>780</mark>
Dividend refund from amount U on page 6 or JJ on page 7	784
Federal capital gains refund from Schedule 18	
Federal qualifying environmental trust tax credit refund	<mark>792</mark>
Canadian film or video production tax credit (Form T1131)	<mark>796</mark>
Film or video production services tax credit (Form T1177)	797
Tax withheld at source	800
Total payments on which tax has been withheld 801	
Provincial and territorial capital gains refund from Schedule 18	808
Provincial and territorial refundable tax credits from Schedule 5	812
Tax instalments paid	
Labour tax credit for qualifying journalism organizations	
3, 3, 3, 3, 3, 3, 3, 3, 3, 3, 3, 3, 3, 3	tal credits 890
10	B
	Balance (amount A minus amount B)
Refund code 894 Refund Refund	If the result is negative, you have a refund .
Direct deposit request	If the result is positive, you have a balance owing . Enter the amount on whichever line applies.
To have the corporation's refund deposited directly into the corporation's bank	Generally, we do not charge or refund a difference
account at a financial institution in Canada, or to change banking information you	of \$2 or less.
already gave us, complete the information below:	Balance owing
Start Change information 910	For information on how to make your payment, go to
Branch number	canada.ca/payments.
914 918 Account number	
Institution number Account number	
If the corporation is a Canadian-controlled private corporation throughout the tax year,	
does it qualify for the one-month extension of the date the balance of tax is due?	
If this return was prepared by a tax preparer for a fee, provide their EFILE number	
7 7 7 7	
PREPARED SOLELY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIEW Certification	N FROM INFORMATION PROVIDED BY THE TAXPAYER.
ı, <mark>950</mark> McAllister 951 Glen	954 CFO ,
Last name First name	· · · · · · · · · · · · · · · · · · ·
am an authorized signing officer of the corporation. I certify that I have examined this return, the information given on this return is, to the best of my knowledge, correct and complete. I a	
year is consistent with that of the previous tax year except as specifically disclosed in a state	
955 2019-06-19	956 (705) 431-6870
Date (yyyy/mm/dd) Signature of the authorized signing officer of	(100) 1010
	· V
Is the contact person the same as the authorized signing officer? If no , complete the information of the Macaskia	
958 Lisa McCaskie Name of other authorized person	959 (705) 431-6870
ivanie oi otnei authorizeu person	Telephone number
- Language of correspondence - Langue de correspondance	
Indicate your language of correspondence by entering 1 for English or 2 for French.	990 1
Indiquez votre langue de correspondance en inscrivant 1 pour anglais ou 2 pour français.	990 1

Agence du revenu du Canada **SCHEDULE 100**

Form identifier 100

GENERAL INDEX OF FINANCIAL INFORMATION – GIFI

Tommachanic 100		
Corporation's name	Business number	Tax year end Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31

Balance sheet information

Account	Description	GIFI	Current year	Prior year
Assets -				
	Total current assets	599 +	10,947,000	10,426,000
	Total tangible capital assets	2008 +	81,416,000	75,939,000
		2009 –	11,200,000	8,653,000
	Total intangible capital assets	178 +		
	Total accumulated amortization of intangible capital assets	2179 –		
	Total long-term assets	2589 +	4,411,000	2,823,000
	*Assets held in trust	2590 +		
	_ Total assets (mandatory field)	2599 = _	85,574,000	80,535,000
Liabilitie	s.————————————————————————————————————			
	Total current liabilities	139 +	8,642,000	9,076,000
	Total long-term liabilities	450 +	54,422,000	51,369,000
	*Subordinated debt	460 +		
	*Amounts held in trust	470 +		
	_ Total liabilities (mandatory field)	499 = _	63,064,000	60,445,000
Sharehol	der equity			
	Total shareholder equity (mandatory field)	620 +	22,510,000	20,090,000
	_ Total liabilities and shareholder equity	640 = _	85,574,000	80,535,000
Retained	earnings —			
	Retained earnings/deficit – end (mandatory field)	849 =	10,032,000	7,612,000

^{*} Generic item

PREPARED SOLELY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIEW FROM INFORMATION PROVIDED BY THE TAXPAYER.

SCHEDULE 125

Form identifier 125

GENERAL INDEX OF FINANCIAL INFORMATION - GIFI

Corporation's name	Business number	Tax year end Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31

Income statement information

Description	GIFI
Operating name	0001 0002 0003 01

Account	Description	GIFI	Current year	Prior year
come s	statement information —			
	Total sales of goods and services	3089 +	41,722,000	40,259,000
	Cost of sales	3518 –	31,777,000	31,698,000
	Gross profit/loss	3 519 =	9,945,000	8,561,00
	Cost of sales	3518 +	31,777,000	31,698,00
	Total operating expenses	9367 +	9,707,000	9,831,00
		9368 =	41,484,000	41,529,00
	Total revenue (mandatory field)	3299 +	43,161,000	40,931,00
		9368 –	41,484,000	41,529,00
		9369 =	1,677,000	-598,00
Earming	income statement information			
arming		9659 +		
	=	9898 –		
		9899 =		
	Net income/loss before taxes and extraordinary items	9970 = _	1,677,000	-598,00
	_ Total other comprehensive income	9998 = _		
Extraord	inary items and income (linked to Schedule 140)			
-xii doi d		9975 –		
		9976 –		
		9980 +		
	= 3	9985 –	-1,482,000	-833,00
		9990 –	226,000	-67,00
	Future (deferred) income tax provision	9995 –	513,000	267,00
		9998 +		
		9999 =	2,420,000	35,00

PREPARED SOLELY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIEW FROM INFORMATION PROVIDED BY THE TAXPAYER.

Agence du revenu du Canada

Notes Checklist

Corporation's name	Business number	Tax Year End Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31
InnPower Corporation	89242 2817 RC0001	2018-12-31

- Parts 1, 2, and 3 of this schedule must be completed from the perspective of the person (referred to in these parts as the **accountant**) who prepared or reported on the financial statements. If the person preparing the tax return is not the accountant referred to above, they must still complete Parts 1, 2, 3, and 4, as applicable.
- For more information, see Guide RC4088, General Index of Financial Information (GIFI) and T4012, T2 Corporation Income Tax Guide.
- Complete this schedule and include it with your T2 return along with the other GIFI schedules.

Port 1. Information on the accountant who prepared or reported on the financial extrements	
Part 1 – Information on the accountant who prepared or reported on the financial statements	
	No
Is the accountant connected* with the corporation?	√o X
Note If the accountant does not have a professional designation or is connected to the corporation, you do not have to complete Parts 2 and 3 of this schedule. However, you do have to complete Part 4, as applicable.	
* A person connected with a corporation can be: (i) a shareholder of the corporation who owns more than 10% of the common shares; (ii) a director, an officer, or an employee of the corporation; or (iii) a person not dealing at arm's length with the corporation.	
┌ Part 2 – Type of involvement with the financial statements	
Choose the option that represents the highest level of involvement of the accountant:	198
Completed an auditor's report	1 X
Completed a review engagement report	2
Conducted a compilation engagement	3
Part 3 – Reservations	
If you selected option 1 or 2 under Type of involvement with the financial statements above, answer the following question:	
Has the accountant expressed a reservation?	√o X
Part 4 – Other information	No X
	110
Part 4 – Other information If you have a professional designation and are not the accountant associated with the financial statements in Part 1 above, choose one of the	
Part 4 – Other information If you have a professional designation and are not the accountant associated with the financial statements in Part 1 above, choose one of the following options: Prepared the tax return (financial statements prepared by client)	110
Part 4 – Other information If you have a professional designation and are not the accountant associated with the financial statements in Part 1 above, choose one of the following options: Prepared the tax return (financial statements prepared by client) Prepared the tax return and the financial information contained therein (financial statements have not been prepared)	110 1 X
Part 4 – Other information If you have a professional designation and are not the accountant associated with the financial statements in Part 1 above, choose one of the following options: Prepared the tax return (financial statements prepared by client) Prepared the tax return and the financial information contained therein (financial statements have not been prepared)	110 1 X 2
Part 4 – Other information If you have a professional designation and are not the accountant associated with the financial statements in Part 1 above, choose one of the following options: Prepared the tax return (financial statements prepared by client) Prepared the tax return and the financial information contained therein (financial statements have not been prepared) Were notes to the financial statements prepared? If yes, complete lines 104 to 107 below:	110 1 X 2
Part 4 – Other information If you have a professional designation and are not the accountant associated with the financial statements in Part 1 above, choose one of the following options: Prepared the tax return (financial statements prepared by client) Prepared the tax return and the financial information contained therein (financial statements have not been prepared) Were notes to the financial statements prepared? If yes, complete lines 104 to 107 below: Are subsequent events mentioned in the notes? 104 Yes	110 1 X 2
Part 4 – Other information If you have a professional designation and are not the accountant associated with the financial statements in Part 1 above, choose one of the following options: Prepared the tax return (financial statements prepared by client) Prepared the tax return and the financial information contained therein (financial statements have not been prepared) Were notes to the financial statements prepared? If yes, complete lines 104 to 107 below: Are subsequent events mentioned in the notes? Is re-evaluation of asset information mentioned in the notes? Total vesting a statement of the financial statement of the notes? Prepared the tax return and the financial information contained therein (financial statements have not been prepared) Total vesting a statement of the financial statement of the financ	110 1 X 2
Part 4 – Other information If you have a professional designation and are not the accountant associated with the financial statements in Part 1 above, choose one of the following options: Prepared the tax return (financial statements prepared by client) Prepared the tax return and the financial information contained therein (financial statements have not been prepared) Were notes to the financial statements prepared? If yes, complete lines 104 to 107 below: Are subsequent events mentioned in the notes? Is re-evaluation of asset information mentioned in the notes? Is contingent liability information mentioned in the notes?	110 1 X 2



Part 4 – Other information (continued)				
Impairment and fair value changes				
In any of the following assets, was an amount recognized in net incomresult of an impairment loss in the tax year, a reversal of an impairmer change in fair value during the tax year?		tax year, or a	. 200 Yes	No X
If yes , enter the amount recognized:	In net income Increase (decrease)	In OCI Increase (decrease)		
Property, plant, and equipment		211	_	
Intangible assets		216	_	
Investment property				
Biological assets				
Financial instruments 230		231	=	
Other 235		236	_	
Financial instruments				
Did the corporation derecognize any financial instrument(s) during the	tax year (other than trade recei	vables)?	. 250 Yes	No X
Did the corporation apply hedge accounting during the tax year?			. 255 Yes	No X
Did the corporation discontinue hedge accounting during the tax year?	?		. 260 Yes	No X
Adjustments to opening equity				
Was an amount included in the opening balance of retained earnings recognize a change in accounting policy, or to adopt a new accounting			265 Yes	No X
If yes, you have to maintain a separate reconciliation.				

SCHEDULE 100

GENERAL INDEX OF FINANCIAL INFORMATION – GIFI

Form identifie	r 100	NERAL INDEX OF FINA	INCIAL INFORMAT	ION - GIFI	
Name of corp				Business Number	Tax year-end Year Month Day
InnPower	Corporation			89242 2817 RC0001	2018-12-31
Assets – I	ines 1000 to 2599				
1000	213,000	1060	5,159,000	1120	662,000
1480	4,531,000	1484	382,000	1599	10,947,000
1600	2,065,089	1601	394,000	1602	-66,000
1680	12,704,911	1681	-975,000	1740	58,803,000
1741	-7,288,000	1774	952,000	1775	-745,000
1785	5,230,000	1786	-2,126,000	1900	1,267,000
2008	81,416,000	2009	-11,200,000	2420	4,411,000
2589	4,411,000	2599	85,574,000		
Liabilities	- lines 2600 to 3499				
2620	7,250,000	2680	177,000	2700	1,176,000
2960	39,000	3139	8,642,000	3140	35,135,000
3240	742,000	3320	18,545,000	3450	54,422,000
3499	63,064,000				
Sharehold	ler equity – lines 3500 to 36	640			
3500	10,852,000	3541	1,600,000	3580	26,000
3600	10,032,000	3620	22,510,000	3640	85,574,000
Retained e	earnings – lines 3660 to 384	<u> </u>			
3660	7,612,000	3680	2,420,000	3849	10,032,000

PREPARED SOLELY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIEW FROM INFORMATION PROVIDED BY THE TAXPAYER.

SCHEDULE 125

GENERAL INDEX OF FINANCIAL INFORMATION – GIFI

Form identifier 125					
Name of corporation	n			Business Number	Tax year-end Year Month Day
InnPower Corpo	oration			89242 2817 RC0001	2018-12-31
Description −					
Sequence number					
Revenue – line	es 8000 to 8299				
8000	41,722,000	8089	41,722,000	8090	16,000
8210	-11,000	8230	1,434,000	8299	43,161,000
Cost of sales -	- lines 8300 to 8519				
8320	31,777,000	8518	31,777,000	8519	9,945,000
Operating exp	enses – lines 8520 to 9	369			
8523	20,029	8670	2,503,000	8740	1,293,000
9284	5,890,971	9367	9,707,000	9368	41,484,000
9369	1,677,000				
Extraordinary	items and taxes – lines	s 9970 to 9999			
9970	1,677,000	9985	-1,482,000	9990	226,000
9995	513,000	9999	2,420,000		

PREPARED SOLELY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIEW FROM INFORMATION PROVIDED BY THE TAXPAYER.

*

Canada Revenue Agency Agence du revenu du Canada

Net Income (Loss) for Income Tax Purposes

Schedule 1

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31

- 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. For more information, see the T2 Corporation—Income Tax Guide.
- All legislative references are to the Income Tax Act.

Net income (loss) after taxes and extraordinary items from line 9999 of Schedule 125	
Add:	
Provision for income taxes – current	26,000
Provision for income taxes – deferred	13,000
Interest and penalties on taxes	35
Amortization of tangible assets 2,50	03,000
Loss on disposal of assets	11,000
Charitable donations and gifts from Schedule 2 112	11,070
Non-deductible meals and entertainment expenses	10,015
Reserves from financial statements – balance at the end of the year 126	78,083
Subtotal of additions 3,45	52,203 > 3,452,203

Other additions:

Miscellaneous other additions:

	1	2			
	Description	Amount			
	605	295			
1	Inducement under 12(1)(x) ITA	1,368,457			
2	Amortization expensed in distribution expenses	89,889			
3	Customer Deposits - paragraph 20(1)(a)	491,482			
	Total of column 2	1,949,828	296	1,949,828	
		Subtotal of other addition	ns 199	1,949,828	1,949,828
		Total addition	ns 500	5,402,031	5,402,031 B
Amo	nt A plus amount B				7,822,031_ C

Deduct:

Capital cost allowance from Schedule 8	403	3,884,828	
Reserves from financial statements – balance at the beginning of the year	414	156,696	
	Subtotal of deductions _	4,041,524	4,041,524

Other deductions:

Miscellaneous other deductions:

1 Description 705		2 Amount 395
1 13(7.4) electon re contributed capital		1,359,844
2 Customer Deposits - paragraph 20(1)(m)		491,482
3 Amortization of deferred contribution		446,161
4 2018 tax movement in reg. account		513,000
5 Co-op credits applied against wages		21,449
6 Gov't asistance adding back for SR&ED		4,839
7 SR&ED expenditures capitalized for accounting		80,619
	Total of column 2	2,917,394

396 2,917,394

Subtotal of other deductions 4992,917,394 \	2,917,394
Total deductions 510 6,958,918 ►	6,958,918 D
Net income (loss) for income tax purposes (amount C minus amount D)	863,113 E
Enter amount E on line 300 of the T2 return.	

T2 SCH 1 E (17)

Inducement

This form is used to calculate inducements that a corporation must add to its income under paragraph 12(1)(x) ITA. If an amount reduces the capital cost of a property, this amount will be indicated in Part "Tax credits whose amount should reduce the capital cost of property."

If you want to transfer an amount to Schedule 1 and include it in the corporation's income for tax purposes, select the corresponding check box in column A. You can also select the option **Select this check box to add all the amounts to income calculated in Schedule 1** to transfer all the amounts to Schedule 1. In either case, the column A check box will be selected for that amount and it will therefore be updated to Schedule 1.

Tax credits whose amount should be added to income

Onta	rio	
A	Portion of the Ontario research and development tax credit that relates to the prescribed proxy amount (PPA) and portion of the Ontario investment tax credit that relates to contributions made to SR&ED farming organizations	
X	Ontario co-operative education tax credit	8,613
	Ontario apprenticeship training tax credit	
	Ontario computer animation and special effects tax credit*	
	Ontario film and television tax credit* * Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1).	
	Ontario production services tax credit* * Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1).	
	Ontario interactive digital media tax credit* * Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1).	
	Ontario sound recording tax credit* * Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1).	
	Ontario book publishing tax credit	
	Portion of the Ontario innovation tax credit that relates to the prescribed proxy amount (PPA) and portion of the Ontario investment tax credit that relates to contributions made to SR&ED farming organizations	
	Ontario business-research institute tax credit	
	Ontario community food program donation tax credit for farmers	
Α	er amounts	
X		
Cor	tributed capital for fixed assets	1,359,844 1,359,844
	Total	1,359,844

Tax credits whose amount should reduce the capital cost of property

Schedule 2

Charitable Donations and Gifts

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31

- For use by corporations to claim any of the following:
 - the eligible amount of charitable donations to qualified donees
 - the Ontario, Nova Scotia, and British Columbia food donation tax credits for farmers
 - the eligible amount of gifts of certified cultural property
 - the eligible amount of gifts of certified ecologically sensitive land or
 - the additional deduction for gifts of medicine made before March 22, 2017
- All legislative references are to the federal Income Tax Act, unless stated otherwise.
- The eligible amount of a gift is the amount by which the fair market value of the gifted property exceeds the amount of an advantage, if any, for the gift.
- The donations and gifts can be carried forward for 5 years except for gifts of certified ecologically sensitive land made after February 10, 2014, which can be carried forward for 10 years. Provincial food donation tax credits must be applied in the current tax year.
- Use this schedule to show a transfer of unused amounts from previous years following an amalgamation or the wind-up of a subsidiary as described under subsections 87(1) and 88(1).
- Subsection 110.1(1.2) provides as follows:
 - Where a particular corporation has undergone an acquisition of control, for tax years that end on or after the acquisition of control, no corporation can claim a deduction for a gift made by the particular corporation to a qualified donee before the acquisition of control.
 - If a particular corporation makes a gift to a qualified donee pursuant to an arrangement under which both the gift and the acquisition of control is
 expected, no corporation can claim a deduction for the gift unless the person acquiring control of the particular corporation is the qualified donee.
- An eligible medical gift made before March 22, 2017, to a qualifying organization for activities outside of Canada may be eligible for an additional deduction. Calculate the additional deduction in Part 5.
- File one completed copy of this schedule with your T2 Corporation Income Tax Return.
- For more information, see the T2 Corporation Income Tax Guide.

Part 1 – Charitable donations		
Charity/Recipient	A	mount (\$100 or more only)
Innisfil Soccer Club	_	150
Innisfil YMCA	_	250
_ United Way	_	10,000
Innisfil Community Church	_	370
Youth Haven	_	300
	Subtotal	11,070
	Add:Total donations of less than \$100 each	
	Total donations in current tax year	11,070



− Part 1 − Charitable donations −−−−−				
	Federal		Québec	Alberta
Charitable donations at the end of the previous tax year		Α		
Charitable donations expired after 5 tax years*				
Charitable donations transferred on an amalgamation or the wind-up of a subsidiary				
Total charitable donations made in the current year	11,070	_	11,070	11,070
Subtotal (line 250 plus line 210)	11,070	В	11,070	11,070
Subtotal (line 240 plus amount B)	11,070	С	11,070	11,070
Adjustment for an acquisition of control				
Total charitable donations available (amount C minus line 255)	11,070	D	11,070	11,070
Amount applied in the current year against taxable income (cannot be more than amount L in Part 2)	11,070		11,070	11,070
(enter this amount on line 311 of the T2 return)				
Charitable donations closing balance (amount D minus line 260)				
The amount of qualifying donations for the Ontario community food program donation tax credit for farmers included in the amount on line 260 (for donations made after December 31, 2013)				
Ontario community food program donation tax credit for farmers (amount on line 262 multiplied by 25 %)		1		
Enter amount 1 on line 420 of Schedule 5, Tax Calculation Supplementary – Corporation is less: the Ontario income tax otherwise payable or amount 1. For more information, so				nichever
The amount of qualifying donations for the Nova Scotia food bank tax credit for farmers included in the amount on line 260 (for donations made after December 31, 2015)				
Nova Scotia food bank tax credit for farmers (amount on line 263 multiplied by 25 %)		2		
Enter amount 2 on line 570 of Schedule 5, Tax Calculation Supplementary – Corporation is less: the Nova Scotia income tax otherwise payable or amount 2. For more information				nichever
The amount of qualifying gifts for the British Columbia farmers' food donation tax credit included in the amount on line 260 (for donations made after February 16, 2016 and before January 1, 2020)				
British Columbia farmers' food donation tax credit (amount on line 265 multiplied by 25 %)		3		
Enter amount 3 on line 683 of Schedule 5, Tax Calculation Supplementary – Corporation is less: the British Columbia income tax otherwise payable or amount 3. For more information of the control of the	ons. The maximum you mation, see section 20	ı can cla .1 of the	aim in the current year is when British Columbia Income	nichever Fax Act.
* For federal and Alberta tax purposes, donations and gifts expire after five tax years. F	For Québec tax purpos	es, don	ations and gifts made in a ta	ax year

For federal and Alberta tax purposes, donations and gifts expire after five tax years. For Quebec tax purposes, donations and gifts made in a tax year that ended before March 24, 2006, expire after five tax years; otherwise, donations and gifts expire after twenty tax years.

Year of origin:			Federal	Québec	Alberta
1 st prior year		2017-12-31			
2 nd prior year		2016-12-31			
3 rd prior year		2015-12-31			
4 th prior year		2014-12-31			
5 th prior year		2013-12-31			
6 th prior year*		2012-12-31			
7 th prior year		2011-12-31			
8 th prior year		2010-12-31			
9 th prior year		2009-12-31			
10 th prior year		2008-12-31			
11 th prior year		2007-12-31			
12 th prior year		2006-12-31			
13 th prior year		2005-12-31			
14 th prior year		2004-12-31			
15 th prior year		2003-12-31			
16 th prior year		2002-12-31			
17 th prior year		2001-12-31_			
18 th prior year					
19 th prior year					
20 th prior year		· ·			
21 st prior year*					
Total (to line A)			·		
donations and	d Alberta tax purposes, donations and gifts i gifts made in a tax year that ended before N or year expire automatically in the current tax	farch 24, 2006, that are	r year expire automatically e included on line 6 th prior y	in the current tax year. For Québec /ear and donations and gifts that ar	e tax purposes, e included
– Part 2 – Ma	ximum allowable deduction for	r charitable dona	ntions ————		
Net income for ta	ax purposes* multiplied by 75 %.				647,335 E
Taxable capital	gains arising in respect of gifts of capital pro	perty included in Part 1		5	047,333_E
under subsection The amount of	gain in respect of a disposition of a non-qualint 40(1.01)			7	
Proceeds of dis	sposition, less	F			
Capital cost**		 G			
· ·					
	, whichever is less	 -			
Amount on line 2	230 or 235, whichever is less			H	
		Subtotal (add lir	ne 225, 227, and amount H	·	
				mount I multiplied by 25 %	(47.005
Maximarina		(antonoma: at D free		otal (amount E plus amount J)	647,335 k
purposes, which	rable deduction for charitable donations ever is less)	`		come for tax ······	11,070 L
* For credit un	ons, subsection 137(2) states that this amo	unt is before the deduc	tion of payments pursuant	to allocations in proportion	

This amount must be prorated by the following calculation: eligible amount of the gift divided by the proceeds of disposition of the gift.

to borrowing and bonus interest.

 Part 3 – Gifts of certified cultural property 			
	Federal	Québec	Alberta
Gifts of certified cultural property at the end of the previous tax year		M	
Gifts of certified cultural property expired after 5 tax years* 439			
Gifts of certified cultural property at the beginning			
of the current tax year (amount M minus line 439)			
Gifts of certified cultural property transferred on an amalgamation			
or the wind-up of a subsidiary			
Total gifts of certified cultural property in the current year			
(include this amount on line 112 of Schedule 1)			
Subtotal (line 450 plus line 410)		N	
Subtotal (line 440 plus amount N)		0	
Adjustment for an acquisition of control			
Amount applied in the current year against taxable income			
(enter this amount on line 313 of the T2 return)			
Subtotal (line 455 plus line 460)		P	
Gifts of certified cultural property closing balance (amount O minus amount P)			
* For federal and Alberta tax purposes, donations and gifts expire after five tax years. For ended before March 24, 2006, expire after five tax years; otherwise, donations and gift			n a tax year that

┌ Amount c	arried forward – Gifts of certified cultural property			
Year of origin:		Federal	Québec	Alberta
1 st prior year				
2 nd prior year				
3 rd prior year				
4 th prior year	2014-12-31			
5 th prior year				
6 th prior year*				
7 th prior year				
8 th prior year	2010-12-31			
9 th prior year	2009-12-31			
10 th prior year				
11 th prior year	2007-12-31			
12 th prior year	2006-12-31			
13 th prior year	2005-12-31			
14 th prior year	2004-12-31			
15 th prior year	2003-12-31			
16 th prior year				
17 th prior year	2001-12-31			
18 th prior year				
19 th prior year				
20 th prior year				
21 st prior year*				
Total				

^{*} For federal and Alberta tax purposes, donations and gifts included on line 6th prior year expire automatically in the current tax year. For Québec tax purposes, donations and gifts made in a tax year that ended before March 24, 2006, that are included on line 6th prior year and donations and gifts that are included on line 21st prior year expire automatically in the current tax year.

Part 4 – Gifts of certified ecologically sensitive land			
• ,	Federal	Québec	Alberta
Gifts of certified ecologically sensitive land at the end of the previous tax year Gifts of certified ecologically sensitive land expired after tax years, or after 10 tax years for gifts made after February 10, 2014* Gifts of certified ecologically sensitive land at the beginning of the current tax year (amount Q minus line 539)			
f the current tax year (amount Q minus line 539)			
Gifts of certified ecologically sensitive land transferred on an amalgamation or the wind-up of a subsidiary	_		-
Total current-year gifts of certified ecologically sensitive land 520			
include this amount on line 112 of Schedule 1)			
Subtotal (line 550 plus line 520)	F		-
Subtotal (line 540 plus amount R)			
Adjustment for an acquisition of control Amount applied in the current year against taxable income enter this amount on line 314 of the T2 return) 555 560			
Subtotal (line 555 plus line 560)	т		
Bifts of certified ecologically sensitive land closing balance amount S minus amount T)			
For federal and Alberta tax purposes, donations and gifts made before February 11, 2 expire after ten tax years. For Québec tax purposes, donations and gifts made during			

otherwise, donation and gifts expire after twenty tax years.

Amounts carried forward – Gifts of certified ecologically sensitive land Amount of carried forward gifts made on or after February 11, 2014, in the tax year including this date Federal Québec Alberta Year of origin: 1st prior year 2017-12-31 2nd prior year 2016-12-31 2015-12-31 3rd prior year 4th prior year 2014-12-31 5th prior year 2013-12-31 6th prior year* 2012-12-31 7th prior year 2011-12-31 2010-12-31 8th prior year 9th prior year 2009-12-31 2008-12-31 10th prior year 11th prior year* 2007-12-31 12th prior year 2006-12-31 13th prior year 2005-12-31 2004-12-31 14th prior year 15th prior year 2003-12-31 16th prior year 2002-12-31 17th prior year 2001-12-31 18th prior year 19th prior year 20th prior year 21st prior year* **Total**

The field "Amount of carried forward gifts made on or after February 11, 2014, in the tax year including this date" is used to distinguish the portion of the gifts made in the tax year straddling February 11, 2014, that expires after ten tax years, from the portion that expires in the current tax year.

For Québec tax purposes, donations and gifts made during a tax year that ended before March 24, 2006, that are included on line 6th prior year and gifts that are included on line 21st prior year expire automatically in the current tax year.



For federal and Alberta tax purposes, donations and gifts made before February 11, 2014, that are included on line 6th prior year and gifts that are included on line 11th prior year expire automatically in the current year.

$_{ extstyle e$	r gifts of medicine ———			
		Federal	Québec	Alberta
Additional deduction for gifts of medicine at the			_ U	
Additional deduction for gifts of medicine expir				
Additional deduction for gifts of medicine at the current tax year (amount U minus line 639)	e beginning of the			
current tax year (amount o minus line 639)				
Additional deduction for gifts of medicine mad transferred on an amalgamation or the wind-u				
Additional deduction for gifts of medicine mad	e before March 22, 2017:			
Proceeds of disposition				
Cost of gifts of medicine made before March	22, 2017 601			
	Subtotal (line 602 minus line 601)		_ V	
Amount V multiplied by 50 %.			_W	
Eligible amount of gifts				
	Additional			
	deduction for gifts of medicine made			
Federal	before March 22,			
a x (_b	= 2017		_	
\ c	Additional			
	deduction for gifts			
Québec	of medicine made before March 22,			
a x / _b				
\ c	Additional			
	Additional deduction for gifts			
Alberta	of medicine made			
x / b	before March 22, = 2017			
a ^				
where:	,			
a is the lesser of line 601 and amount W				
b is the eligible amount of gifts (line 600)				
c is the proceeds of disposition (line 602)				
	Subtotal (line 650 plus line 610)		Υ	
	Subtotal (line 640 plus amount X)			
	Subtotal (line 040 plus amount X)		_ '	
Adjustment for an acquisition of control	655			
Amount applied in the current year against tax				
(enter this amount on line 315 of the T2 return				
	Subtotal (line 655 plus line 660)		Z	
Additional deduction for gifts of medicine closi (amount Y minus amount Z)	ng balance			
* For foderal and Alberta tov numeros denot				in a taxy on a with a t

^{*} For federal and Alberta tax purposes, donations and gifts expire after five tax years. For Québec tax purposes, donations and gifts made in a tax year that ended before March 19, 2007, expire after five tax years; otherwise, donations and gifts expire after twenty tax years.

** prior year	Year of origin:		Federal	Québec	Alberta
2016-12-31 ** prior year 2015-12-31 ** prior year 2014-12-31 ** prior year 2014-12-31 ** prior year 2013-12-31 ** prior year 2013-12-31 ** prior year 2011-12-31 ** prior year 2008-12-31 ** prior year 3008-12-31 ** prior y	1 st prior year	<u>2017</u> -12-31			
Prior year 2014-12-31 Prior year 2013-12-31 Prior year 2013-12-31 Prior year 2011-12-31 Prior year 2011-12-31 Prior year 2011-12-31 Prior year 2011-12-31 Prior year 2009-12-31 Prior year 2009-12-31 Prior year 2009-12-31 Prior year 2008-12-31 Prior year 2008-12-31 Prior year 2006-12-31 Prior year 2006-12-31 Prior year 2006-12-31 Prior year 2006-12-31 Prior year 2008-12-31 Prior year 200	2 nd prior year				
2013-12-31 ** prior year* 2012-12-31 ** prior year* 2011-12-31 ** prior year 2011-12-31 ** prior year 2010-12-31 ** prior year 2010-12-31 ** prior year 2009-12-31 ** prior year 2009-12-31 ** prior year 2009-12-31 ** prior year 2009-12-31 ** prior year 2006-12-31 ** prior year 2006-12-31 ** prior year 2006-12-31 ** prior year 2006-12-31 ** prior year 2008-12-31 ** prior year 3008-12-31 ** prior	3 rd prior year				
# prior year * 2012-12-31 *	4 th prior year				
# prior year 2011-12-31 # prior year 2010-12-31 # prior year 2008-12-31 Of prior year 2008-12-31 11* prior year 2008-12-31 21* prior year 2005-12-31 4* prior year 2005-12-31 4* prior year 2005-12-31 4* prior year 2004-12-31 5* prior year 2004-12-31 5* prior year 2003-12-31 5* prior year 2003-12-31 6* prior year 2003-12-31	5 th prior year				
Prior year 2010-12-31 Prior year 2009-12-31 Prior year 2009-12-31 Prior year 2008-12-31 Prior year Prior year 2009-12-31 Prior year ar year year year year year yea	6 th prior year*				
Deduct: Adjustment for an acquisition of control	7 th prior year	<u>2011-12-31</u>			
1º prior year 2008-12-31 1º prior year 2007-12-31 2º prior year 2006-12-31 3º prior year 2005-12-31 4º prior year 2005-12-31 4º prior year 2005-12-31 4º prior year 2004-12-31 5º prior year 2004-12-31 5º prior year 2003-12-31 6º prior year 2002-12-31 7º prior year 2002-12-31 1º prior year 2002-12	8 th prior year	<u>2010-12-31</u>			
1th prior year 2007-12-31	9 th prior year	<u>2009-12-31</u>			
2º prior year 2006-12-31 3º prior year 2005-12-31 4º prior year 2004-12-31 5º prior year 2004-12-31 6º prior year 2003-12-31 6º prior year 2002-12-31 7º prior year 2001-12-31 8º prior year 2001-12	10 th prior year				
2005-12-31	11 th prior year				
4th prior year 2004-12-31 5th prior year 2003-12-31 6th prior year 2003-12-31 6th prior year 2002-12-31 7th prior year 2001-12-31 8th prior year 200	12 th prior year				
15th prior year 2003-12-31 16th prior year 2002-12-31 17th prior year 2001-12-31 18th prior year 2001-	13 th prior year				
15th sof musical instruments at the end of the previous tax year 20debec - Gifts of musical instruments 2ifts of musical instruments at the beginning of the tax year 2ifts of musical instruments at the beginning of the tax year 2ifts of musical instruments transferred on an amalgamation or the wind-up of a subsidiary Total current-year gifts of musical instruments Subtotal (line D plus line E) 2idustine D plus line E)	14 th prior year	<u>2004-12-31</u>			
This prior year 2001-12-31	15 th prior year	<u>2003-12-31</u>			
8th prior year 9th prior year 20th prior year 20th prior year* Total For federal and Alberta tax purposes, donations and gifts included on line 6th prior year expire automatically in the current tax year. For Québec tax purposes, donations and gifts made in a tax year that ended before March 19, 2007, that are included on line 6th prior year and donations and gifts that are included on line 21st prior year expire automatically in the current tax year. Québec - Gifts of musical instruments Gifts of musical instruments at the end of the previous tax year Deduct: Gifts of musical instruments expired after twenty tax years Gifts of musical instruments at the beginning of the tax year Add: Gifts of musical instruments transferred on an amalgamation or the wind-up of a subsidiary Total current-year gifts of musical instruments Subtotal (line D plus line E)	16 th prior year				
19th prior year 10th prior year expire automatically in the current tax year. For Québec tax purposes, donations and gifts made in a tax year that ended before March 19, 2007, that are included on line 6th prior year and donations and gifts that are included on line 21st prior year expire automatically in the current tax year. Québec — Gifts of musical instruments 30th soft musical instruments at the end of the previous tax year 30th previous tax year 30th prior year expire automatical instruments expired after twenty tax years 30th soft musical instruments at the beginning of the tax year 30th prior year expire automatically in the current tax year and donations and gifts that are included on line 6th prior year and donations and gifts that are included on line 21st prior year expire automatically in the current tax year. Québec — Gifts of musical instruments at the end of the previous tax year 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year.	17 th prior year	<u>2001-12-31</u>			
20th prior year 21st prior year* For federal and Alberta tax purposes, donations and gifts included on line 6th prior year expire automatically in the current tax year. For Québec tax purposes, donations and gifts made in a tax year that ended before March 19, 2007, that are included on line 6th prior year and donations and gifts that are included on line 21st prior year expire automatically in the current tax year. Québec — Gifts of musical instruments Gifts of musical instruments at the end of the previous tax year Deduct: Gifts of musical instruments expired after twenty tax years Gifts of musical instruments at the beginning of the tax year Add: Gifts of musical instruments transferred on an amalgamation or the wind-up of a subsidiary Total current-year gifts of musical instruments Subtotal (line D plus line E)	18 th prior year				
Por federal and Alberta tax purposes, donations and gifts included on line 6th prior year expire automatically in the current tax year. For Québec tax purposes, donations and gifts made in a tax year that ended before March 19, 2007, that are included on line 6th prior year and donations and gifts that are included on line 21st prior year expire automatically in the current tax year. Québec — Gifts of musical instruments Sifts of musical instruments at the end of the previous tax year Deduct: Gifts of musical instruments expired after twenty tax years Sifts of musical instruments at the beginning of the tax year Add: Gifts of musical instruments transferred on an amalgamation or the wind-up of a subsidiary Total current-year gifts of musical instruments Subtotal (line D plus line E)	19 th prior year				
For federal and Alberta tax purposes, donations and gifts included on line 6th prior year expire automatically in the current tax year. For Québec tax purposes, donations and gifts made in a tax year that ended before March 19, 2007, that are included on line 6th prior year and donations and gifts that are included on line 21st prior year expire automatically in the current tax year. Québec — Gifts of musical instruments Gifts of musical instruments at the end of the previous tax year Deduct: Gifts of musical instruments expired after twenty tax years Gifts of musical instruments at the beginning of the tax year Add: Gifts of musical instruments transferred on an amalgamation or the wind-up of a subsidiary Total current-year gifts of musical instruments Subtotal (line D plus line E)	20 th prior year				
For federal and Alberta tax purposes, donations and gifts included on line 6th prior year expire automatically in the current tax year. For Québec tax purposes, donations and gifts made in a tax year that ended before March 19, 2007, that are included on line 6th prior year and donations and gifts that are included on line 21st prior year expire automatically in the current tax year. Québec — Gifts of musical instruments Gifts of musical instruments at the end of the previous tax year Deduct: Gifts of musical instruments expired after twenty tax years Gifts of musical instruments at the beginning of the tax year Add: Gifts of musical instruments transferred on an amalgamation or the wind-up of a subsidiary Total current-year gifts of musical instruments Subtotal (line D plus line E)	21 st prior year*				
donations and gifts made in a tax year that ended before March 19, 2007, that are included on line 6th prior year and donations and gifts that are included on line 21st prior year expire automatically in the current tax year. Québec — Gifts of musical instruments Gifts of musical instruments at the end of the previous tax year Deduct: Gifts of musical instruments expired after twenty tax years Gifts of musical instruments at the beginning of the tax year Add: Gifts of musical instruments transferred on an amalgamation or the wind-up of a subsidiary Total current-year gifts of musical instruments Subtotal (line D plus line E)	Total				
Deduct: Gifts of musical instruments expired after twenty tax years Gifts of musical instruments at the beginning of the tax year Add: Gifts of musical instruments transferred on an amalgamation or the wind-up of a subsidiary Total current-year gifts of musical instruments Subtotal (line D plus line E) Deduct: Adjustment for an acquisition of control	donations and line 21 st prior	gifts made in a tax year that ended before March 19, 2007, that an year expire automatically in the current tax year.	or year expire automatically e included on line <i>6th prior</i> y	in the current tax year. For Québec ta vear and donations and gifts that are i	ncluded on
Gifts of musical instruments at the beginning of the tax year Add: Gifts of musical instruments transferred on an amalgamation or the wind-up of a subsidiary Total current-year gifts of musical instruments Subtotal (line D plus line E) Deduct: Adjustment for an acquisition of control	Gifts of musical	instruments at the end of the previous tax year			
Add: Gifts of musical instruments transferred on an amalgamation or the wind-up of a subsidiary Total current-year gifts of musical instruments Subtotal (line D plus line E) Deduct: Adjustment for an acquisition of control	Deduct: Gifts o	musical instruments expired after twenty tax years			
Gifts of musical instruments transferred on an amalgamation or the wind-up of a subsidiary Total current-year gifts of musical instruments Subtotal (line D plus line E) Deduct: Adjustment for an acquisition of control	Gifts of musical	instruments at the beginning of the tax year		<u> </u>	
Total current-year gifts of musical instruments Subtotal (line D plus line E) Deduct: Adjustment for an acquisition of control	Add:				
Subtotal (line D plus line E)	Gifts of musica	l instruments transferred on an amalgamation or the wind-up of a s	subsidiary	<u> </u>	
Deduct: Adjustment for an acquisition of control	Total current-y	ear gifts of musical instruments			
•				Subtotal (line D plus line E)	
•	Deduct: Adjust	nent for an acquisition of control			
	•	•			

Gifts of musical instruments closing balance

Deduct: Amount applied against taxable income (enter this amount on line 255 of form CO-17)

Year of origin:	Québec
1 st prior year	 12-31_
2 nd prior year	 12-31_
3 rd prior year	 12-31_
4 th prior year	 <u> </u>
5 th prior year	 <u> </u>
6 th prior year*	 12-31_
7 th prior year	 <u> </u>
8 th prior year	 12-31_
9 th prior year	 12-31_
10 th prior year	
11 th prior year	 12-31_
12 th prior year	 12-31_
13 th prior year	 12-31_
14 th prior year	 12-31_
15 th prior year	 12-31_
16 th prior year	 12-31_
17 th prior year	
18 th prior year	
19 th prior year	
20 th prior year	
21 st prior year*	
Total	

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Schedule 4

Corporation Loss Continuity and Application

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31

- Use this form to determine the continuity and use of available losses; to determine a current-year non-capital loss, farm loss, restricted farm loss, or limited
 partnership loss; to determine the amount of restricted farm loss and limited partnership loss that can be applied in a year; and to ask for a loss carryback to
 previous years.
- A corporation can choose whether or not to deduct an available loss from income in a tax year. The corporation can deduct losses in any order. However, for
 each type of loss, deduct the oldest loss first.
- According to subsection 111(4) of the Income Tax Act, when control has been acquired, no amount of capital loss incurred for a tax year ending before
 that time is deductible in computing taxable income in a tax year ending after that time. Also, no amount of capital loss incurred in a tax year ending after
 that time is deductible in computing taxable income of a tax year ending before that time.
- When control has been acquired, subsection 111(5) provides for similar treatment of non-capital and farm losses, except as listed in paragraphs 111(5)(a) and (b).
- For information on these losses, see the T2 Corporation Income Tax Guide.
- File one completed copy of this schedule with the T2 return, or send the schedule by itself to the tax centre where the return is filed.
- All legislative references are to the Income Tax Act.

– Part 1 – Non-capital losses – – – – – – – – – – – – – – – – – – –	
Determination of current-year non-capital loss	
Net income (loss) for income tax purposes	863,113_A
Deduct: (increase a loss)	
Net capital losses deducted in the year (enter as a positive amount) a	
Taxable dividends deductible under section 112 or subsections 113(1) or 138(6) b	
Amount of Part VI.1 tax deductible under paragraph 110(1)(k) c	
Amount deductible as prospector's and grubstaker's shares – Paragraph 110(1)(d.2)	
Subtotal (total of amounts a to d)	B
Subtotal (amount A minus amount B; if positive, enter '	'0") C
Deduct: (increase a loss)	
Section 110.5 or subparagraph 115(1)(a)(vii) – Addition for foreign tax deductions	
Subtotal (amount C minus amount	D) E
Add: (decrease a loss) Current-year farm loss (the lesser of: the net loss from farming or fishing included in income and the non-capital loss before deducting the farm loss)	F
	<u> </u>
Current-year non-capital loss (amount E plus amount F; if positive, enter "0") If amount G is negative, enter it on line 110 as a positive.	G
Continuity of non-capital losses and request for a carryback	
Non-capital loss at the end of the previous tax year 833,827 e	
Deduct: Non-capital loss expired (note 1) 100	
Non-capital losses at the beginning of the tax year (amount e minus amount f)	833,827_ н
Add:	
Non-capital losses transferred on an amalgamation or on the wind-up of a subsidiary (note 2) corporation	
Current-year non-capital loss (from amount G) h	
Subtotal (amount g plus amount h)	1
Subtotal (amount H plus amoun	t I) 833,827_ J
Note 1: A non-capital loss expires as follows:	

- after 10 tax years if it arose in a tax year ending after March 22, 2004, and before 2006; and
- after 20 tax years if it arose in a tax year ending after 2005.

An allowable business investment loss becomes a net capital loss after 10 tax years if it arose in a tax year ending after March 22, 2004.

Note 2: Subsidiary is defined in subsection 88(1) as a taxable Canadian corporation of which 90% or more of each class of issued shares are owned by its parent corporation and the remaining shares are owned by persons that deal at arm's length with the parent corporation.



Part 1 – Non-capital losses (continued)	
Deduct:	
Other adjustments (includes adjustments for an acquisition of control)	
Section 80 – Adjustments for forgiven amounts	
Subsection 111(10) – Adjustments for fuel tax rebate j.1	
Non-capital losses of previous tax years applied in the current tax year	
Current and previous year non-capital losses applied against current-year	
taxable dividends subject to Part IV tax (note 3) Subtotal (total of amounts i to I) 833,827	833,827 K
	K
Non-capital losses before any request for a carryback (amount J minus amount K)	L
Deduct – Request to carry back non-capital loss to:	
First previous tax year to reduce taxable income	
Second previous tax year to reduce taxable income n	
Third previous tax year to reduce taxable income	
First previous tax year to reduce taxable dividends subject to Part IV tax	
Second previous tax year to reduce taxable dividends subject to Part IV tax	
Total of requests to carry back non-capital losses to previous tax years (total of amounts m to r)	М
Closing balance of non-capital losses to be carried forward to future tax years (amount L minus amount M)	N
Note 3: Amount I is the total of lines 330 and 335 from Schedule 3. <i>Dividends Received, Taxable Dividends Paid, and Part IV Tax Cal</i>	
- Part 2 - Capital losses	
Continuity of capital losses and request for a carryback	
Capital losses at the end of the previous tax year a	
Capital losses transferred on an amalgamation or on the wind-up of a subsidiary corporation 205 b	
Subtotal (amount a plus amount b)	A
Deduct:	
Other adjustments (includes adjustments for an acquisition of control)	
Section 80 – Adjustments for forgiven amounts	_
Subtotal (amount c plus amount d)	В
Subtotal (amount A minus amount B)	C
Add: Current-year capital loss (from the calculation on Schedule 6, Summary of Dispositions of Capital Property) 210	D
Unused non-capital losses that expired in the tax year (note 4)	
Allowable business investment losses (ABILs) that expired as non-capital losses at the end of the	
previous tax year (note 5) f	
Enter amount e or f, whichever is less g	
ABILs expired as non-capital losses: line 215 multiplied by 2.000000	E
Subtotal (total of amounts C to E)	F
Note	
If there has been an amalgamation or a wind—up of a subsidiary, do a separate calculation of the ABIL expired as non-capital loss for each predecessor or subsidiary corporation. Add all these amounts and enter the total on line 220 above.	
Note 4: If the loss was incurred in a tax year ending after March 22, 2004, determine the amount of the loss from the 11th previous tax year the part of that loss that was not used in previous years and the current year on line e.	ear and enter
Note 5: If the ABILs were incurred in a tax year ending after March 22, 2004, enter the amount of the ABILs from the 11th previous tax amount on line f.	year. Enter the full

– Part 2 – Capi	ital losses (continued)				
Deduct: Capital los	sses from previous tax years applied against the cu	ırrent-year net capital gain (not	e 6)	225	G
	Capital lo	osses before any request for a	carryback (amount	F minus amount G)	H
Deduct - Request	t to carry back capital loss to (note 7):				
·		Capital gain (100%)		carried back 100%)	
First previous tax y	year		951	h	
Second previous t	taxyear		952	i	
Third previous tax	year		953	j	
		Subtotal (total of amoun	ts h to j)	>	1
	Closing balance of capital losses to be	carried forward to future tax y	ears (amount H mi	nus amount I) 280	J
	et the net capital losses required to reduce the taxa line 225 divided by 2 at line 332 of the T2 return.	ble capital gain included in the	net income (loss) f	or the current-year tax, enter the	amount
	ne 225, 951, 952, or 953, whichever applies, enter trepresents the 50% inclusion rate.	the actual amount of the loss.	When the loss is ar	oplied, divide this amount by 2. T	he he
– Part 3 – Farm	n losses				
Continuity of farm	n losses and request for a carryback				
Farm losses at the	end of the previous tax year		<u></u>	a	
Deduct: Farm loss	expired (note 8)		300	b	
	beginning of the tax year (amount a minus amour			<u> </u>	A
Add:					
	sferred on an amalgamation or on the wind-up of a	subsidiary corporation .	. 305	С	
	•		310	d	
•	,	Subtotal (amount c plus an	nount d)	<u> </u>	В
			Subtotal (amou	nt A plus amount B)	C
Deduct:				• ,	
Other adjustments	s (includes adjustments for an acquisition of contro	ol)		e	
Section 80 – Adjus	stments for forgiven amounts		340	f	
	evious tax years applied in the current tax year n line 334 of the T2 Return.		330	g	
	ous year farm losses applied against		225		
current-year taxat	ble dividends subject to Part IV tax (note 9) .	Cultural (total of an arms)	335	n	Б.
		Subtotal (total of amount	· —		
	Farmio	sses before any request for a	carryback (amount	C minus amount D)	E
Deduct - Request	t to carry back farm loss to:				
First previous tax y	year to reduce taxable income		921	i	
Second previous t	tax year to reduce taxable income		922	j	
Third previous tax	year to reduce taxable income		923	k	
First previous tax	year to reduce taxable dividends subject to Part IV	tax	931		
Second previous t	tax year to reduce taxable dividends subject to Par	t IV tax	932	m	
Third previous tax	year to reduce taxable dividends subject to Part IV	/ tax	933	n	
		Subtotal (total of amoun	tsiton)	<u> </u>	F
	Closing balance of farm losses to be	carried forward to future tax ye	ears (amount E mir	us amount F) 380	G
Note 8: A farm	m loss expires as follows:				
	ter 10 tax years if it arose in a tax year ending befo				
• af	ter 20 tax years if it arose in a tax year ending after	2005.			

Note 9: Amount h is the total of lines 340 and 345 from Schedule 3.

- Part 4 - Restricted farm le	osses ———				
Current-year restricted farm loss					
Total losses for the year from farming	g business			485	A
Minus the deductible farm loss:					
(amount A above	– \$2,500) d	livided by 2 =	a		
Amount a or \$ 15,000 (note	e 10), whichever is less	<u></u>	>	b	
				2,500 c	
		Subtotal (amou	ntb plus amount c)	2,500	2,500 B
		Current-ye	ar restricted farm loss (amou	nt A minus amount B)	C
Continuity of restricted farm loss	es and request for a carı	ryback			
Restricted farm losses at the end of t	he previous tax year		<u></u>	d	
Deduct: Restricted farm loss expired	d (note 11)		400	e	
Restricted farm losses at the beginni	ing of the tax year (amount	t d minus amount e)	402	<u> </u>	D
Add:					
Restricted farm losses transferred of	_	•	405	f	
of a subsidiary corporation Current-year restricted farm loss (fr	rom amount C)			I	
Enter amount g on line 233 of Sche	,			9	
		Subtotal (amou	int f plus amount g)	<u> </u>	E
			Subtotal (amo	ount D plus amount E)	F
Deduct:					
Restricted farm losses from previou	us tax years applied agains	st current farming income	430	h	
Enter amount h on line 333 of the T	⁻ 2 return.				
Section 80 – Adjustments for forgiv	en amounts			i	
Other adjustments				j	
		Subtotal (total	al of amounts h to j)	<u> </u>	G
	Restricted	farm losses before any re	equest for a carryback (amour	nt F minus amount G)	H
Deduct – Request to carry back re	estricted farm loss to:				
First previous tax year to reduce farr	ming income		941	k	
Second previous tax year to reduce	farming income		942		
Third previous tax year to reduce far				m	
		Subtotal (total	l of amounts k to m)	<u></u> -	I
Closing balan	nce of restricted farm losse	es to be carried forward to	future tax years (amount H n	ninus amount I) 480	J
Note					
The total losses for the year from a	all farming businesses are	calculated without includ	ing scientific research expens	ses.	
Note 10: For tax years that end	l before March 21, 2013, u	se \$6,250 instead of \$15,	000.		
Note 11: A restricted farm loss	expires as follows:				
• after 10 tax years i	f it arose in a tax year endi	ng before 2006; and			
 after 20 tax years i 	f it arose in a tax year endi	ing after 2005.			

Part 5 – Listed personal property losses ——————————————————————————————————	
Continuity of listed personal property loss and request for a carryback	
Listed personal property losses at the end of the previous tax year a	
Deduct: Listed personal property loss expired after 7 tax years	
Listed personal property losses at the beginning of the tax year (amount a minus amount b) 502	A
Add: Current-year listed personal property loss (from Schedule 6)	В
Subtotal (amount A plus amount B)	C
Deduct: Listed personal property losses from previous tax years applied against listed personal property gains	D
Listed personal property losses remaining before any request for a carryback (amount C minus amount D)	E
Deduct – Request to carry back listed personal property loss to: First previous tax year to reduce listed personal property gains Second previous tax year to reduce listed personal property gains Third previous tax year to reduce listed personal property gains Subtotal (total of amounts e to g)	F
Closing balance of listed personal property losses to be carried forward to future tax years (amount E minus amount F) 580	G

Part 7 – Limited partnership losses -

Current-year limited	partnership losse	es 				
1	2	3	4	5	6	7
Partnership account number	Tax year ending yyyy/mm/dd	Corporation's share of limited partnership loss	Corporation's at-risk amount	Total of corporation's share of partnership investment tax credit, farming losses, and resource expenses	Column 4 minus column 5 (if negative, enter "0")	Current-year limited partnership losses (column 3 minus column 6)
600	602	604	606	608		620

Total (enter this amount on line 222 of Schedule 1)

imited partnership	losses from prev	ious tax years that may	y be applied in the	current year -		
1	2	3	4	5	6	7
Partnership account number	Tax year ending yyyy/mm/dd	Limited partnership losses at the end of the previous tax year and amounts transferred on an amalgamation or on the wind-up of a subsidiary	Corporation's at-risk amount	Total of corporation's share of partnership investment tax credit, business or property losses, and resource expenses	Column 4 minus column 5 (if negative, enter "0")	Limited partnership losses that may be applied in the year (the lesser of columns 3 and 6)
630	632	634	636	638		650

Continuity of limited partnership losses that can be carried forward to future tax years

1	2	3	4	5	6
Partnership account number	Limited partnership losses at the end of the previous tax year	Limited partnership losses transferred in the year on an amalgamation or on the wind-up of a subsidiary	Current-year limited partnership losses (from line 620)	Limited partnership losses applied in the current year (must be equal to or less than line 650)	Current year limited partnership losses closing balance to be carried forward to future years (column 2 plus column 3 plus column 4 minus column 5)
660	662	664	670	675	680

Total (enter this amount on line 335 of the T2 return)

Note

1.

If you need more space, you can attach more schedules.

Part 8 - Election under paragraph 88(1.1)(f) -

If you are making an election under paragraph 88(1.1)(f), check the box

400	Yes	
100	res	

In the case of the wind-up of a subsidiary, if the election is made, the non-capital loss, restricted farm loss, farm loss, or limited partnership loss of the subsidiary—that otherwise would become the loss of the parent corporation for a particular tax year starting after the wind—up began—will be considered as the loss of the parent corporation for its immediately preceding tax year and not for the particular year.

Note

This election is only applicable for wind-ups under subsection 88(1) that are reported on Schedule 24, First-Time Filer after Incorporation, Amalgamation, or Winding-up of a Subsidiary into a Parent.

Non-Capital Loss Continuity Workchart

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

Non-capital losses

	Balance at Loss incurred	Loss	Applied to reduce				
Year of origin	beginning of year	in current year	Adjustments and transfers	carried back Parts I & IV	Taxable income	Part IV tax	Balance at end of year
Current	N/A				N/A		
1st preceding taxation year							
2017-12-31	833,827	N/A		N/A	833,827		
2nd preceding taxation year							
2016-12-31		N/A		N/A			
3rd preceding taxation year							
2015-12-31		N/A		N/A			
4th preceding taxation year							
2014-12-31		N/A		N/A			
5th preceding taxation year							
2013-12-31		N/A		N/A			
6th preceding taxation year							
2012-12-31		N/A		N/A			
7th preceding taxation year							
2011-12-31		N/A		N/A			
8th preceding taxation year							
2010-12-31		N/A		N/A			
9th preceding taxation year							
2009-12-31		N/A		N/A			
10th preceding taxation year							
2008-12-31		N/A		N/A			
11th preceding taxation year							
2007-12-31		N/A		N/A			
12th preceding taxation year							
2006-12-31		N/A		N/A			
13th preceding taxation year							
2005-12-31		N/A		N/A			
14th preceding taxation year							
2004-12-31		N/A		N/A			
15th preceding taxation year							
2003-12-31		N/A		N/A			
16th preceding taxation year							
2002-12-31		N/A		N/A			
17th preceding taxation year							
2001-12-31		N/A		N/A			
18th preceding taxation year							
-		N/A		N/A			
19th preceding taxation year							
		N/A		N/A			
20th preceding taxation year							
		N/A		N/A			
Total	833,827				833,827		

^{*} This balance expires this year and will not be available next year.

Agence du revenu du Canada Schedule 7

Aggregate Investment Income and Income Eligible for the Small Business Deduction

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31

- Use this schedule if you are a Canadian-controlled private corporation (CCPC) to calculate:
 - your aggregate investment income and foreign investment income, as defined in subsection 129(4), to determine the refundable portion of Part I tax, and your adjusted aggregate investment income, as defined in subsection 125(7), for the purpose of the business limit reduction
 - your **specified partnership income**, as defined in subsection 125(7), if you are a member (or **designated member**) of one or more partnerships, and
 - your income from an active business carried on in Canada eligible for the small business deduction including any specified corporate income
 as defined in subsection 125(7)
- Use this schedule if another CCPC is making an assignment of business limit under subsection 125(3.2) to you.
- Use this schedule if you are a corporation that is a member of a partnership to assign specified partnership business limit to a designated member under subsection 125(8).

Note: If you are a corporation that is not a CCPC, only complete Table 1 (columns A1, B1, C1, G1, H1 and J1) and Table 3 to make this assignment.

- The adjusted aggregate investment income, for the purpose of the business limit reduction, also applies to a tax year of a corporation that begins before 2019 and ends after 2018 under the following circumstances:
 - the corporation's preceding tax year was, because of a transaction or event or a series of transactions or events, shorter than it would have been in the absence of that transaction, event or series, and
 - one of the reasons for the transaction, event or series was to defer the application of subsections 125(5.1), (5.2) and (7) to the corporation
- All legislative references are to the Income Tax Act.
- For more information, see Small Business Deduction and Refundable Portion of Part I Tax in Guide T4012, T2 Corporation Income Tax Guide.
- · See the notes at the end of the form.

┌ Part 1 – Aggregate investment income ────
Aggregate investment income is all world source income.
Eligible portion of taxable capital gains for the year
Eligible portion of allowable capital losses for the year (including allowable business investment losses)
Net capital losses of previous years claimed on line 332 on the T2 return 022
Subtotal (line 012 plus line 022) A
Line 002 minus amount A (if negative, enter "0") B
Total income from property (include income from a specified investment business carried on in Canada other than income from a source outside Canada)
Exempt income
Amounts received from Agrilnvest Fund No. 2 that were included in computing the corporation's income for the year
Taxable dividends deductible (total of column F on Schedule 3 minus related expenses)
Business income from an interest in a trust that is considered property income under paragraph 108(5)(a) . 072
Subtotal (add lines 042, 052, 062 and 072) C
Subtotal (line 032 minus amount C) 1 6,000 ▶ 16,000 D
Amount B plus amount D 16,000_ E
Total losses from property (include losses from a specified investment business carried on in Canada other than a loss from a source outside Canada)
Amount E minus line 082 (if negative, enter "0") (enter on line 440 of the T2 return)



Part 2 – Adjusted aggregate investment income -			
Eligible portion of taxable capital gains for the year (other than taxable capital gains from the disposition of an active asset	t ^{note 13})		
Eligible portion of allowable capital losses for the year (including allowation) (other than allowable capital losses from the disposition of an active as			
	Subtotal (line 705 minu	is line 710) (if negative, enter "0")	F
Total income from property note 14		16,000	
Exemptincome	0		
Amounts received from Agrilnvest Fund No. 2 that were included in computing the corporation's income for the year . 725	5		
Dividends from connected corporations	0		
Business income from an interest in a trust that is considered property income under paragraph 108(5)(a)	5		
Subtotal (add lines 720, 725, 730 and 735) >	G	
Sub	ototal (line 715 minus amount G)	16,000 ▶	16,000 H
	_	Amount F plus amount H	16,000 I
Total losses from property note 14			1,293,000
Amount, if any, deducted under subsection 91(4) in computing the cor	poration's income for the year		
Adjusted aggregate investment income (amount I minus line 740,	plus line 741) (if negative, enter "0	")	
If this is your first tax year	r starting after 2018, complete th	e following portion.	
Eligible portion of taxable capital gains for each tax year that ended in to (other than taxable capital gains from the disposition of an active asset			2A
Eligible portion of allowable capital losses for each tax year that ended investment losses)(other than allowable capital losses from the dispos		luding allowable business	2B
	Subtotal (amount 2A minus a	amount 2B) (if negative, enter "0")	20
Total income from property for each tax year that ended in the preceding	ng calendar year ^{note 14}	2D	
Exempt income for each tax year that ended in the preceding calendar year	2E		
Amounts received from Agrilnvest Fund No. 2 that were included in computing the corporation's income for each tax year that ended in the preceding calendar year	. 2F		
Dividends from connected corporations for each tax year that ended in the preceding calendar year			
Business income from an interest in a trust that is considered property income under paragraph 108(5)(a) for each tax year that ended in the preceding calendar year	2H		
Subtotal (add amounts 2E, 2F, 2G and 2H) >	2l	
Subto	tal (amount 2D minus amount 2I) _	>	2J
	, <u> </u>	Amount 2C plus amount 2J	2K
Total losses from property for each tax year that ended in the precedin	g calendar year note 14		
Amount, if any, deducted under subsection 91(4) in computing the cor		740	
Adjusted aggregate investment income (amount 2K minus amoun	nt 2L, plus line 742) (if negative, en	ter "0")	
(enter the total of line 744 and the adjusted aggregate investment inco	ome of all associated corporations o	n line 417 of the T2 return)	

┌ Part 3 – Foreign investment income ──────────────────		-
Foreign investment income is all income from sources outside Canada .		
Eligible portion of taxable capital gains for the year	001	
Eligible portion of allowable capital losses for the year (including allowable business investment losses)	009	
Subtotal (line 001 minus line 009) (if negative	e, enter "0")	J
Total income from property from a source outside Canada (net of related expenses) 019	<u> </u>	
Exemptincome 029		
Taxable dividends deductible (total of column F on Schedule 3 minus related expenses)		
Business income from an interest in a trust that is considered property income under paragraph 108(5)(a) . 059		
Subtotal (add lines 029, 049, and 059)	_ K	
Subtotal (line 019 minus amount K)	_ ▶	L
Amount J pl u	us amount L	M
Total losses from property from a source outside Canada	069	
Amount M minus line 069 (if negative, enter "0") (enter on line 445 of the T2 return)	079	

Part 3A – Canadian and foreign investment income and adjusted aggregate investment income calculation **Canadian investment** Adjusted aggregate Foreign investment income income investment income* Eligible portion of the taxable capital gains for the year before taking into account the capital gains reserves (federal) of Schedule 13* _ 1.1 Eligible portion of capital gains reserves (addition/deduction)*, ** Taxable capital gains under section 34.2 (line 275 on Schedule 73)** Eliqible portion of the taxable capital gains for the year (add amounts 1.1, 1.2, and 1.3) Eligible portion of allowable capital losses for the year (including allowable business investment losses)* Net capital losses of previous years (line 332 on the T2 return) 2.2 Allowable capital losses under section 34.2 (line 285 of Schedule 73)** 2.3 Allowable capital losses for the year (add amounts 2.1, 2.2 and 2.3) Amount 1 minus amount 2 (if negative, enter "0") Taxable dividends 4.1 Rental property income (under regulation 1100(11)) 4.2 16,000 4.3 Other property income* 16,000 Property income under section 34.2 (line 280 of Schedule 73)** Total property income 16,000 16,000 4 (add amounts 4.1, 4.2, 4.3 and 4.4) Exempt income Amounts received from Agrilnvest Fund No. 2 that were included in computing the corporation's income for the year Taxable dividends deductible (total of column F on Schedule 3 minus related expenses)* Business income from an interest in a trust that is considered property income under paragraph 108(5)(a) 5.4 **Add** amounts 5.1, 5.2, 5.3 and 5.4 ____ 5 16,000 6 Amount 4 minus amount 5 16,000 16,000 16,000 7 Amount 3 plus amount 6 Rental property losses (under regulation 1100(11)) 8.1 Dividend losses 8.2 1,293,000 8.3 Property losses under section 34.2 (line 280 of Schedule 73)** 8.4 Total property losses 1,293,000 1,293,000 (**add** amounts 8.1, 8.2, 8.3 and 8.4) 8 Amount 7 minus amount 8 (if negative, enter "0") 9 Amount, if any, deducted under subsection 91(4) in computing the corporation's income for the year 10

* To calculate the adjusted aggregate investment income under column C:

Amount 7 minus amount 8 plus amount 10 (if negative, enter "0")

- On lines 1.1, 1.2 and 2.1, only capital gains and losses resulting from the disposition of property other than an active asset (as defined under subsection 125(7) ITA) are to be taken into account.
- On line 4.3, include amounts in respect of a life insurance policy that are included in computing the corporation's income for the year (even if those
 amounts are not included in the calculation of the corporation's investment income in column A and B) as well as the income from a specified foreign
 investment business.
- On line 5.3, only the dividends received from a connected corporation should be included.
- On line 8.3, include the loss from a specified foreign investment business.

For more information on the calculation of the adjusted aggregate investment income, consult notes 13 and 14 at the end of this form as well as the Help (F1).

** When an amount is entered on these lines in column B, it reduces the corresponding amount in column A. For more information, consult the Help (F1).

Net taxable dividends		Canadian	Foreign	Total
Taxable dividends deducted per Schedule 3				
Less: Expenses related to such dividends				
Total expenses				
Nettaxable dividends				

 $^{^{\}star}$ Column A – Enter an "X" if the expense is related to a dividend received from a connected corporation.

	Α				A1	1A		
a designa	Is the corporation designated member of the partnership?				Partnership n	ame		Partnership's account number
v					200			
Yes	No							
B1		C1		D1	1D	2D	E1	F1
Total inc (loss) partners from a active busine	of ship an re	Corporati share e amount column	of t in	Income of the corporation from providing (directly or indirectly) services or property to the partnership	Prorated amounts calculated under section 34.2 note 1	Expenses the corporation incurred to earn partnership income	Adjustments (column 1D minus column 2D)	Corporation's inco (loss) in respect the partnership note 2 (add columns C D1 and E1)
300	D	310	1	311			315	320
							Total	350
							Total	330
G1		H1		I 1	J1	K1	L1	M1
G1 Numbe days in partners fiscal pe	er of the ship's	Prorated bu limit notes 2 ar (column C column B [\$ 500 00 (column G1 (if column negative, en	nd 3 C1 ÷ 31) × 00 × ÷ 365)] C1 is	Specified partnership business limit assigned to you (from H2 in Table 2) note 5	Specified partnership business limit assigned by you from F3 in Table 3) note 6	K1 Specified partnership business limit amount (column H1 plus column I1 minus column J1)		_
Numbe days in partners	er of the ship's eriod	Prorated bu limit notes 2 ar (column (column B [\$ 500 00 (column G1 (if column	nd 3 C1 ÷ B1) × 00 × ÷ 365)] C1 is hter "0")	Specified partnership business limit assigned to you (from H2 in Table 2)	Specified partnership business limit assigned by you from F3 in Table 3)	Specified partnership business limit amount (column H1 plus column I1 minus	L1 Column F1 minus column K1 (if negative,	M1 Lesser of columns F1 an K1 (if column F is negative, enter
Numbe days in partners fiscal pe	er of the ship's eriod	Prorated bu limit notes 2 ar (column (column B [\$ 500 00 (column G1 (if column negative, en	nd 3 C1 ÷ B1) × 00 × ÷ 365)] C1 is hter "0")	Specified partnership business limit assigned to you (from H2 in Table 2) note 5	Specified partnership business limit assigned by you from F3 in Table 3) note 6	Specified partnership business limit amount (column H1 plus column I1 minus column J1)	L1 Column F1 minus column K1 (if negative, enter "0")	M1 Lesser of columns F1 an K1 (if column F is negative, enter note 4
Numbe days in partners fiscal pe	er of the ship's eriod	Prorated bu limit notes 2 ar (column 0 column 1 § 500 00 (column G1 (if column negative, en	nd 3 C1 ÷ 11) x 00 x ÷ 365)] C1 is oter "0")	Specified partnership business limit assigned to you (from H2 in Table 2) note 5	Specified partnership business limit assigned by you from F3 in Table 3) note 6	Specified partnership business limit amount (column H1 plus column I1 minus	L1 Column F1 minus column K1 (if negative, enter "0")	M1 Lesser of columns F1 an K1 (if column F is negative, enter note 4
Numbe days in partners fiscal pe	er of the the ship's eriod	Prorated bu limit notes 2 ar (column 0 column 1 § 500 00 (column G1 (if column negative, en	nd 3 C1 ÷ E1) × 90 × ÷ 365)] C1 is otter "0")	Specified partnership business limit assigned to you (from H2 in Table 2) note 5	Specified partnership business limit assigned by you from F3 in Table 3) note 6	Specified partnership business limit amount (column H1 plus column I1 minus column J1)	L1 Column F1 minus column K1 (if negative, enter "0")	M1 Lesser of columns F1 an K1 (if column F is negative, enter note 4
Number days in partners fiscal per since s	ses for the	Prorated bu limit notes 2 ar (column 0 column 18 [\$ 500 00 (column G1 (if column negative, en gative, en gativ	nd 3 C1 ÷ E1) × 90 × ÷ 365)] C1 is ster "0") n active b p) — enter	Specified partnership business limit assigned to you (from H2 in Table 2) note 5 335 susiness carried on in 0 r as a positive amount the year – enter as a po	Specified partnership business limit assigned by you from F3 in Table 3) note 6 336 Canada cositive amount	Specified partnership business limit amount (column H1 plus column I1 minus column J1) Total	L1 Column F1 minus column K1 (if negative, enter "0")	M1 Lesser of columns F1 an K1 (if column F is negative, enter note 4
Number days in partners fiscal per since s	ses for the	Prorated bu limit notes 2 ar (column 6 [\$ 500 00] (column G1 (if column negative, en 330	nd 3 C1 ÷ E1) × 90 × ÷ 365)] C1 is ster "0") n active b p) — enter	Specified partnership business limit assigned to you (from H2 in Table 2) note 5 335 susiness carried on in or as a positive amount the year – enter as a positive as a	Specified partnership business limit assigned by you from F3 in Table 3) note 6	Specified partnership business limit amount (column H1 plus column I1 minus column J1) Total	L1 Column F1 minus column K1 (if negative, enter "0")	M1 Lesser of columns F1 an K1 (if column F is negative, enter note 4

¬ Part 4 – Specified partnership income (continued) –

Tables 2 and 3 are used to make an assignment of **specified partnership business limit** under subsection 125(8). A person that is a member of a partnership can make an assignment of **specified partnership business limit** under subsection 125(8) to a **designated member**.

If you are a CCPC that is a designated member and receiving specified partnership business limit from a person that is a member of the partnership complete

	A2	-		ısiness limi 2				B2	
ı	Partnership nan	ne		Partnership's account number			Name of the member		
	405							406	
C2 D2 I			E2			F2	G	2	H2
Business number of the member (if applicable) Social insurance number of the member (if applicable)		r of the nber	Trust ac number o memb (if applic	of the per	Tax year start of the member (yyyymmdd)		ar start of Tax year-end of September the member		Specified partnersl business limit assigned to you b the member note 7
410	4	11	412	2		415	41	16	420
le 3 – You are assigr	ning to a desi	gnated meml	per (CCPC) spe	ecified partr	nership bus	siness limit unde	r subsectio	n 125(8) ——	
	А3				3A			В3	
·	Partnership nan	ne		Partne account			Name of the	ne designated m	nember
	425							426	
C3			D3		E3				F3
Business number the designated member	of		Tax year start of the designated member (yyyymmdd)		Tax year-end of the designated member (yyyymmdd)			limit as	d partnership business ssigned by you to the signated member note 8
430			435			436			440
t 5 – Partnership		_							
ration's income from acting related expenses)									
ed partnership loss (fr	om line 380 in	Part 4)						<u> </u>	
						Subtotal (am	ount O plus	amount P) _	
		0 in Part 4)						<u>_</u>	

Part 6 – Income eligible for the small business	deduction ———			
Net income for income tax purposes from line 300 of the T2 return		863,113	S	
Allowable business investment loss from line 406 of Schedule 1			Т	
s	Subtotal (amount S plus amo	unt T)863,113	-	863,113 U
Foreign business income after deducting related expenses note 9		500		
Taxable capital gains from line 113 of Schedule 1			V	
Net property income (line 032 note 10 minus the total of lines 042, 05.	2 and 082 ^{note 9} in Part 1)	-1,277,000	W	
Personal services business income after deducting related expenses note 9	e1			
Other income after deducting related expenses note 9	e2			
Subtotal (amount e1 plus amount e2) note 9	>	520		
Subtotal (add line 500, a	amount V, amount W and line	e 520) <u>-1,277,000</u>	_	-1,277,000 x
				2,140,113 Y
Partnership income not eligible for the small business deduction (lin	e 450 in Part 5)		Z	
Partnership income allocated to your corporation under subsection 9	96(1.1)	530		
Income referred to in clause 125(1)(a)(i)(C)		540		
Income referred to in clause 125(1)(a)(i)(B) (from line 615 in Part 7)			AA	
		nt AA)	>	BB
		· · · · · · · · · · · · · · · · · · ·		CC
,				0.1.10.110
Income eligible for the small business deduction (amount Y min	• •	nt CC)	••••	2,140,113 _{DD}
(enter amount DD on line 400 of the T2 return - if negative, enter "0"				
− Part 7 − Specified corporate income and assign	ment under subsect	ion 125(3.2) ————		
1EE	EE	FF		GG
Name of the corporation	Business number of the corporation	Income described under claus: 125(1)(a)(i)(B) received from th corporation identified in column EE note 11	ne the co	ss limit assigned from orporation identified in olumn EE ^{note 12}

600

610

Total 615

See the privacy statement on your return.

Total **625**

620

Notes

Note 1 Do not include expenses that were deducted in computing the income of the corporation in column D1.

In general, amounts included under subsections 34.2(2) and 34.2(3) or claimed under subsection 34.2(4) are deemed to have the **same character** and be in the **same proportions** as the partnership income they relate to. For example, if a corporation receives \$100,000 of partnership income for the partnership's fiscal period ending in its tax year, and that income is made up of \$40,000 of active business income, \$30,000 of income from property, and \$30,000 as a taxable capital gain, the corporation's adjusted stub period accrual (ASPA) in respect of the partnership would be 40% active business income, 30% property income, and 30% taxable capital gains. Add or deduct only the portion of the following amounts that are characterized as **active business income** in accordance with subsection 34.2(5):

Δdd.

- the ASPA under subsection 34.2(2) (column 4 of Schedule 73)
- the income inclusion for a new corporate member of a partnership under subsection 34.2(3) (column 6 of Schedule 73)
- the previous-year transitional reserve under subsection 34.2(12) (column 12 of Schedule 73)

Deduct:

- the previous-year ASPA under subsection 34.2(4) (column 5 of Schedule 73)
- the previous-year income inclusion for a new corporate member of a partnership under subsection 34.2(4) (column 7 of Schedule 73)
- Note 2 When a partnership carries on more than one business, one of which generates income and another of which realizes a loss, the loss is **not** netted against the partnership's income when calculating the prorated business limit (column H1). Enter on line 380 the total of all losses from column F1.
- Note 3 If you are a designated member of the partnership, enter "0".
- Note 4 You must enter "0" if the partnership provides services or property to either:
 - (A) a private corporation (directly or indirectly in any manner whatever) in the year, if:
 - you (or one of your shareholders) or a person that does **not** deal at arm's length with you (or one of your shareholders) holds a direct or indirect interest in the private corporation, and
 - it is not the case that all or substantially all of the partnership's income for the year from an active business is from providing services or property to
 - persons (other than the private corporation) that deal at arm's length with the partnership and each person that holds a direct or indirect interest in the partnership, or
 - partnerships with which the partnership deals at arm's length, other than a partnership in which a person that does **not** deal at arm's length with you holds a direct or indirect interest, or
 - (B) a particular partnership (directly or indirectly in any manner whatever) in the year, if:
 - you (or one of your shareholders) do **not** deal at arm's length with the particular partnership or a person that holds a direct or indirect interest in the particular partnership, and
 - it is not the case that all or substantially all of the partnership's income for the year from an active business is from providing services or property to
 - persons that deal at arm's length with the partnership and each person that holds a direct or indirect interest in the partnership, or
 - partnerships (other than the particular partnership) with which the partnership deals at arm's length, other than a partnership in which a person that does **not** deal at arm's length with you holds a direct or indirect interest.
- Note 5 If you are a CCPC that is a **designated member** receiving an assignment of **specified partnership business limit**, complete Table 2 to determine the amounts to enter in Table 1 column I1.
- Note 6 If you are a corporation that is a **member** of the partnership and you are assigning **specified partnership business limit**, complete Table 3 to determine the amounts to enter in Table 1 column J1.
- Note 7 Add the amounts in column H2 that are for the same partnership and enter it in Table 1 column I1, in the row of the applicable partnership.
- Note 8 Add the amounts in column F3 that are for the same partnership and enter it in Table 1 column J1, in the row of the applicable partnership. This amount cannot be higher than the amount of prorated business limit you would otherwise be entitled to in Table 1 column H1 for that partnership.
- Note 9 If negative, enter amount in brackets, and add instead of subtracting.
- Note 10 Net of related expenses.
- Note 11 This amount is [as defined in subsection 125(7) specified corporate income (a)(i)] the total of all amounts, each of which is your income from an active business for the year from providing services or property to a private corporation (directly or indirectly, in any manner whatever) if
 - (A) at any time in the year, you (or one of your shareholders) or a person that does **not** deal at arm's length with you (or one of your shareholders) holds a direct or indirect interest in the private corporation, and
 - (B) it is not the case that all or substantially all of your income for the year from an active business is from providing services or property to
 - (I) persons (other than the private corporation) with which you deal at arm's length, or
 - (II) partnerships with which you deal at arm's length, other than a partnership in which a person that does **not** deal at arm's length with you holds a direct or indirect interest.
 - Do **not** include specified farming or fishing income. If the conditions described in subsection 125(10) are met, do not include income from an associated corporation.
- Note 12 The amount of business limit that a CCPC can assign to you cannot be greater than the amount in column FF that is from providing services or property directly to that CCPC. If there is an amount included in column FF that is deductible by that CCPC in respect of the amount of its income referred to in clause 125(1)(a)(i)(A) or (B) for its tax year, you need to deduct it from column FF for the purpose of determining the amount that can be assigned to you.

Notes (continued)

- Note 13 Active asset, of a particular corporation at any time, means property that is:
 - (A) used at that time principally in an active business carried on primarily in Canada by the particular corporation or by a Canadian-controlled private corporation that is related to the particular corporation,
 - (B) a share of the capital stock of another corporation if, at that time,
 - the other corporation is connected with the particular corporation (within the meaning assigned by subsection 186(4) on the assumption that the other corporation is at that time a payer corporation within the meaning of that subsection), and
 - the share would be a qualified small business corporation share (as defined in subsection 110.6(1)) if:
 - the references in that definition to an "individual" were references to the particular corporation, and
 - that definition were read without reference to "the individual's spouse or common-law partner", or
 - (C) an interest in a partnership, if:
 - at that time, the fair market value of the particular corporation's interest in the partnership is equal to or greater than 10% of the total fair market value of all interests in the partnership,
 - throughout the 24-month period ending before that time, more than 50% of the fair market value of the property of the partnership was attributable to property described in this paragraph or in paragraph (A) or (B), and
 - at that time, all or substantially all of the fair market value of the property of the partnership was attributable to property described in this paragraph or in paragraph (A) or (B).
- Note 14 Income or loss from property of a particular corporation, for the purposes of calculating the corporation's adjusted aggregate investment income, includes income or loss from a specified investment business, as well as all amounts in respect of a life insurance policy that are included in computing the corporation's income for the year (even if those amounts were not included in the computation of the corporation's aggregate investment income in Part 1).

Schedule 8

Capital Cost Allowance (CCA)

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31

For more information, see the section called "Capital Cost Allowance" in the T2 Corporation Income Tax Guide.

Is the corporation electing under Regulation 1101(5q)?

101 Yes	No	Х
----------------	----	---

	1		2	3	4	5	6	7	8	
r	Class number * See note 1	Description	Undepreciated capital cost (UCC) at the beginning of the year	Cost of acquisitions during the year (new property must be available for use) See note 2	Cost of acquisitions from column 3 that are accelerated investment incentive properties (AIIP) See note 3	Adjustments and transfers See note 4	Amount from column 5 that is assistance received or receivable during the year for a property, subsequent to its disposition	Amount from column 5 that is repaid during the year for a property, subsequent to its disposition See note 6	Proceeds of dispositions See note 7	For tax years ending before November 21, 2018: 50% rule (1/2 of net acquisitions)
	200		201	203	225	205	See note 5 221	222	207	211
\vdash	1	D. Helio era								
1.		Buildings	22,105,366						0	
2.	8	Equipment and tools	1,756,715	169,606	164,511				0	
3.	10	Rolling stock and vehicles	132,046	557,000	54,498				0	
4.	45	Computer equipment and software	155						0	
5.	47	Electrical energy distribution	24,705,847	2,849,732	1,013,623				4,400	
6.	50	Computer equipment	313,870	213,043	67,298				0	
7.	47	WIP	1,072,873			-1,072,873			0	
8.	8	WIP	64,219			-64,219			0	
9.	14.1		203,139			·			0	
10.	1b	Building		196,000	2,070				0	
11.	95	WIP		129,908		1,137,092			0	
		Totals	50,354,230	4,115,289	1,302,000				4,400	

2018-12-31

1			9	10	11	12	13	14	15	16	17	18
Cla num * Se note	ber ci	Des- trip- tion	UCC (column 2 plus column 3 plus or minus column 5 minus column 5 minus column 8)	Proceeds of disposition available to reduce the UCC of AIIP (column 8 plus column 6 minus column 4 minus column 7) (if negative, enter "0")	Net capital cost additions of AIIP acquired during the year (column 4 minus column 10) (if negative, enter "0")	UCC adjustment for AIIP acquired during the year (column 11 multiplied by the relevant factor) See note 9	UCC adjustment for non-AIIP acquired during the year (0.5 multiplied by the result of column 3 minus column 4 minus column 6 plus column 7 minus column 8) (if negative, enter "0")	CCA rate % See note 11	Recapture of CCA See note 12	Terminal loss See note 13	CCA (for declining balance method, the result of column 9 plus column 12 minus column 13, multiplied by column 14 or a lower amount) See note 14	UCC at the end of the year (column 9 minus column 17)
	_						See note 10					
20	0						224	212	213	215	217	220
l. <u>1</u>	Вι	uildin	22,105,366					4	0	0	884,215	21,221,151
2. 8	Ec	quipn	1,926,321		164,511	82,256	2,548	20	0	0	401,206	1,525,115
3. 10	Ro	olling	689,046		54,498	27,249	251,251	30	0	0	139,513	549,533
1. 45	i Co	ompu	155					45	0	0	70	85
5. 47	' El	lectric	27,551,179		1,013,623	506,812	915,855	8	0	0	2,171,371	25,379,808
S. 50) Co	ompu	526,913		67,298	33,649	72,873	55	0	0	268,229	258,684
7. 47	' W	/IP						8	0	0		
3. 8	W	/IP						20	0	0		
9. 14.	1		203,139					5	0	0	14,220	188,919
). <u>1</u> b	Bu	uildin	196,000		2,070	1,035	96,965	6	0	0	6,004	189,996
. 95	w	/IP	1,267,000				64,954	0	0	0		1,267,000
	To	otals	54,465,119		1,302,000	651,001	1,404,446				3,884,828	50,580,291

Enter the total of column 15 on line 107 of Schedule 1. Enter the total of column 16 on line 404 of Schedule 1. Enter the total of column 17 on line 403 of Schedule 1.

- Note 1. If a class number has not been provided in Schedule II of the Income Tax Regulations for a particular class of property, use the subsection provided in Regulation 1101. Class numbers followed by a letter indicate the basic rate of the class taking into account the additional deduction allowed. Class 1a: 4% + 6% = 10% (class 1 to 10%), class 1b: 4% + 2% = 6% (class 1 to 6%).
- Note 2. 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 of property in the class that are not subject to the 50% rule. See Income Tax Folio S3-F4-C1, General Discussion of Capital Cost Allowance, for exceptions to the 50% rule.
- Note 3. An accelerated investment incentive property (AIIP) is a property (other than property included in Class 54 or 55) that you acquired after November 20, 2018 and became available for use before 2028. See the T2 Corporation Income Tax Guide for more information. Classes 54 and 55 include property that is a zero-emission vehicle you acquired after March 18, 2019 and became available for use before 2028.
- Note 4. Enter in column 5, "Adjustments and transfers", amounts that increase or reduce the undepreciated capital cost (column 9). Items that increase the undepreciated capital cost include amounts transferred under section 85, or transferred on amalgamation or winding-up of a subsidiary. Items that reduce the undepreciated capital cost (show amounts that reduce the undepreciated capital cost in brackets) include government assistance received or entitled to be received in the year, or a reduction of capital cost after the application of section 80. See the T2 Corporation Income Tax Guide for other examples of adjustments and transfers to include in column 5.
- Note 5. Include all amounts of assistance you received (or were entitled to receive) after the disposition of a depreciable property that would have decreased the capital cost of the property by virtue of paragraph 13(7.1)(f) if received before the disposition.
- Note 6. Include all amounts you have repaid during the year with respect to any legally required repayment, made after the disposition of a corresponding property, of:
 - assistance that would have otherwise increased the capital cost of the property under paragraph 13(7.1)(d); and
 - an inducement, assistance or any other amount contemplated in paragraph 12(1)(x) received, that otherwise would have increased the capital cost of the property under paragraph 13(7.4)(b).

Also include the UCC of each property of a prescribed class acquired in the course of a corporate reorganization described under paragraph 55(3)(b) of the Act (also known as "butterfly reorganization") or in a non-arm's length transaction (other than by virtue of a right referred to in paragraph 251(5)(b) of the Act) if the property was a depreciable property acquired by the transferor less than 364 days before the end of your tax year.

- Note 7. For each property disposed of during the year, deduct from the proceeds of disposition any outlays and expenses to the extent that they were made or incurred for the purpose of making the disposition(s). The amount reported in respect of the property cannot exceed the property's capital cost, unless that property is a timber resource property as defined in subsection 13(21).
- Note 8. If the amount in column 5 reduces the undepreciated capital cost (i.e. it is shown in brackets), you must subtract it for the purposes of the calculation. Otherwise, add the amount in column 5 for the purposes of the calculation.
- Note 9. The relevant factors for AIIP of a class in Schedule II and for property included in classes 54 and 55, available for use before 2024, are:
 - 2 1/3 for property in Classes 43.1 and 54;
 - 1 1/2 for property in Class 55;
 - 1 for property in Classes 43.2 and 53;
 - 0 for property in Classes 12, 13, 14, and 15, as well as properties that are Canadian vessels included in paragraph 1100(1)(v) of the Regulations (see note 14 for additional information); and
 - 0.5 for all other property that is AIIP.
- Note 10. The UCC adjustment for non-AIIP acquired during the year (formerly known as the half-year rule or 50% rule) does not apply to certain property (including AIIP). For special rules and exceptions, see Income Tax Folio S3-F4-C1, General Discussion of Capital Cost Allowance.
- Note 11. Enter a rate only if you are using the declining balance method. For any other method (for example the straight-line method, where calculations are always based on the cost of acquisitions), enter N/A. Then enter the amount you are claiming in column 17.
- Note 12. If the amount in column 9 is negative, you have a recapture of CCA. If applicable, enter the negative amount from column 9 in column 15 as a positive. The recapture rules do not apply to passenger vehicles in Class 10.1.
- Note 13. If no property is left in the class at the end of the tax year and there is still a positive amount in the column 9, you have a terminal loss. If applicable, enter the positive amount from column 9 in column 16. The terminal loss rules do not apply to:
 - passenger vehicles in Class 10.1;
 - property in Class 14.1, unless you have ceased carrying on the business to which it relates; or
 - limited-period franchises, concessions, or licences in Class 14 if, at the time of acquisition, the property was a former property of the transferor or any similar property attributable to the same fixed place of business, and you had jointly elected with the transferor to have the replacement property rules apply.
- Note 14. If the tax year is shorter than 365 days, prorate the CCA claim. Some classes of property do not have to be prorated. See the T2 Corporation Income Tax Guide for more information. For property in class 10.1 disposed of during the year, deduct a maximum of 50% of the regular CCA deduction if you owned the property at the beginning of the tax year. For AIIP listed below, the maximum first year allowance you can claim is determined as follows:
 - Class 13: the lesser of 150% of the amount calculated in Schedule III of the Regulations and the UCC at the end of the tax year (before any CCA deduction).
 - Class 14: the lesser of 150% of the allocation for the year of the capital cost of the property apportioned over the remaining life of the property (at the time the cost was incurred) and the UCC a
 the end of the tax year (before any CCA deduction).
 - Class 15: the lesser of 150% of an amount computed on the basis of a rate per cord, board foot or cubic metre cut in the tax year and the UCC at the end of the tax year (before any CCA deduction).
 - Canadian vessels described under paragraph 1100(1)(v) of the Regulations: the lesser of 50% of the capital cost of the property and the UCC at the end of the tax year (before any CCA deduction).
 - Class 41.2: use a 25% CCA rate. The additional allowance under paragraph 1100(1)(y.2)(for single mine properties) and 1100(1)(ya.2 (for multiple mine properties) of the Regulations is not eligible for the accelerated investment incentive. The additional allowance in respect of natural gas liquefaction under paragraph 1100(1)(yb) of the Regulations is eligible for the accelerated investment incentive.
 - Property (other than a timber resource property) that is a timber limit or a right to cut timber from a limit: 150% of the amount determined by first subtracting the total of the residual value of the timber limit and all amounts you expended for the 1949 or later tax years for surveys, cruises or preparation of prints, maps or plans for the purpose of obtaining a licence or right to cut timber from the capital cost of the limit or right, and then dividing the result by the quantity of timber in the limit or the quantity of timber you have the right to cut.
 - Industrial mineral mine or a right to remove industrial minerals from an industrial mineral mine: 150% of the amount determined by first subtracting the residual value, if any, of the mine or right from the capital cost of the mine or right, and then dividing the result by the number of units of commercially mineable material estimated to be in the mine when the mine or right was acquired (alternatively, if you have acquired a right to remove only a specified number of units, that number of units that you acquired a right to remove).

Canadä

Fixed Assets Reconciliation

 $Reconciliation \ of \ change \ in \ fixed \ assets \ per \ financial \ statements \ to \ amounts \ used \ per \ tax \ return.$

•	_			4-		
	2	Y	rΦ	TI.	ırn	

rax return		
Additions for tax purposes – Schedule 8 regular classes	4,115,28	19
Additions for tax purposes – Schedule 8 leasehold improvements	+	
Operating leases capitalized for book purposes	+	
Capital gain deferred	+	
Recapture deferred	+	
Deductible expenses capitalized for book purposes – Schedule 1	+	
Other (specify):		
Subsection 13(7.4) election	+ 1,359,84	
True-up 2017 CIP	+	<u>)5</u>
Rounding	+15	
SRED adjustments	+ 80,61	
Total additions per books	= 5,537,59	<u>5,537,590</u> 5,537,590
Proceeds up to original cost – Schedule 8 regular classes	4,40	00
Proceeds up to original cost – Schedule 8 leasehold improvements	+	_
Proceeds in excess of original cost – capital gain	+	_
Recapture deferred – as above	+	_
Capital gain deferred – as above	+	_
Pre V-day appreciation	+	_
Other (specify):		_
Amortization expense in distribution - from S(1)	+ 89,88	39
Amortization of land rights	+ -12,69	19
Total proceeds per books	= 81,59	<u>81,590</u>
Depreciation and amortization per accounts – Schedule 1		- 2,503,000
Loss on disposal of fixed assets per accounts		
Gain on disposal of fixed assets per accounts		+
	Net change per tax retur	rn = 2,942,000
Financial statements		
Fixed assets (excluding land) per financial statements		47 022 000
Closing net book value		67,822,000
Opening net book value		- 64,880,000
Net change	per financial statement	<u>ts</u> =2,942,000
If the amounts from the tax return and the financial statements differ, explain why below.		

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SCHEDULE 9

RELATED AND ASSOCIATED CORPORATIONS

Name of corporation	Business Number	Tax year end Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31

- Complete this schedule if the corporation is related to or associated with at least one other corporation.
- For more information, see the T2 Corporation Income Tax Guide.

	Name	Country of resi- dence (other than Canada)		Relationship code (see note 2)	Number of common shares you own	% of common shares you own	Number of preferred shares you own	% of preferred shares you own	Book value of capital stock
	100	200	300	400	500	550	600	650	700
1.	Innservices Utilities Inc.		81689 7326 RC0001	3					
2.	Town of Innisfil		NR	1					
3.	Innterprises Inc.		86556 4595 RC0001	3					

Note 1: Enter "NR" if the corporation is not registered or does not have a business number.

Note 2: Enter the code number of the relationship that applies from the following order: 1 - Parent 2 - Subsidiary 3 - Associated 4 - Related but not associated

T2 SCH 9 (11) Canadä

Continuity of financial statement reserves (not deductible)

		—— Financial stat	ement reserves (not deductible) —		
	Description	Balance at the beginning of the year	Transfer on an amalgamation or the wind-up of a subsidiary	Add	Deduct	Balance at the end of the year
1	Post retirement benefits	156,696		178,083	156,696	178,083
2						
	Reserves from Part 2 of Schedule 13					
	Totals	156 696		178 083	156 696	178 083

The total opening balance plus the total transfers should be entered on line 414 of Schedule 1 as a deduction. The total closing balance should be entered on line 126 of Schedule 1 as an addition.

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Schedule 23

Agreement Among Associated Canadian-Controlled Private Corporations to Allocate the Business Limit

- For use by a Canadian-controlled private corporation (CCPC) to identify all associated corporations and to assign a percentage for each associated
 corporation. This percentage will be used to allocate the business limit for purposes of the small business deduction. Information from this schedule
 will also be used to determine the date the balance of tax is due and to calculate the reduction to the business limit.
- An associated CCPC that has more than one tax year ending in a calendar year is required to file an agreement for each tax year ending in that
 calendar year.
- Column 1: Enter the legal name of each of the corporations in the associated group, including those deemed to be associated under subsection 256(2) of the Income Tax Act.
- Column 2: Provide the business number for each corporation (if a corporation is not registered, enter "NR").
- **Column 3:** Enter the association code from the list below that applies to each corporation:
 - 1 Associated for purposes of allocating the business limit (unless association code 5 applies)
 - 2 CCPC that is a **third corporation** as referred to in subsection 256(2) and has filed Schedule 28, Election not to be Associated Through a Third Corporation
 - 3 Non-CCPC that is a third corporation
 - 4 Associated non-CCPC
 - 5 Associated CCPC to which association code 1 does not apply because a third corporation has filed Schedule 28
- **Column 4:** Enter the business limit for the year of each corporation in the associated group. Enter "0" if the corporation has association code 2, 3 or 4 in column 3 (except if the corporation is a cooperative or a credit union eligible for the SBD and it has association code 4).
- **Column 5:** Assign a percentage to allocate the business limit to each corporation that has association code 1 in column 3. The total of all percentages in column 5 cannot exceed 100%.
- **Column 6:** Enter the business limit allocated to each corporation by multiplying the amount in column 4 by the percentage in column 5. Add all business limits allocated in column 6 and enter the total at line A.

Ensure that the total at line A does not exceed \$500,000.

– Alle	ocating the business limit					
Date	filed (do not use this area)				025	Year Month Day
Enter	the calendar year to which the agreement applies				050	Year 2018
	an amended agreement for the above calendar year the reement previously filed by any of the associated corpor	•			075	Yes X No
	1 Name of associated corporations 100	2 Business number of associated corporations	3 Association code	4 Business limit for the year before the allocation \$	5 Percentage of the business limit % 350	6 Business limit allocated* \$
1	InnPower Corporation	89242 2817 RC0001	1	500,000		500,000
2	Innservices Utilities Inc.	81689 7326 RC0001	1	500,000		
3	Town of Innisfil	NR	1	500,000		
4	Innterprises Inc.	86556 4595 RC0001	1	500,000		
,	·		•	Total	100.0000	500,000

Business limit reduction under subsection 125(5.1) of the Act

The business limit reduction is calculated in the small business deduction area of the T2 return. One of the factors used in this calculation is the "large corporation amount" at line 415 of the T2 return. The amount at line 415 is determined using the formula 0.225% x (D - \$10,000,000). Details of this formula and variable D are in subsection 125(5.1) of the Act.

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

Special rules for business limit

Special rules apply under subsection 125(5) if a CCPC has more than one tax year ending in the same calendar year and it is associated in more than one of those tax years with another CCPC that has a tax year ending in that calendar year. The business limit for the second or later tax year will be equal to the business limit determined for the first tax year ending in the calendar year or the business limit determined for the second or later tax year ending in the same calendar year, whichever is less.

T2 SCH 23 E (18) Canadä

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Agence du revenu du Canada Schedule 33

Taxable Capital Employed in Canada – Large Corporations

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31

- Use this schedule in determining if the total taxable capital employed in Canada of the corporation (other than a financial institution or an insurance corporation) and its related corporations is greater than \$10,000,000.
- If the total taxable capital employed in Canada of the corporation and its related corporations is greater than \$10,000,000, file a completed Schedule 33 with your T2 Corporation Income Tax Return no later than six months from the end of the tax year.
- Unless otherwise noted, all legislative references are to the Income Tax Act and the Income Tax Regulations.
- Subsection 181(1) defines the terms financial institution, long-term debt, and reserves.
- Subsection 181(3) provides the basis to determine the carrying value of a corporation's assets or any other amount under Part I.3 for its capital, investment allowance, taxable capital, or taxable capital employed in Canada, or for a partnership in which it has an interest.
- If the corporation was a non-resident of Canada throughout the year and carried on a business through a permanent establishment in Canada, go to Part 4,
 Taxable capital employed in Canada.

Part 1 - Capital	
Add the following year-end amounts:	
Reserves that have not been deducted in calculating income for the year under Part I 101	178,083
Capital stock (or members' contributions if incorporated without share capital)	10,852,000
Retained earnings	10,032,000
Contributed surplus	1,600,000
Any other surpluses	
Deferred unrealized foreign exchange gains	
All loans and advances to the corporation	293,000
All indebtedness of the corporation represented by bonds, debentures, notes, mortgages, hypothecary claims, bankers' acceptances, or similar obligations	
Any dividends declared but not paid by the corporation before the end of the year 110	
All other indebtedness of the corporation (other than any indebtedness for a lease) that has been outstanding for more than 365 days before the end of the year	
The total of all amounts, each of which is the amount, if any, in respect of a partnership in which the corporation held a membership interest at the end of the year, either directly or indirectly through another partnership (see note below)	
Subtotal (add lines 101 to 112)	22,955,083

Note:

Line 112 is determined by the formula (A – B) x C/D (as per paragraph 181.2(3)(g)) where:

- A is the total of all amounts that would be determined for lines 101, 107, 108, 109, and 111 in respect of the partnership for its last fiscal period that ends at or before the end of the year if
 - a) those lines applied to partnerships in the same manner that they apply to corporations, and
 - b) those amounts were computed without reference to amounts owing by the partnership
 - (i) to any corporation that held a membership interest in the partnership either directly or indirectly through another partnership, or
 - (ii) to any partnership in which a corporation described in subparagraph (i) held a membership interest either directly or indirectly through another partnership.
- B is the partnership's deferred unrealized foreign exchange losses at the end of the period,
- C is the share of the partnership's income or loss for the period to which the corporation is entitled either directly or indirectly through another partnership, and
- D is the partnership's income or loss for the period.



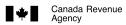
			89242 2817 RC0001
- F	Part 1 – Capital (continued)		
		Subtotal A (from page 1)	22,955,083 A
De	educt the following amounts:		
	Deferred tax debit balance at the end of the year		
	any deficit deducted in calculating its shareholders' equity (including, for this purpose, the imount of any provision for the redemption of preferred shares) at the end of the year		
1	o the extent that the amount may reasonably be regarded as being included in any of lines 01 to 112 above for the year, any amount deducted under subsection 135(1) in calculating ncome under Part I for the year.		
	Deferred unrealized foreign exchange losses at the end of the year		
	Subtotal (add lines 121 to 124)	> _	В
Ca	apital for the year (amount A minus amount B) (if negative, enter "0")	190 <u> </u>	22,955,083
- F	Part 2 – Investment allowance		
Ac	dd the carrying value at the end of the year of the following assets of the corporation:		
P	share of another corporation	401	
A	loan or advance to another corporation (other than a financial institution)	402	3,411,000
	bond, debenture, note, mortgage, hypothecary claim, or similar obligation of another corporation other than a financial institution)	403	
L	ong-term debt of a financial institution	404	
P	a dividend payable on a share of the capital stock of another corporation	405	
n ta	loan or advance to, or a bond, debenture, note, mortgage, hypothecary claim or similar obligation of, a partnersh nember of which was, throughout the year, another corporation (other than a financial institution) that was not exe ax under this Part (otherwise than because of paragraph 181.1(3)(d)), or another partnership described in laragraph 181.2(4)(d.1)	empt from	
P	n interest in a partnership (see note 2 below)	407	
l	nvestment allowance for the year (add lines 401 to 407)	490	3,411,000
No	otes:		_
1.	Lines 401 to 405 should not include the carrying value of a share of the capital stock of, a dividend payable by, c exempt from tax under Part I.3 (other than a non-resident corporation that at no time in the year carried on busin establishment).		
2.	Where the corporation has an interest in a partnership held either directly or indirectly through another partnersh additional rules regarding the carrying value of an interest in a partnership.	hip, refer to subsection 181.2	2(5) for
3.	Where a trust is used as a conduit for loaning money from a corporation to another related corporation (other the considered to have been made directly from the lending corporation to the borrowing corporation. Refer to subset		

- Part	3 –	Taxable	capital -

apply.

Capital for the year (line 190)	22,955,083 C
Deduct: Investment allowance for the year (line 490)	3,411,000 D
Taxable capital for the year (amount C minus amount D) (if negative, enter "0")	19,544,083

	To be com	pleted by a corporation that w	as resident in Canada a	t any time in the year	
Taxable capital for the year (line 500)	19,544,083 x			Taxable capital employed in Canada	690 19,544,083
		Taxableincome	1,000		
2. Where a co to have a ta	orporation's taxable incom exable income for that year	ulating the amount of taxable inco e for a tax year is "0," it shall, for t r of \$1,000. Regulation 8601 should be consic	he purposes of the above	·	
		eted by a corporation that was carried on a business through			
	ch of which is the carrying	value at the end of the year of an usiness during the year through a	asset of the corporation u	sed in the year or	701
Deduct the following am	nounts:				
paragraphs 181.2(3)(c)		[other than indebtedness describ / be regarded as relating to a bus nent in Canada			
described in subsection	181.2(4) of the corporation rrying on any business du	value at the end of year of an ass on that it used in the year, or held ring the year through a permaner	in the nt		
corporation that is a ship personal or movable pro	o or aircraft the corporation operty used or held by the	value at the end of year of an ass n operated in international traffic, corporation in carrying on any bu nt in Canada (see note below)	or		
		Total deductions (add	l lines 711, 712, and 713)		•i
Taxable capital emplo	yed in Canada (line 701	minus amount E) (if negative, er	nter "0")		790
		hich the corporation is resident d a ship or aircraft in international ti			
– Part 5 – Calculat	tion for purposes	of the small business de	eduction —		
This part is applicable	to corporations that ar	e not associated in the curren	t year, but were associa	ed in the prior year.	
Taxable capital employe	ed in Canada (amount fron	n line 690)			F
Deduct:					10 000 000
		Ex	xcess (amount F minus ar	mount G) (if negative, ente	r "0")
Calculation for purpos Enter this amount at line		s deduction (amount H x 0.225	%)		



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SCHEDULE 50

SHAREHOLDER INFORMATION

Name of corporation	Business Number	Tax year end Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31

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

		Provide only of	ne number per sha	areholder		
	Name of shareholder (after name, indicate in brackets if the shareholder is a corporation, partnership, individual, or trust)	Business Number (If a corporation is not registered, enter "NR")	Social insurance number	Trust number	Percentage common shares	Percentage preferred shares
	100	200	300	350	400	500
1	Town of Innisfil	12194 7188 RC0001			100.000	
2						
3						
4						
5						
6						
7						
8						
9						
10						

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SCHEDULE 546

CORPORATIONS INFORMATION ACT ANNUAL RETURN FOR ONTARIO CORPORATIONS

Name of corporation	Business Number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31

- This schedule should be completed by a corporation that is incorporated, continued, or amalgamated in Ontario and subject to the Ontario Business Corporations Act (BCA) or Ontario Corporations Act (CA), except for registered charities under the federal Income Tax Act. This completed schedule serves as a Corporations Information Act Annual Return under the Ontario Corporations Information Act.
- Complete parts 1 to 4. Complete parts 5 to 7 only to report change(s) in the information recorded on the Ontario Ministry of Government Services (MGS) public record.
- This schedule must set out the required information for the corporation as of the date of delivery of this schedule.
- A completed Ontario Corporations Information Act Annual Return must be delivered within six months after the end of the corporation's tax year-end.
 The MGS considers this return to be delivered on the date that it is filed with the Canada Revenue Agency (CRA) together with the corporation's income tax return.

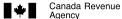
blic record)		
10 Date of incorporation or	ı	120 Ontario Corporation No
9	Year Month Day	
modificant	2000-10-05	7284940
	230 Suite number	
nust he completed first)		
,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		
		- ·
ON	CA	L9S 4A2
ton and Cladford and English	detection the dea MOO for the	
ddress or language of preference? To	review the information show	n for the corporation on the
'		a.
box and then go to "Part 4 – Certificat	ion."	
	amalgamation, whichever is the most recent (P.O. box not acceptable as and Concession number must be completed first) 260 Province/state ON t recently filed for the public record maded and, if applicable, the date the elected dress or language of preference? To Profile Report. For more information, versions are considered.	Date of incorporation or amalgamation, whichever is the most recent (P.O. box not acceptable as stand-alone address and Concession number Part Month Day 2000-10-05 (P.O. box not acceptable as stand-alone address and Concession number Part Month Day 2000-10-05 (P.O. box not acceptable as stand-alone address and Concession number Part Month Day 2000-10-05 (P.O. box not acceptable as stand-alone address and Concession number Part Month Day 2000-10-05 (P.O. box not acceptable as stand-alone address and Concession number Part Month Day 2000-10-05 (P.O. box not acceptable as stand-alone address and Concession number 230 Province/state 270 Country 280

- Part 4 – Certification 								
	I certify that all information given in this Corporations Information Act Annual Return is true, correct, and complete.							
450	McAllister 4	51 Glen						
	Lastname	First name						
454	Middle name(s)							
460	Please enter one of the following numbers in this box for the about knowledge of the affairs of the corporation. If you are a director	ove-named person: 1 for director, 2 for officer, or 3 for other individual having and officer, enter 1 or 2.						
Note: Sections 13 and 14 of the Ontario Corporations Information Act provide penalties for making false or misleading statements or omissions.								



Complete the applicable parts to report changes in the information recorded on the MGS public record.

- Pa	Part 5 – Mailing address Please enter one of the following numbers in this box: 1 - Show no mailing address on the MGS public record. 2 - The corporation's mailing address is the same as the head or registered office address in Part 2 of this schedule.					
	3 - The corporation's complete mailing address is as follows:					
510	Care of (if applicable)					
520	Street number 530 Street name/Rural route/Lot and Concession number 540 Suite number					
550	Additional address information if applicable (line 530 must be completed first)					
560	Municipality (e.g., city, town) 570 Province/state 580 Country Postal/zip code					
⊢ Pa⊦	rt 6 – Language of preference					
600	Indicate your language of preference by entering 1 for English or 2 for French. This is the language of preference recorded on the MGS public record for communications with the corporation. It may be different from line 990 on the T2 return.					



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Scientific Research and Experimental Development (SR&ED) Expenditures Claim

Use this form:

- to provide technical information on your SR&ED projects;
- to calculate your SR&ED expenditures; and
- to calculate your qualified SR&ED expenditures for investment tax credits (ITC).

To claim an ITC, use either:

- Schedule T2SCH31, Investment Tax Credit Corporations, or
- Form T2038(IND), Investment Tax Credit (Individuals).

The information requested in this form and documents supporting your expenditures and project information (Part 2) are prescribed information.

Your SR&ED claim must be filed within 12 months of the filing due date of your income tax return.

To help you fill out this form, use the T4088, Guide to Form T661, which is available on our Web site: www.cra.gc.ca/sred.

Part 1 – General information

010 Name of claimant	Enter one of the following:
Taxyear From: 2018-01-01 Year Month Day To: 2018-12-31 Year Month Day	89242 2817 RC0001 Business number (BN)
Total number of projects you are claiming this tax year:	Social insurance number (SIN)
100 Contact person for the financial information	105 Telephone number/extension 110 Fax number
Lisa McCaskie 115 Contact person for the technical information	(705) 431-6870 120 Telephone number/extension 125 Fax number
Danny Persaud	(705) 431-6870
151	
151 If this claim is filed for a partnership, was Form T5013 filed?	1 Yes 2 No
If you answered no to line 151, complete lines 153, 156 and 157. Names of the partners	156 % 157 BN or SIN
1	
2	
3	
4	
5	
Part 2 - Project information	CRA internal form identifier 060 Code 1501

Complete a separate Part 2 for each project claimed this year.

Section A - Project identification

200 Project title (and identification code if applicable)

See schedule



Part 3 - Calculation of SR&ED expenditures

What did you spend on your SR&ED projects?

Section A – Select the method to calculate the SR&ED expenditures
I elect (choose) to use the following method to calculate my SR&ED expenditures and related investment tax credits (ITC) for this tax year. I understand that my election is irrevocable (cannot be changed) for this tax year.
160 1 X I elect to use the proxy method (Enter "0" on line 360 and complete Part 5.)
162 1 Choose to use the traditional method (Enter "0" on lines 355 and 502. Complete line 360.)

Section B – Calculation of allowable SR&ED expenditures (to the nearest dollar)	
SR&ED portion of salary or wages of employees directly engaged in the SR&ED: a) Employees other than specified employees for work performed in Canada	177 750
	177,758
b) Specified employees for work performed in Canada	177 750
Subtotal (add lines 300 and 305)	177,758
c) Employees other than specified employees for work performed outside Canada (subject to limitations – see guide) +	
d) Specified employees for work performed outside Canada (subject to limitations – see guide)	
• Salary or wages identified on line 315 in prior years that were paid in this tax year	
• Salary or wages incurred in the year but not paid within 180 days of the tax year end 315	
• Cost of materials consumed in performing SR&ED	
Cost of materials transformed in performing SR&ED	
Contract expenditures for SR&ED performed on your behalf:	
a) Arm's length contracts (see note 1)	22,840
b) Non-arm's length contracts (see note 1)	
Lease costs of equipment used before 2014:	
a) All or substantially all (90% of the time or more) for SR&ED	
b) Primarily (more than 50% of the time but less than 90%) for SR&ED. (Enter 50% of lease costs if you use the proxy	
method or enter "0" if you use the traditional method) +	
Overhead and other expenditures (enter "0" if you use the proxy method)	
• Third-party payments (see note 2) (complete Form T1263*)	
Total current SR&ED expenditures (add lines 306 to 370; do not add line 315)	200,598
(Corporations may need to adjust line 118 of schedule T2SCH1)	
• Capital expenditures for depreciable property available for use before 2014	
Total allowable SR&ED expenditures (add lines 380 and 390)	200,598
	200,070
Section C – Calculation of pool of deductible SR&ED expenditures (to the nearest dollar)	
Amount from line 400	200,598
Deduct	
	6,692
	4,839
	4,03
• non-government assistance for expenditures included on line 400	
• SR&ED ITCs applied and/or refunded in the prior year (see guide)	
• sale of SR&ED capital assets and other deductions	100.07
Subtotal (line 420 minus lines 429 to 440) 442 =	189,06
Add	
• repayments of government and non-government assistance that previously reduced the SR&ED expenditure pool 445 +	
• prior year's pool balance of deductible SR&ED expenditures (from line 470 of prior year T661)	
SR&ED expenditure pool transfer from amalgamation or wind-up	
amount of SR&ED ITC recaptured in the prior year	
Amount available for deduction (add lines 442 to 453)	189,067
(enter positive amount only, include negative amount in income)	100.07
Deduction claimed in the year	189,067

(Corporations should enter this amount on line 411 of schedule T2SCH1)

Pool balance of deductible SR&ED expenditures to be carried forward to future years (line 455 minus 460)

. 470 =

^{*} Form T1263, Third-Party Payments for Scientific Research and Experimental Development (SR&ED)

Note 1 - For contract expenditures made after 2013, no amounts for purchasing or leasing capital property can be included.

Note 2 - For third-party payments made after 2013, no amounts for purchasing or leasing capital property can be included.

Part 4 – Calculation of qualified SR&ED expenditures for investment tax credit (ITC) purposes

The resulting amount is used to calculate your refundable and/or non refundable ITC.

Enter the breakdown between current and capital expenditures (to the nearest dollar)	Current Expenditures		Capital Expenditures
Total expenditures for SR&ED (from lines 380 and 390)	200,598	496	
Add			
 payment of prior years' unpaid amounts (other than salary or wages) (see note 5) 500 + _			
• prescribed proxy amount (complete Part 5)			
(Enter "0" if you use the traditional method)	96,337		
• expenditures on shared-use equipment for property acquired before 2014		504 +	
• qualified expenditures transferred to you (see note 3) (complete Form T1146**)		510 +	
Subtotal (add lines 492 to 508, and add lines 496 to 510)	296,935	512 =	
Deduct (see note 4)			
• provincial government assistance 513 -	10,063	514 -	
• other government assistance	4,839	516 –	
• non-government assistance and contract payments		518 –	
• current expenditures (other than salary or wages) not paid within 180 days of the tax year end (see note 5)			
 amounts paid in respect of an SR&ED contract to a person or partnership that is not a taxable supplier 528 			
 20% of expenditures included on lines 340 and 370 	4,568		
• prescribed expenditures not allowed by regulations (see guide) 530 -		532 -	
• other deductions (see guide)		535 -	
• non-arm's length transactions			
- assistance allocated to you (complete Form T1145*)		540 -	
 expenditures for non-arm's length SR&ED contracts (from line 345) adjustments to purchases (limited to costs) of goods and services from 		_	
non-arm's length suppliers (see guide) 542 -		543	
qualified expenditures you transferred (complete Form T1146**)544		546 -	
Subtotal (line 511 minus lines 513 to 544 and line 512 minus lines 514 to 546) 557 =	277,465	558 = _	
Qualified SR&ED expenditures (add lines 557 and 558)		559 = _	277,465
Add			
repayments of assistance and contract payments made in the year		560 +	
		570 -	277.4/5
Total qualified SR&ED expenditures for ITC purposes (add lines 559 and 560)		570 = _	277,465

^{*} Form T1145, Agreement to Allocate Assistance for SR&ED Between Persons Not Dealing at Arm's Length

^{**} Form T1146, Agreement to Transfer Qualified Expenditures Incurred in Respect of SR&ED Contracts Between Persons Not Dealing at Arm's Length

Note 3 - On line 510 (capital) - Only include expenditures made before 2014 by the transferor (performer). Complete the latest version of Form T1146.

Note 4 - On lines 514, 516, 518, 532, 535, 540, 543 and 546 - Only include amounts related to expenditures of a capital nature made before 2014.

Note 5 – For arm's length contracts, only include 80% of the contract amount.

Part 5 - Calculation of prescribed proxy amount (PPA)

A notional amount representing your overhead and other expenditures.

This part calculates the PPA to enter on line 502 in Part 4. Do not complete this part if you have chosen to use the traditional method in Part 3 (line 162). You can only claim a PPA if you elected to use the proxy method for the year in Part 3 (line 160).

Special rules apply for specified employees. Calculate your salary base in Section A and the PPA in Section B.

y or wages of employees othe	er than specified employe	ees (from lines	300 and 307)			. 810 +	
uct							
uses, remuneration based on p	orofits, and taxable bene	fits that were in	cluded on line 810			812 -	
total (line 810 minus 812)						. 814 =	
ary or wages of specified en	nployees					•	
850	852	854	856	858	860		
Column 1	Column 2	Column 3	Column 4	Column 5	Column 6		
Name of specified employee	Total salary or wages for the year (SR&ED and non-SR&ED) excluding bonuses, remuneration based on profits, and taxable	% of time spent on SR&ED (maximum 75%)	Amount in column 2 multiplied by percentage in column 3	2,5 x A x B/365 A = Year's maximum pensionable earnings B = Number of days employed	Amount in column 4 or 5, whichever amount is less		

(Enter total of column 6 on line 816)

816 +

Salary base (total of lines 814 and 816)

Section B - Prescribed proxy amount (PPA)

Enter 65% of the salary base (line 818) less 5% of the salary base for the number of 2013 calendar days in the tax year, and less 10% of the salary base for number of days after 2013 in the tax year (use the formula in the guide-line 820)

..... **820** = _____96,

Enter the amount from line 820 on line 502 in Part 4 unless the overall cap on PPA applies to you.

(to the nearest dollar)

(See the guide for explanation and example of the overall cap on PPA)

Part 6 - Project costs

Information requested in this part must be provided for **all** SR&ED projects claimed in the year. Expenditures should be recorded and allocated on a project basis.

750	752	754	756
Project title or identification code	Salary or wages in the tax year	Cost of materials in the tax year	Contract expenditures for SR&ED performed on your behalf in the tax year
	(Total of lines 306 to 309)	(Total of lines 320 and 325)	(Total of lines 340 and 345)
1. 2018-01 Smart Devices for Grid Management	177,758		22,840
Tota	177,758		22,840

Part 7 – Additional information

Expenditures for SR&ED performed by you in Canada (line 400 minus lines 307, 309, 340, 345, and 370))	605 177,758
From the total you entered on line 605, estimate the percentage of distribution of the sources of funds for SR&ED performed within your organization.	Canadian (%)	Foreign (%)
Internal	100.000	
Parent companies, subsidiaries, and affiliated companies	2	604
Federal contracts	8	
Provincial funding	0	
SR&ED contract work performed for other companies on their behalf	2	614
Other funding (e.g., universities, foreign governments) 61	6	618
For statistical purposes indicate whether the work you performed falls within the realm of Basic or Applied resc Experimental development (to achieve a technological advancement):	earch (to advance scientific	knowledge) or
620 1 Basic or Applied research 622 1 X Experimen	tal development	
Enter the number of SR&ED personnel in full-time equivalents (FTE):		
Scientists and engineers		632 1_
Technologists and technicians		634 1
Managers and administrators		636 1
Other technical supporting staff		638 1
11 0		Tip.

Part 8 - Claim checklist

	_
To ensure your claim is complete, make sure you have:	Т
1. used the current version of this form	
2. entered the method you have chosen for reporting your SR&ED expenditures in Section A of Part 3	
3. completed Part 2 for each project X	
4. filed a completed Schedule T2SCH31 or Form T2038(IND) to claim ITCs on your qualified SR&ED expenditures	
5. filed a completed Form T1145*, T1146**, T1174*** and/or T1263**** including any required attachments, if applicable	
To expedite the processing of your claim, make sure you have:	7
1. completed Form T2, Corporation Income Tax Return or Form T1, Income Tax and Benefit Return	
2. filed the appropriate provincial and/or territorial tax credit forms, if applicable	
3. retained documents to support the SR&ED work performed and SR&ED expenditures you claimed	
4. checked boxes 231 and 232 on page 2 of your T2 return to indicate attachment of Form T661 and Schedule T2SCH31	

^{*} Form T1145, Agreement to Allocate Assistance for SR&ED Between Persons Not Dealing at Arm's Length

^{**} Form T1146, Agreement to Transfer Qualified Expenditures Incurred in Respect of SR&ED Contracts Between Persons Not Dealing at Arm's Length

^{***} Form T1174, Agreement Between Associated Corporations to Allocate Salary or Wages of Specified Employees for Scientific Research and Experimental Development (SR&ED)

^{****} Form T1263, Third-Party Payments for Scientific Research and Experimental Development (SR&ED)

Part 9 - Claim preparer information

Information requested in this part must be provided for each claim preparer that has accepted consideration to prepare or assist in the preparation of this SR&ED claim. Certification is required on lines 935, 970, and 975.

A \$1000 penalty may be assessed if the information requested below about the claim preparer(s) and billing arrangement(s), is missing, incomplete, or inaccurate. Where a claim preparer has prepared or assisted in the preparation of this SR&ED form, the claimant and the claim preparer will be jointly and severally, or solidarily, liable for the penalty.

935 Was a claim preparer engaged in any aspect of the preparation of this SR&ED claim?

1 X Yes (complete the claim preparer information table and lines 970 and 975 below)

2 No (complete lines 970 and 975)

Claim preparer information table

	940	945	950	955	960	965
	Name of claim preparer (company or individual)	Business number	Billing arrangement code (see codes*)	Billing rate (percentage, hourly/daily rate or flat fee)	Other billing arrangement(s) (Maximum 10 words)	Total fee paid, payable, or expected to pay
1. KP	MG LLP	12236 3153 RT0001	1	25.00		12,921
					Total	12,921
* Billing	arrangement codes					
Code	Type of billing arrangement					
1	Contingency fee arrangement – where the fe	e is based on a percenta	ge of the investm	ent tax credit earned		
2	Hourly rate					
3	Daily rate					
4	Flat fee arrangement (lump sum)					
5	Other arrangements – describe the arranger	ment in box 960 in 10 wo	ds or less			
970 I,	Glen McAllister Name of authorized signing officer of the cor	poration, or individual (prin	•	certify that the informa	tion provided in this part is c	omplete
and	d accurate.					
					975	2019-06-19
	Signature					Year Month Day

PREPARED SOLELY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIEW FROM INFORMATION PROVIDED BY THE TAXPAYER.

Part 10 - Certification

Part 10 – Certification							
I certify that I have examined the information provided on this form and on the attachments an	d it is true, correct, and complete.						
Glen McAllister Name of authorized signing officer of the corporation, or individual	Signature	170 2019-06-19 Date					
175 KPMG LLP Name of person/firm who completed this form							

Privacy Notice

Personal information is collected pursuant to subsections 37(1), 37(11), and 162(5.1) of the *Income Tax Act* (the Act) and is used for verification of compliance, administration and enforcement of the Scientific Research and Experimental Development (SR&ED) program requirements.

Information may also be used for the administration and enforcement of other provisions of the Act, including assessment, audit, enforcement, collections, and appeals, and may be disclosed under information-sharing agreements in accordance with the Act. Incomplete or inaccurate information may result in assessment of monetary penalties and delays in processing SR&ED claims.

The social insurance number is collected pursuant to section 237 of the Act and is used for identification purposes.

Information is described in personal information bank CRA PPU 441 "Scientific Research and Experimental Development" in the Canada Revenue Agency (CRA) chapter of *Info Source*. Personal information is protected under the *Privacy Act*, and individuals have a right of access to, correction, and protection of their personal information. Further details regarding requests for personal information at the CRA and our *Info Source* chapter can be found at www.cra.gc.ca/atip.

Part 2 - Project information (continued)

Project number 1
CRA internal form identifier 060

Comp	plete a separate Part 2 for each project claimed this year.						
Sec	tion A – Project identification						
200	Project title (and identification code if applicable)						
	2018-01 Smart Devices for Grid Management						
202	Project start date 204 Completion or expected completion date 206 Field of science or technology code						
	2017-10 (See guide for list of codes)						
	Year Month Year Month 2.02.01 Electrical and electronic engineering						
Proje	ect claim history						
208	1 Continuation of a previously claimed project 210 1 X First claim for the project						
218	Was any of the work done jointly or in collaboration with other businesses?						
	answered yes to line 218, complete lines 220 and 221.						
220	Names of the businesses 221 BN						
-							
1							
2							
3							
Sec	tion B – Project descriptions						
	What scientific or technological uncertainties did you attempt to overcome?						
Z4Z	(Maximum 50 lines)						
1.	InnPower Inc. (InnPower or the company) operates ten substations, each with an						
2.	incoming voltage of 44,000 volts. There are over 525 kilometers of high						
3.	voltage lines under the company's jurisdiction, covering a 290 square						
4.	kilometer service area within the Town of Innisfil and South Barrie. In						
5.	seeking to advance technologies required to achieve smart grid capabilities,						
6.	the following technological uncertainties needed to be addressed.						
7.							
8.	False tripping issues can occur even in healthy distribution feeders under						
9.	delayed voltage recovery conditions, miscoordination and load unbalance issues						
10.	during an out-of-section fault. Techniques were sought to prevent sympathetic						
11.	or false tripping on the distribution network and to allow tripping only under						
12.	actual fault conditions, while minimizing outage durations. However, due to						
13.	complexities associated with the distribution network, it was unknown if						
<u> 14.</u>	lowering individual feeder currents and balancing feeder loads would reduce or						
<u> 15.</u>	eliminate pre-fault unbalance currents.						
<u> 16.</u>							
<u>17.</u>	Periodic variations in voltage levels within distribution networks typically						
<u>18.</u>	have detrimental impacts on resistive loads, particularly lighting. Mitigation						
<u> 19.</u>	techniques include injection of reactive power to compensate for the active						
20.	power fluctuations. However for power quality effectiveness, this requires						
21. 22.							
23.	at connection points and improve the power factor of any load that may be						
24.	nearby. Experimentation was necessary to understand system relationships and						
2 4. 25.	properties that would lead to a robust solution.						
<u> 25.</u> 26.	The RF communication architecture was congested with meter messages, thus						
27.	resulting in higher propagation delays. It was uncertain how the communication						
28.	architecture could be improved to minimize the latency.						
	aronicostate soura de improvea co minimide che facchey.						
244	What work did you perform in the tax year to overcome the scientific or technological uncertainties described in line 242?						
	(Summarize the systematic investigation or search) (Maximum 100 lines)						
1.	Systematic investigations were carried out toward the development of						

techniques to allow feeder protection to operate only under real fault

conditions without initiating any false tripping of healthy feeders at the

2.

3.

244 What work did you perform in the tax year to overcome the scientific or technological uncertainties described in line 242? (Summarize the systematic investigation or search) (Maximum 100 lines) tripping events were analyzed and correlated to physical events on the 6. distribution system. It was realized that all unbalanced faults produced 7. negative sequence current. In addressing this, two groups of strategies were 8. developed in combination with directional negative sequence functions; phase 9. overcurrent and time delayed under voltage function. Group-1 strategy was used 10. as graded overcurrent with directional negative sequence function in order to 11. eliminate only for particular feeder fault and prevent the sympathetic 12. tripping. Group 2 strategy was used as graded overcurrent system with under 13. voltage function to initiate disturbance/waveform recorder to analyze the 14. fault. Further, strategies were also developed to accurately identify a "cold 15. load pickup" and "High Set Instantaneous pickup" that could cause false trips. 16. 17. Also, because the grid has a mixture of long single phase distribution as well 18. as three-phase loads, experimentation was carried out to improve reliability 19. on every relay such that one group would allow single phase tripping and the 20. other group would only allow a gang-operated 3-phase trip. The hypothesis was 21. to set group one tripping on the single phase distribution such that the other 22. two un-faulted phases could remain undisturbed on a feeder fault. Group two or 23. ganged tripping would be implemented on feeders with three-phase load to 24. mitigate the transformer issues. Finally, back-feeding through the feeders 25. from the LV system to the HV system on a loss of supply were analyzed to 26. prevent a fault. In addition, an alarm signal network was connected to the 27. outage management system (OMS) control center to isolate the feeder manually 28. as necessary. Testing showed significant improvements in proactively 29. eliminating tripping. All of these improvements were piloted in the system and 30. along with environmental management resulted in an average reduction in 31. sustained and momentary outages by over 87%. 32. 33. It was hypothesized that triangulation techniques would enable accurate 34. identification of fault locations using the output data obtained from the 35. fault indicators and feeders in the distribution system. The following 36. parameters associated with the voltage fluctuations were analyzed: Fault type, 37. current and impedance, peak-to-peak RMS (root mean square) voltage and the 38. time duration of flicker. As a proof of concept, InnPower developed techniques 39. to analyze the impedance values associated with the fault currents/voltages 40. such that the fault impedance could be compared to the system impedance and 41. available fault current in order to estimate the fault location. The 42. development of this triangulation technique involved integrating CIS and GIS 43. data, and an algorithm to determine the faulty equipment. This was implemented 44. in such a way that if an outage call is reported from three different end 45.__ nodes simultaneously, this data was used along with GIS to pinpoint faults. 46. Tests were done to improve the underlying techniques with respect to isolating 47. false positives. The solution ultimately led to the ability to accurately 48. identify and manage faults. The objective in FY19 is to develop geo-spatial 49. techniques to represent power distribution areas (including connectivity models) within a proprietary GIS to accurately identify the faults. Density 50. 51. analysis was carried out in FY18 and experiments will continue in the next 52. year to import the subdivision details into GIS. 53. 54. Two zones with 3Km radius each were chosen to test the latency issues and 55. through tests, it was proposed that delays were present due to two main 56. reasons: RF propagation challenges due to the absence of LOS (Line of Sight) 57. transmission paths and congestions caused by millions of endpoints. Signal 58. propagation studies were carried out to understand the radiation patterns of 59.__ antenna and analyze the signal to noise ratio (SNR). Techniques were developed

to detune the antenna to allow LOS communication, while simultaneously

introducing DR (demand response) techniques to efficiently handle traffic. As

load tests were carried out, InnPower observed significant reductions in the

60.

61.

62.

244	What work did you perform in the tax year to overcome the scientific or tech	nnological uncertainties described in line 242?						
(Summarize the systematic investigation or search) (<i>Maximum 100 lines</i>) 63. round trip latency from 1000ms to 100ms.								
00.	Tours city faccine, from footing to footing.							
246	What scientific or technological advancements did you achieve or attempt to	achieve as a result of the work described in line	244? (Maximum 50 lines)					
1.	. The work performed for this project in FY18 represents a technological							
2.	advancement in the fields of Electrical and El	Lectronic Engineering.						
3.	The Device Jacobs of the improve subset management	bee and and bee to accome						
4. 5.	InnPower learned to improve outage management sympathetic\false tripping on the distribution	-						
6.	allowed only under real fault conditions. This							
7.	analysis on the distribution network to identi	fy and improve the relay						
8.	settings.							
9.	InnPower advanced the understanding of fault a	analygig/identification through	h					
11.	improved triangulation approaches using a vari							
12.	thereby minimizing flicker issues. The Company	-						
13.	techniques could be successfully developed to	accurately identify and isola	te					
14.	the fault locations by integrating CIS and GIS	G data.						
15. 16.	InnPower advanced the understanding of how to	improve DE communication to						
17.	reduce round trip latency issues present in the	*						
18.								
19.								
20.								
21.								
23.								
24.								
25.								
26.								
27.								
Sect	on C – Additional project information							
	prepared the responses for Section B?							
253	Employee directly involved in 254 Name							
	the project Danny Persaud							
255	1 Other employee of the company							
257	258 Name	259 Firm						
257	1 X External consultant KPMG LLP	KPMG L	I P					
List th	e key individuals directly involved in the project and indicate their qualification							
260	Names	261 Qualifications/experience	e and position title					
1	anny Persaud	COO, B.Eng. Engineering Systems and Com	nputing, 10+ years of Engineering					
- N	orteza Mirkeshmiri	Power System Designer, 10+ years of Engi	neering Experience					
2 "	0.000 min.000 min.							
3 S	neldon Lamoureux	GIS and AutoCAD Technician, 5 + years of	Engineering Experience.					
265 Are you claiming any salary or wages for SR&ED performed outside Canada?								
266	Are you claiming expenditures for SR&ED carried out on behalf of another pa	arty?	1 Yes 2 X No					
267	Are you claiming expenditures for SR&ED performed by people other than yo	ur employees?	1 X Yes 2 No					
If you	answered yes to line 267, complete lines 268 and 269.							
268	Names of individuals or companies		269 BN					
	<u> </u>							
1	Survalent Technology		13119 7386 RT0001					

268	Names of individuals	269 BN					
2	NBM Engineering		86620 9620 RT0001				
	What evidence do you have to support your claim? (Check any that apply) You do not need to submit these items with the claim. However, you are required to retain them in the event of a review.						
270	1 X Project planning documents	276 1 X Progress reports, minutes of project meet	tings				
271	Records of resources allocated to the project, time sheets	1 X Test protocols, test data, analysis of test conclusions	results,				
272	1 X Design of experiments	278 1 Photographs and videos					
273	1 X Project records, laboratory notebooks	279 1 Samples, prototypes, scrap or other artefa	acts				
274	1 Design, system architecture and source code	280 1 X Contracts					
275	1 Records of trial runs	281 1 Others, specify 282					

Tax Instalments

Federal tax instalments -

For the taxation year ended 2019-12-31

Business number 89242 2817 RC0001

You can also mail a cheque or a money order payable to the Minister of Finance, to Ministry of Finance, HYDRO PILS DIVISION, 33 King St, Oshawa ON L1H 1A1

Monthly instalment workchart

Date	Monthly tax instalments	Refund transferred to instalments	Instalments paid	Cumulative difference	Instalments payable
2019-01-31	3,906				3,90
2019-02-28	3,906				3,90
2019-03-31	3,906				3,90
2019-04-30	3,906				3,90
2019-05-31	3,906				3,90
2019-06-30	3,906				3,90
2019-07-31	3,906				3,90
2019-08-31	3,906				3,90
2019-09-30	3,906				3,90
2019-10-31	3,906				3,90
2019-11-30	3,906				3,90
2019-12-31	3,900				3,90
Totals	46,866				46,86



Canada Revenue Agence du revenu du Canada

T2 Corporation Income Tax Return

200

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

All legislative references on this return are to the federal Income Tax Act and Income Tax Regulations. This return may contain changes that had not yet become law at the time of publication.

Send one completed copy of this return, including schedules and the General Index of Financial Information (GIFI), to your tax centre. You have to file the return within six months after the end of the corporation's tax year.

For more information see canada.ca/taxes or Guide T4012, T2 Corporation – Income Tax Guide.

055	Do not use this area

┌ Identification ————————————————————————————————————	
Business number (BN)	
Corporation's name OO2 InnPower Corporation Address of head office	To which tax year does this return apply? Tax year start Year Month Day Year Month Day 2010, 01, 01, 01, 01, 01, 01, 01, 01, 01,
Has this address changed since the last time we were notified?	Has there been an acquisition of control resulting in the application of subsection 249(4) since the tax year start on line 060?
City Province, territory, or state O15 Innisfil O16 ON	If yes, provide the date control was acquired
Country (other than Canada) Postal or ZIP code 017 018 L9S 0J3	Is the date on line 061 a deemed tax year-end according to subsection 249(3.1)?
Mailing address (if different from head office address) Has this address changed since the last time we were notified?	Is the corporation a professional corporation that is a member of a partnership?
021 c/o	Is this the first year of filing after: Incorporation?
O25 Innisfil O26 ON	Has there been a wind-up of a subsidiary under section 88 during the current tax year?
Has this address changed since the last time we were notified?	Is this the final tax year before amalgamation? Is this the final return up to
If yes, complete lines 031 to 038. 031	dissolution?
O35 Innisfil Country (other than Canada) O36 ON Postal or ZIP code 037 038 L9S 0J3	Is the corporation a resident of Canada? If no, give the country of residence on line 081 and complete and attach Schedule 97.
Type of corporation at the end of the tax year (tick one) X 1 Canadian-controlled private corporation (CCPC) 2 Other private corporation 3 Public corporation	Is the non-resident corporation claiming an exemption under an income tax treaty?
4 Corporation controlled by a public corporation 5 Other corporation (specify) If the type of corporation changed during the tax year, provide the effective date of the change	If the corporation is exempt from tax under section 149, tick one of the following boxes: 1
Do not use	<u> </u>
095 096	898

← Attachments —	
Financial statement information: Use GIFI schedules 100, 125, and 141.	
Schedules – Answer the following questions. For each yes response, attach the schedule to the T2 return, unless otherwise instructed.	Schedule
]
\(\frac{1}{2}\)	9
	23
9,	49
	19
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	11
If you answered yes to the above question, and the transaction was between corporations not dealing at arm's length,	1 1
were all or substantially all of the assets of the transferor disposed of to the transferee?	44
Has the corporation paid any royalties, management fees, or other similar payments to residents of Canada?	14
Is the corporation claiming a deduction for payments to a type of employee benefit plan?	15
Is the corporation claiming a loss or deduction from a tax shelter?	T5004
Is the corporation a member of a partnership for which a partnership account number has been assigned?	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	l
with the corporation have a beneficial interest in a non-resident discretionary trust (without reference to section 94)?	22
Did the corporation own any shares in one or more foreign affiliates in the tax year?	25
Has the corporation made any payments to non-residents of Canada under subsections 202(1) and/or 105(1) of the Income Tax Regulations?	29
Did the corporation have a total amount over CAN\$1 million of reportable transactions with non-arm's length non-residents?	T106
For private corporations: Does the corporation have any shareholders who own 10% or more of the corporation's	
common and/or preferred shares?	50
Has the corporation made payments to, or received amounts from, a retirement compensation plan arrangement during the year? 172	
Does the corporation earn income from one or more Internet web pages or websites?	88
Is the net income/loss shown on the financial statements different from the net income/loss for income tax purposes?	1
Has the corporation made any charitable donations; gifts of cultural or ecological property; or gifts of medicine?	2
Has the corporation received any dividends or paid any taxable dividends for purposes of the dividend refund?	3
Is the corporation claiming any type of losses? 204 X	4
Is the corporation claiming a provincial or territorial tax credit or does it have a permanent establishment	I
in more than one jurisdiction?	5
Has the corporation realized any capital gains or incurred any capital losses during the tax year?	6
i) Is the corporation a CCPC and reporting a) income or loss from property (other than dividends deductible on line 320 of the T2 return), b) income from a partnership, c) income from a foreign business, d) income from a personal services business, e) income referred to in clause 125(1)(a)(i)(C) or 125(1)(a)(i)(B), f) aggregate investment income as defined in subsection 129(4), or g) an amount assigned to it under	
subsection 125(3.2) or 125(8); or ii) Is the corporation a member of a partnership and assigning its specified partnership business limit to a designated member under	1
subsection 125(8)?	7
Does the corporation have any property that is eligible for capital cost allowance?	8
Does the corporation have any resource-related deductions?	12
Is the corporation claiming deductible reserves?	13
Is the corporation claiming a patronage dividend deduction?	16
Is the corporation a credit union claiming a deduction for allocations in proportion to borrowing or a provincial credit union tax reduction? 217	17
Is the corporation an investment corporation or a mutual fund corporation?	18
Is the corporation carrying on business in Canada as a non-resident corporation?	20
Is the corporation claiming any federal, provincial, or territorial foreign tax credits, or any federal logging tax credits?	21
Does the corporation have any Canadian manufacturing and processing profits?	27
Is the corporation claiming an investment tax credit?	31
Is the corporation claiming any scientific research and experimental development (SR&ED) expenditures?	T661
Is the total taxable capital employed in Canada of the corporation and its related corporations over \$10,000,000?	33/34/35
Is the total taxable capital employed in Canada of the corporation and its associated corporations over \$10,000,000?	
Is the corporation subject to gross Part VI tax on capital of financial institutions?	38
Is the corporation claiming a Part I tax credit?	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	43
Is the corporation agreeing to a transfer of the liability for Part VI.1 tax?	45
Is the corporation subject to Part II – Tobacco Manufacturers' surtax?	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?	39
Is the corporation claiming a Canadian film or video production tax credit?	T1131
Is the corporation claiming a canadian min of video production tax credit?	T1177
Is the corporation subject to Part XIII.1 tax? (Show your calculations on a sheet that you identify as Schedule 92.)	92
Construction of a construction	52

- Attachments (continued)	Yes Schedul	le
Did the corporation own or hold specified foreign property where the total cost amount of all such property, at any time in the year, was	271 T ₁₁₃₄	1
	259 T1135 260 T1141	
	004	
,	000	
	000	
	004	
	005	ł
	000	
	007	
	267 T2002	-
Did the corporation (CCPC or deposit insurance corporation (DIC)) pay eligible dividends, or did its general rate income pool (GRIP) change in the tax year?	268 X 53	
	269 54	
─ Additional information		_
Did the corporation use the International Financial Reporting Standards (IFRS) when it prepared its financial statements? Yes	X No	7
Is the corporation inactive?	No X	
What is the corporation's main revenue-generating business activity? 221122 _ Electric Power Distribution		_
Specify the principal products mined, manufactured, 284 Electricity distributor 28	5 100.000 %	
sold, constructed, or services provided, giving the	7 %	
approximate percentage of the total revenue that each product or service represents.	9%	
Did the corporation immigrate to Canada during the tax year?	No X	ן [
Did the corporation emigrate from Canada during the tax year?	No X	. 1
Do you want to be considered as a quarterly instalment remitter if you are eligible?	No	1
	Year Month Day	Ī
the date the corporation ceased to be eligible		
If the corporation's major business activity is construction, did you have any subcontractors during the tax year? Yes	No	
┌ Taxable income ────────────────────────────────		
Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI Deduct:	874,644	Α
Charitable donations from Schedule 2		
Cultural gifts from Schedule 2		
Ecological gifts from Schedule 2		
Gifts of medicine made before March 22, 2017, from Schedule 2		
from Schedule 3		
Part VI.1 tax deduction*		
Non-capital losses of previous tax years from Schedule 4		
Net capital losses of previous tax years from Schedule 4		
Restricted farm losses of previous tax years from Schedule 4		
Farm losses of previous tax years from Schedule 4		
Limited partnership losses of previous tax years from Schedule 4		
Taxable capital gains or taxable dividends allocated from a central credit union		
Prospector's and grubstaker's shares		
Subtotal ▶	844,897	В
Subtotal (amount A minus amount B) (if negative, enter "0")	29,747	С
Section 110.5 additions or subparagraph 115(1)(a)(vii) additions		D
Taxable income (amount C plus amount D)	29,747	
Income exempt under paragraph 149(1)(t) (for tax years starting before 2019)	00.747	
Taxable income for a corporation with exempt income under paragraph 149(1)(t) (line 360 minus line 370)	29,747	
Taxable income for the year from a personal services business	Z	Z.1
* This amount is equal to 3.5 times the Part VI.1 tax payable at line 724 on page 9.		

Canadian-controlled private corpora	ations (CCPCs) throug	hout the tax year						
Income eligible for the small business d						400	2,151,644 A	١.
Taxable income from line 360 on page 3 minus 4 times the amount on line 63 federal law, is exempt from Part I tax Business limit (see notes 1 and 2 below	36** on page 8, and min	us any amount tha	t, because of			440	29,747 B	
Notes:								
For CCPCs that are not associated, weeks, prorate this amount by the n		,	•	,				
2. For associated CCPCs, use Schedu	ule 23 to calculate the ar	mount to be entered	d on line 410.					
Business limit reduction								
Taxable capital business limit red	duction							
Amount C 500,0	000 x 415 ***	443,126 11,250	<u>D</u> =				19,694,489 E	:
Passive income business limit re	eduction							
Adjusted aggregate investment inco	ome from Schedule 7****	. 417			50,	000 =	F	:
Amount C 500,0	000 × Amount F		=			· · · · · · · · · · · · · · · · · · ·	G	;
			Subtotal (the gre	eater of amount	E and am	ount G) 422	19,694,489_ н	1
Reduced business limit for tax years sta	arting before 2019 (amo	unt C minus amou				405		
Reduced business limit for tax years sta	= :					426	J	j
Business limit the CCPC assigns unde	r subsection 125(3.2) (fr	om line 515 on pag	ge 5)			· · · · · ·	K	(
Reduced business limit after assign	ment for tax years sta	rting before 2019	(amount I minus	amount K)		427	L	-
Reduced business limit after assign	ment for tax years sta	rting after 2018 (a	amount J minus a	amount K)		428	N	1
Small business deduction								
Tax years starting before 2019								
Amount A, B, C, or L, whichever is the least	x	Number of days i before Janua	ry 1, 2018		x	17.5 % =	1	
		Number of days i	•	3	65			
Amount A, B, C, or L, whichever is the least		Number of days in t ber 31, 2017, and b		, 2019 3	65 x	18 %=	2	2
		Number of days i			65			
Amount A, B, C, or L, whichever is the least	x1	Number of days in t December 3			x	19 % =	3	3
		Number of days i	in the tax year	3	65			
Tax years starting after 2018								
Amount A, B, C, or M, whichever is the	least				x	19 % =	4	ŀ
Small business deduction (total of an Enter amount N at amount J on page 8.	,					430	N	1

- * Calculate the amount of foreign non-business income tax credit deductible on line 632 without reference to the refundable tax on the CCPC's investment income (line 604) and without reference to the corporate tax reductions under section 123.4.
- ** Calculate the amount of foreign business income tax credit deductible on line 636 without reference to the corporation tax reductions under section 123.4.

*** Large corporations

Small business deduction

- If the corporation is not associated with any corporations in both the current and previous tax years, the amount to be entered on line 415 is: (total taxable capital employed in Canada for the **prior** year **minus** \$10,000,000) x 0.225%.
- If the corporation is not associated with any corporations in the current tax year, but was associated in the previous tax year, the amount to be entered on line 415 is: (total taxable capital employed in Canada for the **current** year **minus** \$10,000,000) x 0.225%.
- For corporations associated in the current tax year, see Schedule 23 for the special rules that apply.
- **** Enter the total adjusted aggregate investment income of the corporation and all associated corporations. For the first tax year starting after 2018, use the total of lines 744 of Schedule 7. Otherwise, use the total of lines 745 of the preceding tax year.

	all business deduction (continued) ———— fied corporate income and assignment under subsection	on 125(3.2)				
	O1 Name of corporation receiving the income and assigned amount	O Business number of the corporation receiving the assigned amount	P Income paid under clause 125(1)(a)(i)(B) to the corporation identified in column O ³	Q Business limit assigned to corporation identified in column O ⁴		
		490	500	505		
1.						
[Т	otal 510	Total 515		
Notes	:				=	
bus (A) sha (B) pro (is amount is [as defined in subsection 125(7) specified co ts siness of the corporation for the year from the provision of set any time in the year, the corporation (or one of its sharehareholders) holds a direct or indirect interest in the private co it is not the case that all or substantially all of the corporatio operty to I) persons (other than the private corporation) with which the ll) partnerships with which the corporation deals at arm's lewith the corporation holds a direct or indirect interest.	ervices or property to a private nolders) or a person who does proration, and on's income for the year from a corporation deals at arm's le	e corporation (directly or indirectly, in s not deal at arm's length with the co an active business is from the provi ength, or	n any manner whatever) if orporation (or one of its sion of services or		
inc am	e amount of the business limit you assign to a CCPC cannotome referred to in column P in respect of that CCPC and B nount of income referred to in clauses 125(1)(a)(i)(A) or (B) tax years starting after 2018).	is the portion of the amount of	lescribed in A that is deductible by y	you in respect of the		
- Ger	neral tax reduction for Canadian-controlled	I private corporations	}			
	dian-controlled private corporations throughout the tax					
Taxab	le income from page 3 (line 360 or amount Z, whichever app	olies)		29,74	17 A	
Lesse				B		
Amour				C		
Amou	nt from line 400, 405, 410, or 427 (428 instead of 427 for tax		432	D		
	gate investment income from line 440 on page 6*			 F		
		Subtotal (add amo	ounts B to F)	>	G	
۸				20.77		
	nt A minus amount G (if negative, enter "0")			2.04		
	ral tax reduction for Canadian-controlled private corpo amount I on line 638 on page 8.	rations – Amount H multipli	ed by 13 %	3,86	<u>)/</u>	
* Exc	ept for a corporation that is, throughout the year, a cooperat	tive corporation (within the me	eaning assigned by subsection 136((2)) or a credit union.		
Do no	neral tax reduction t complete this area if you are a Canadian-controlled p ual fund corporation, or any corporation with taxable i					
Taxab	le income from page 3 (line 360 or amount Z, whichever app	olies)			J	
	r of amounts 9B and 9H from Part 9 of Schedule 27		· · · · · · · · · · · · · · · · · · ·			
	nal services business income		434	L M		
. 0.00.			unts K to M)		N	
Δ	nt I minut annuat N //t mans/ annuat N //t mans/				— ' '	
Amou	nt J minus amount N (if negative, enter "0")				= 0	
	ral tax reduction – Amount O multiplied by 13 % amount P on line 639 on page 8.			· · · · · · <u> </u>	<u> </u>	

┌ Refundable portion of Part I tax ───────────────────────────────────
Canadian-controlled private corporations throughout the tax year
Aggregate investment income from Schedule 7
from Schedule 7
Foreign non-business income tax credit from line 632 on page 8 B
Foreign investment income
from Schedule 7
Subtotal (amount B minus amount C) (if negative, enter "0")
Amount A minus amount D (if negative, enter "0")
Taxable income from line 360 on page 3 F
Amount from line 400, 405, 410, or 427 (428 instead of 427 for tax years starting after 2018) on page 4, whichever is the least G
Foreign non- business income tax credit from line 632 on page 8 H
Foreign business income tax credit from line 636 on page 8 x
Subtotal (amount F minus amount J) (if negative, enter "0")
Part I tax payable minus investment tax credit refund (line 700 minus line 780 from page 9)
Refundable portion of Part I tax – Amount E, L, or M, whichever is the least
┌ Refundable dividend tax on hand (for tax years starting before 2019)
Refundable dividend tax on hand at the end of the previous tax year
Subtotal (line 460 minus line 465) O
Refundable portion of Part I tax from line 450 above P
Total Part IV tax payable from Schedule 3
Net refundable dividend tax on hand transferred on an amalgamation or the wind-up
of a subsidiary
Subtotal (amount P plus amount Qplus line 480) R
Refundable dividend tax on hand at the end of the tax year – Amount O plus amount R
Private and subject corporations at the time taxable dividends were paid in the tax year
Taxable dividends paid in the tax year from line 460 on page 3 of Schedule 3 x 38 1 / 3 % = S
Refundable dividend tax on hand at the end of the tax year from line 485 above
Dividend refund – Amount S or T, whichever is less U Enter amount U on line 784 on page 9.

Refundable dividend tax on hand (for tax years starting after 2018) Refundable dividend tax on hand (RDTOH) at the end of the previous tax year	
Dividend refund for the previous tax year	
Net RDTOH transferred on an amalgamation or the wind-up of a subsidiary	
Subtotal (line 460 minus line 465 plus line 480)	A
General rate income pool (GRIP) at the end of the previous tax year (from line 100 of schedule 53)	B
Total eligible dividends paid in the previous tax year (from line 300 of schedule 53) C	
Total excessive eligible dividend designation in the previous tax year (from line 310 of Schedule 53)	
Subtotal (amount C minus amount D) (if negative, enter "0")	E
Net GRIP at the end of the previous tax year (amount B minus amount E) (if negative, enter "0") F GRIP transferred on an amalgamation or the wind-up of a subsidiary (total of lines 230 and 240 of schedule 53)	
Subtotal (amount F plus amount G)	H
Amount H multiplied by 38 1 / 3 %	1
Eligible refundable dividend tax on hand (ERDTOH) at the end of the previous tax year (for the first tax year starting after 2018, amount A or I, whichever is less, otherwise, use line 530 of the preceding tax year) 520	J
Non-eligible refundable dividend tax on hand (NERDTOH) at the end of the previous tax year (for the first tax year starting after	
2018, amount A minus amount I, otherwise, use line 545 of the preceding tax year) (if negative, enter "0") 535	К
Part IV tax payable on taxable dividends from connected corporations (amount 2G from Schedule 3) L	
Part IV tax payable on eligible dividends from non-connected corporations (amount 2J from Schedule 3)	
Subtotal (amount L plus amount M)	N
Net ERDTOH transferred on an amalgamation or the wind-up of a subsidiary	0
ERDTOH dividend refund for the previous tax year	P
Refundable portion of Part I tax (from line 450 on page 6)	
Part IV tax before deductions (amount 2A from Schedule 3)	
Part IV tax allocated to ERDTOH (amount N)	
Part IV tax reduction due to Part IV.1 tax payable (amount 4D of Schedule 43)	
Subtotal (amount R minus total of amounts S and T)	U
Net NERDTOH transferred on an amalgamation or the wind-up of a subsidiary	V
NERDTOH dividend refund for the previous tax year 575	W
38 1/3% of the total losses applied against Part IV tax (amount 2D from Schedule 3)	X
Part IV tax payable allocated to NERDTOH, net of losses claimed (amount U minus amount X) (if negative enter "0")	Y
NERDTOH at the end of the tax year* (total of amounts K, Q, V, and Y minus amount W) (if negative, enter "0")	
ERDTOH at the end of the tax year* (total of amounts J, O, and Z minus amount P) (if negative, enter "0")	
* For more information, consult the Help (F1).	
- Dividend refund (for tax years starting after 2018)	
38 1/3% of total eligible dividends paid in the tax year (amount 3A from Schedule 3)	
ERDTOH balance at the end of the tax year (line 530)	
Eligible dividend refund (amount AA or BB, whichever is less)	
38 1/3% of total non-eligible taxable dividends paid in the tax year (amount 3B from Schedule 3)	DD
NERDTOH balance at the end of the tax year (line 545)	
Non-eligible dividend refund (amount DD or EE, whichever is less)	FF
Amount DD minus amount EE (if negative, enter "0")	GG
Amount BB minus amount CC (if negative, enter "0")	HH
Additional non-eligible dividend refund (amount GG or HH, whichever is less)	II
Dividend refund* – Amount CC plus amount FF plus amount II	JJ
Enter amount JJ on line 784 on page 9. * For more information, consult the Help (F1).	

Part I tax —	
Base amount Part I tax – Taxable income from page 3 (line 360 or amount Z, whichever applies) multiplied by 38 %	304_ A
Additional tax on personal services business income (section 123.5)	
Taxable income from a personal services business	В
Recapture of investment tax credit from Schedule 31	c
Calculation for the refundable tax on the Canadian-controlled private corporation's (CCPC) investment income (if it was a CCPC throughout the tax year)	
Aggregate investment income from line 440 on page 6	
Taxable income from line 360 on page 3	
Deduct:	
Amount from line 400, 405, 410, or 427 (428 instead of 427 for tax years	
starting after 2018) on page 4, whichever is the least F Net amount (amount F minus amount F) 29,747 29,747 29,747 29,747 G	
Net amount (amount E minus amount F) 29,747 ► 29,747 G	
Refundable tax on CCPC's investment income – 10 2 / 3 % of whichever is less: amount D or amount G 604	Н
	304 _I
Subtotal (add amounts A, B, C, and H)11,	304
Deduct:	
Small business deduction from line 430 on page 4	
Federal tax abatement	
Manufacturing and processing profits deduction from Schedule 27 616	
Investment corporation deduction	
Taxed capital gains 624	
Federal foreign non-business income tax credit from Schedule 21 632	
Federal foreign business income tax credit from Schedule 21 636	
General tax reduction for CCPCs from amount I on page 5	
General tax reduction from amount P on page 5	
Federal logging tax credit from Schedule 21	
Eligible Canadian bank deduction under section 125.21 641	
Federal qualifying environmental trust tax credit	
Investment tax credit from Schedule 31 4,462	
Subtotal11,304 ▶11,	<u>304</u> к
Part I tax payable – Amount I minus amount K	L
Enter amount L on line 700 on page 9.	

Privacy statement

Personal information is collected under the Income Tax Act to administer tax, benefits, and related programs. It may also be used for any purpose related to the enforcement of the Act such as audit, compliance and collections activities. It may be shared or verified with other federal, provincial, territorial or foreign government institutions to the extent authorized by law. Failure to provide this information may result in interest payable, penalties or other actions. Under the Privacy Act, individuals have the right to access, or request correction of, their personal information, or to file a complaint with the Privacy Commissioner of Canada regarding the handling of their personal information. Refer to Personal Information Bank CRA PPU 047 at canada.ca/cra-info-source.

┌ Summary of tax and credits ────	
Federal tax	
Part I tax payable from amount L on page 8	
Part II surtax payable from Schedule 46	
Part III.1 tax payable from Schedule 55	
Part IV tax payable from Schedule 3	
Part IV.1 tax payable from Schedule 43	
Part VI tax payable from Schedule 38	
Part VI.1 tax payable from Schedule 43	
Part XIII.1 tax payable from Schedule 92	
Part XIV tax payable from Schedule 20	
Add provincial or territorial tax:	Totalfederaltax
Provincial or territorial jurisdiction	
(if more than one jurisdiction, enter "multiple" and complete Schedule 5	<u>)</u>
Net provincial or territorial tax payable (except Quebec and Alberta)	
	Total tax payable 77046,866_A
Deduct other credits:	<u></u>
Investment tax credit refund from Schedule 31	
Dividend refund from amount U on page 6 or JJ on page 7	
Federal capital gains refund from Schedule 18	
Federal qualifying environmental trust tax credit refund	
Canadian film or video production tax credit (Form T1131)	
Film or video production services tax credit (Form T1177)	
Tax withheld at source	
Total payments on which tax has been withheld8	01
Provincial and territorial capital gains refund from Schedule 18 .	
Tax instalments paid	
Labour tay gradit for qualifying journalism organizations	
Labour tax credit for qualifying journalism organizations	
Labout tax credit for qualifying journalism organizations	Total credits 890 B
	Total credits 890 B Balance (amount A minus amount B) 46,866
Refund code 894 Refund	Balance (amount A minus amount B) 46,866 If the result is negative, you have a refund .
Refund code 894 Refund	Balance (amount A minus amount B) 46,866 If the result is negative, you have a refund . If the result is positive, you have a balance owing .
	Balance (amount A minus amount B) 46,866 If the result is negative, you have a refund . If the result is positive, you have a balance owing . Enter the amount on whichever line applies.
Refund code 894 Refund Direct deposit request To have the corporation's refund deposited directly into the corporation account at a financial institution in Canada, or to change banking inform	Balance (amount A minus amount B) 46,866 If the result is negative, you have a refund . If the result is positive, you have a balance owing . Enter the amount on whichever line applies. Sebank Generally, we do not charge or refund a difference
Refund code 894 Refund Direct deposit request To have the corporation's refund deposited directly into the corporation account at a financial institution in Canada, or to change banking informal ready gave us, complete the information below:	Balance (amount A minus amount B) 46,866 If the result is negative, you have a refund . If the result is positive, you have a balance owing . Enter the amount on whichever line applies. Sebank Generally, we do not charge or refund a difference
Refund code Refund Refund Direct deposit request To have the corporation's refund deposited directly into the corporation account at a financial institution in Canada, or to change banking informal lready gave us, complete the information below: Start Change information 910	Balance (amount A minus amount B) 46,866 If the result is negative, you have a refund . If the result is positive, you have a balance owing . Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
Refund code 894 Refund Direct deposit request To have the corporation's refund deposited directly into the corporation account at a financial institution in Canada, or to change banking inform already gave us, complete the information below: Start Change information Bra	Balance (amount A minus amount B) 46,866 If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less.
Refund code 894 Refund Pirect deposit request To have the corporation's refund deposited directly into the corporation account at a financial institution in Canada, or to change banking informaliready gave us, complete the information below: Start Change information Bra 914	Balance (amount A minus amount B) 46,866 If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
Refund code 894 Refund Direct deposit request To have the corporation's refund deposited directly into the corporation account at a financial institution in Canada, or to change banking inform already gave us, complete the information below: Start Change information Bra	Balance (amount A minus amount B) 46,866 If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
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Refund code Refund Refund	Balance (amount A minus amount B) 46,866 If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing 46,866 For information on how to make your payment, go to canada.ca/payments.
Refund code Refund Refund	Balance (amount A minus amount B) 46,866 If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing 46,866 For information on how to make your payment, go to canada.ca/payments. untit he tax year, x is due? No X 920 A6698
Refund code Refund Refund	Balance (amount A minus amount B) 46,866 If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing 46,866 For information on how to make your payment, go to canada.ca/payments. untit the tax year, x is due? No X LE number 920 A6698 S WITHOUT AUDIT OR REVIEW FROM INFORMATION PROVIDED BY THE TAXPAYER.
Refund code Refund Refund	Balance (amount A minus amount B) 46,866 If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing 46,866 For information on how to make your payment, go to canada.ca/payments. unt the tax year, x is due? LE number 896 Yes No X SWITHOUT AUDIT OR REVIEW FROM INFORMATION PROVIDED BY THE TAXPAYER. Position, office, or rank
Refund code Refund Refund	Balance (amount A minus amount B) 46,866 If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
Refund code Refund Refund	Balance (amount A minus amount B) 46,866 If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
Refund code Refund Refund	Balance (amount A minus amount B) 46,866 If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
Refund code Refund Refund	Balance (amount A minus amount B) 46,866 If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing 46,866 For information on how to make your payment, go to canada.ca/payments. To inch number with the tax year, x is due? LE number 920 A6698 First name Position, office, or rank xamined this return, including accompanying schedules and statements, and that ect and complete. I also certify that the method of calculating income for this tax y disclosed in a statement attached to this return. 956 (705) 431-6870 Telephone number
Refund code Refund	Balance (amount A minus amount B) 46,866 If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
Refund code Refund Refund	Balance (amount A minus amount B) 46,866 If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
Refund code Refund Refund	Balance (amount A minus amount B) 46,866 If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing 46,866 For information on how to make your payment, go to canada.ca/payments. The tax year, x is due? 896 Yes No X LE number 920 A6698 SWITHOUT AUDIT OR REVIEW FROM INFORMATION PROVIDED BY THE TAXPAYER. Position, office, or rank xamined this return, including accompanying schedules and statements, and that ect and complete. I also certify that the method of calculating income for this tax y disclosed in a statement attached to this return. Set and complete information below 957 Yes No X 959 (705) 431-6870 Telephone number yes No X 959 (705) 431-6870
Refund code Refund	Balance (amount A minus amount B) 46,866 If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing 46,866 For information on how to make your payment, go to canada.ca/payments. WITHOUT AUDIT OR REVIEW FROM INFORMATION PROVIDED BY THE TAXPAYER. 954 CFO First name Position, office, or rank xamined this return, including accompanying schedules and statements, and that ect and complete. I also certify that the method of calculating income for this tax y disclosed in a statement attached to this return. 956 (705) 431-6870 Telephone number Son Telephone number
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InnPower Corporation 89242 2817 RC0001 REGULATION 1101(5b.1) ELECTION FOR THE YEAR ENDED December 31, 2018

InnPower Corporation ("InnPower") is electing pursuant to paragraph 1101(5b.1) of the *Income Tax Regulations* to designate a separate 6% capital cost allowance class for eligible non-residential building additions acquired in the 2018 taxation year and included in Class 1.

Effectively, this election will permit InnPower to claim an additional 2% capital cost allowance on Class 1 additions acquired during the 2018 taxation year. The Class 1 acquisitions made in the taxation year to which this election should apply are as follows:

• Class 1b addition – \$196,000

Financial Statements of

INNPOWER CORPORATION

Year ended December 31, 2018 (Expressed in thousands of dollars)



KPMG LLP 115 King Street South 2nd Floor Waterloo ON N2J 5A3 Canada Tel 519-747-8800 Fax 519-747-8830

INDEPENDENT AUDITORS' REPORT

To the Shareholder of InnPower Corporation

Opinion

We have audited the financial statements of InnPower Corporation (the Entity), which comprise:

- The statement of financial position as at December 31, 2018
- the statement of comprehensive income for the year then ended
- the statement of changes in equity for the year then ended
- · the statement of cash flows for the year then ended
- and notes to the financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Entity as December 31, 2018, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS).

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "Auditors' Responsibilities for the Audit of the Financial Statements" section of our auditors' report.

We are independent of the Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



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Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards (IFRS), and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Entity's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.
 - The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit
 procedures that are appropriate in the circumstances, but not for the purpose of
 expressing an opinion on the effectiveness of the Entity's internal control.



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- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Communicate with those charged with governance regarding, among other matters, the
 planned scope and timing of the audit and significant audit findings, including any
 significant deficiencies in internal control that we identify during our audit.

Chartered Professional Accountants, Licensed Public Accountants

Waterloo, Canada

KPMG LLP

April 11, 2019

Statement of Financial Position December 31, 2018, with comparative information for 2017 (Expressed in thousands of dollars)

	Note	 2018	2017
Assets			
Current assets			
Cash		\$ 213	\$ 503
Accounts receivable	5	5,159	4,701
Unbilled revenue		4,531	4,057
Income taxes recoverable	9	-	219
Materials and supplies	6	662	543
Prepaid expenses		382	403
Total current assets		10,947	10,426
Non-current assets			
Property, plant and equipment	7	69,681	66,777
Intangible assets	8	535	509
Total non-current assets		70,216	67,286
Total assets		81,163	77,712
Regulatory debit balances	10	4,411	2,823
Total assets and regulatory balance	ces	\$ 85,574	\$ 80,535

Statement of Financial Position December 31, 2018, with comparative information for 2017 (Expressed in thousands of dollars)

	Note	2018	2017
Liabilities			
Current liabilities			
Accounts payable and accrued			
liabilities	11	\$ 7,250	\$ 7,556
Current portion of long-term debt	12	1,176	1,111
Income taxes payable	9	177	_
Customer deposits		39	409
Total current liabilities		8,642	9,076
Non-current liabilities			
Construction deposits		3,358	2,770
Long-term debt	12	35,135	34,645
Post-employment benefits	13	178	157
Contributions in aid of construction		14,411	13,283
Deferred tax liabilities	9	742	229
Total non-current liabilities		53,824	51,084
Total liabilities		62,466	60,160
Equity			
Share capital	14	10,852	10,852
Retained earnings		10,032	7,612
Contributed surplus		1,600	1,600
Accumulated other comprehensive		00	00
income		26	26
Total equity		22,510	20,090
Total liabilities and equity		84,976	80,250
Regulatory credit balances	10	598	285
Total liabilities, equity and regulator	ory		
balances		\$ 85,574	\$ 80,535
See accompanying notes to the finance	cial statements		
On behalf of the Board:	o.a. ctatomonto.		
on sonan or the Board.			
D	irector	 	 Director

Statement of Comprehensive Income Year ended December 31, 2018, with comparative information for 2017 (Expressed in thousands of dollars)

	Note		2018		2017
Revenue					
Sale of energy		\$	30,888	\$	30,973
Distribution revenue		•	10,834	•	9,286
Other	15		1,434		714
			43,156		40,973
Operating expenses					
Cost of power purchased			31,777		31,698
Operating			5,911		6,114
Depreciation and amortization			2,503		2,418
Loss on disposal of property, plant and equ	ipment		11		53
			40,202		40,283
Income from operating activities			2,954		690
Finance income	17		16		11
Finance costs	17		(1,293)		(1,299)
			(1,277)		(1,288)
Income (loss) before income taxes			1,677		(598)
Income tax expense			739		133
Net earnings (loss) for the year			938		(731)
Net movement in regulatory balances, net of t	ax		1,482		766
Net income for the year and net movement in regulatory balances	1		2,420	_	35

Statement of Changes in Equity Year ended December 31, 2018, with comparative information for 2017 (Expressed in thousands of dollars)

							Accu	mulated		
								other		
						00	mnre	hensive		
		01		D ()	_		ilibie	_		
		Share		Retained	Co	ntributed		income		
		capital		earnings		surplus		(loss)		Total
Balance at January 1, 2017	\$	10,852	\$	7,577	\$	1,600	\$	26	\$	20,055
Net income and net movement	•	,	·	,	•	,	•		•	,
in regulatory balances		_		35		_		_		35
		- -	-			<u>_</u>				
Balance at December 31, 2017	\$	10,852	\$	7,612	\$	1,600	\$	26	\$	20,090
Balance at January 1, 2018	\$	10,852	\$	7,612	\$	1,600	\$	26	\$	20,090
Net income and net movement	•	,	•	.,	•	1,000	•		•	,
				2 420						2 420
in regulatory balances		-		2,420		-				2,420
Balance at December 31, 2018	\$	10,852	\$	10,032	\$	1,600	\$	26	\$	22,510

Statement of Cash Flows Year ended December 31, 2018, with comparative information for 2017 (Expressed in thousands of dollars)

	2018		2017
Operating activities			
Total comprehensive income \$	2,420	\$	35
Adjustments for:	, -	•	
Depreciation and amortization	2,593		2,518
Amortization of contributions in aid of construction	(232)		(419)
Post-employment benefits	` 21 [′]		` 17
Loss on disposal of property, plant and equipment	11		53
Net finance costs	1,277		1,288
Income tax expense	739		133
Income tax expense within net movement in regulatory balances	513		201
	7,342		3,826
Change in non-cash operating working capital:			
Accounts receivable	(458)		1,984
Unbilled revenue	(475)		189
Materials and supplies	(119)		(77)
Prepaid expenses	21		(25)
Accounts payable and accrued liabilities	(306)		(1,751)
Customer deposits	219		(24)
	(1,118)		296
Regulatory balances	(2,014)		(616)
Income tax recovered	396		769
Interest paid	(1,293)		(1,299)
Interest received	16		11
Net cash from operating activities	3,329		2,987
Investing activities			
Purchase of property, plant and equipment	(5,370)		(4,795)
Proceeds on disposal of property, plant and equipment	5		28
Purchase of intangible assets	(169)		(95)
Construction contributions received	1,360		2,171
Net cash used by investing activities	(4,174)		(2,691)
Financing activities			
Bank indebtedness	-		(1,819)
Proceeds from long-term debt	1,666		3,100
Repayment of long-term debt	(1,111)		(1,074)
Net cash from financing activities	555		207
Change in cash	(290)		503
Cash, beginning of year	503		
Cash, end of year \$	213	\$	503

Notes to Financial Statements Year ended December 31, 2018 (Expressed in thousands of dollars)

1. Reporting entity

InnPower Corporation (the "Corporation") is a rate regulated, municipally owned hydro distribution company incorporated under the laws of Ontario, Canada. The Corporation is located in the Town of Innisfil ("the Town"). The address of the Corporation's registered office is 7251 Yonge Street, Innisfil, Ontario.

The Corporation delivers electricity and related energy services to residential and commercial customers in the Town and South Barrie. The Corporation is wholly owned by the Town of Innisfil.

The financial statements are for the Corporation as at and for the year ended December 31, 2018.

2. Basis of presentation

(a) Statement of compliance

The Corporation's financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS").

The financial statements were approved by the Board of Directors on April 11, 2019.

(b) Basis of measurement

These financial statements have been prepared on the historical cost basis, unless otherwise stated.

(c) Functional and presentation currency

These financial statements are presented in Canadian dollars, which is the Corporation's functional currency. All financial information presented in Canadian dollars has been rounded to the nearest thousand.

Notes to Financial Statements Year ended December 31, 2018 (Expressed in thousands of dollars)

2. Basis of presentation (continued)

(d) Use of estimates and judgments

The preparation of financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses and disclosure of contingent assets and liabilities. Actual results may differ from those estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the year in which the estimates are revised and in any future years affected.

Information about assumptions and estimation uncertainties that have a significant risk of resulting in material adjustment is included in the following notes:

- (i) Note 3(b) measurement of unbilled revenue
- (ii) Note 3 (b) determination of the performance obligation for contributions from customers and the related amortization period.
- (iii) Notes 7, 8 estimation of useful lives of its property, plant and equipment and intangible assets
- (iv) Note 10 recognition and measurement of regulatory balances
- (v) Note 13 measurement of defined benefit obligations: key actuarial assumptions
- (vi) Note 18 recognition and measurement of provisions and contingencies

(e) Rate regulation

The Corporation is regulated by the Ontario Energy Board ("OEB"), under the authority granted by the *Ontario Energy Board Act*, 1998. Among other things, the OEB has the power and responsibility to approve or set rates for the transmission and distribution of electricity, providing continued rate protection for electricity consumers in Ontario, and ensuring that transmission and distribution companies fulfill obligations to connect and service customers. The OEB may also prescribe license requirements and conditions of service to local distribution companies ("LDCs"), such as the Corporation, which may include, among other things, record keeping, regulatory accounting principles, separation of accounts for distinct businesses, and filing and process requirements for rate setting purposes.

The Corporation is required to bill customers for the debt retirement charge set by the province. The Corporation may file to recover uncollected debt retirement charges from Ontario Electricity Financial Corporation ("OEFC") once each year.

Notes to Financial Statements Year ended December 31, 2018 (Expressed in thousands of dollars)

2. Basis of presentation (continued)

(e) Rate regulation (continued)

Rate setting

Distribution revenue

For the distribution revenue included in sale of energy, the Corporation files a "Cost of Service" ("COS") rate application with the OEB every five years where rates are determined through a review of the forecasted annual amount of operating and capital expenditures, debt and shareholder's equity required to support the Corporation's business. The Corporation estimates electricity usage and the costs to service each customer class to determine the appropriate rates to be charged to each customer class. The COS application is reviewed by the OEB and interveners and rates are approved based upon this review, including any revisions resulting from that review.

In the intervening years an Incentive Rate Mechanism application ("IRM") is filed. An IRM application results in a formulaic adjustment to distribution rates that were set under the last COS application. The previous year's rates are adjusted for the annual change in the Gross Domestic Product Implicit Price Inflator for Final Domestic Demand ("GDP IPI-FDD") net of a productivity factor and a "stretch factor" determined by the relative efficiency of an electricity distributor.

As a licensed distributor, the Corporation is responsible for billing customers for electricity generated by third parties and the related costs of providing electricity service, such as transmission services and other services provided by third parties. The Corporation is required, pursuant to regulation, to remit such amounts to these third parties, irrespective of whether the Corporation ultimately collects these amounts from customers.

The Corporation last filed a COS application in June 2016 for rates effective January 1, 2017 to December 31, 2021. The Corporation received its decision on 2018 rates on May 3, 2018. There was no IRM done in 2017.

Electricity rates

The OEB sets electricity prices for low-volume consumers twice each year based on an estimate of how much it will cost to supply the province with electricity for the next year. All remaining consumers pay the market price for electricity. The Corporation is billed for the cost of the electricity that its customers use and passes this cost on to the customer at cost without a mark-up.

Notes to Financial Statements Year ended December 31, 2018 (Expressed in thousands of dollars)

3. Significant accounting policies

The accounting policies set out below have been applied consistently in all years presented in these financial statements.

(a) Financial instruments

At initial recognition, the Company measures it's financial assets at fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

Subsequent measurement of the financial asset depends on the classification determined on initial recognition. Financial assets are classified as either amortized cost, fair value through other comprehensive income or fair value through profit or loss, depending on its business model for managing the financial assets and the contractual cash flow characteristics of the financial assets. Financial assets are not reclassified subsequent to their initial recognition, unless the Company changes its business model for managing financial assets.

Financial liabilities are initially measured at fair value, net of transaction costs incurred. They are subsequently carried at amortized cost using the effective interest rate method; any difference between the proceeds (net of transaction costs) and the redemption value is recognized as an adjustment to interest expense over the period of the borrowings.

The Corporation has not enter into derivative instruments.

(b) Revenue recognition

Sale and distribution of electricity

The performance obligations for the sale and distribution of electricity are recognized over time using an output method to measure the satisfaction of the performance obligation. The value of the electricity services transferred to the customer is determined on the basis of cyclical meter readings plus estimated customer usage since the last meter reading date to the end of the year and represents the amount that the Corporation has the right to bill. Revenue includes the cost of electricity supplied, distribution, and any other regulatory charges. The related cost of power is recorded on the basis of power used.

For customer billings related to electricity generated by third parties and the related costs of providing electricity service, such as transmission services and other services provided by third parties, the Corporation has determined that it is acting as a principal for these electricity charges and, therefore, has presented electricity revenue on a gross basis.

Customer billings for debt retirement charges are recorded on a net basis as the Corporation is acting as an agent for this billing stream.

Notes to Financial Statements Year ended December 31, 2018 (Expressed in thousands of dollars)

3. Significant accounting policies (continued)

(b) Revenue recognition (continued)

Capital contributions

Developers are required to contribute towards the capital cost of construction of distribution assets in order to provide ongoing service. The developer is not a customer and therefore the contributions are scoped out of IFRS 15 *Revenue from Contracts with Customers*. Cash contributions, received from developers are recorded as deferred revenue. When an asset other than cash is received as a capital contribution, the asset is initially recognized at its fair value, with a corresponding amount recognized as deferred revenue. The deferred revenue, which represents the Corporation's obligation to continue to provide the customers access to the supply of electricity, is amortized to income on a straight-line basis over the useful life of the related asset.

Certain customers are also required to contribute towards the capital cost of construction of distribution assets in order to provide ongoing service. These contributions fall within the scope of IFRS 15 *Revenue from Contracts with Customers*. The contributions are received to obtain a connection to the distribution system in order receive ongoing access to electricity. The Corporation has concluded that the performance obligation is the supply of electricity over the life of the relationship with the customer which is satisfied over time as the customer receives and consumes the electricity. Revenue is recognized on a straight-line basis over the useful life of the related asset.

Other revenue

Revenue earned from the provision of services is recognized as the service is rendered.

Government grants and the related performance incentive payments under CDM programs are recognized as revenue in the year when there is reasonable assurance that the program conditions have been satisfied and the payment will be received.

(c) Materials and supplies

Materials and supplies, the majority of which is consumed by the Corporation in the provision of its services, is valued at the lower of cost and net realizable value, with cost being determined on an average cost basis, and includes expenditures incurred in acquiring the materials and supplies and other costs incurred in bringing them to their existing location and condition.

Notes to Financial Statements Year ended December 31, 2018 (Expressed in thousands of dollars)

3. Significant accounting policies (continued)

(d) Property, plant and equipment

Items of property, plant and equipment ("PP&E") used in rate-regulated activities and acquired prior to January 1, 2015 are measured at the deemed cost (carrying value as elected under IFRS 1) established on the transition date, less accumulated depreciation. All other items of PP&E are measured at cost, or, where the item is contributed by customers, its fair value, less accumulated depreciation.

Cost includes expenditures that are directly attributable to the acquisition of the asset. The cost of self-constructed assets includes contracted services, materials and transportation costs, direct labour, overhead costs, borrowing costs and any other costs directly attributable to bringing the asset to a working condition for its intended use.

Borrowing costs on qualifying assets are capitalized as part of the cost of the asset based upon the weighted average cost of debt incurred on the Corporation's borrowings. Qualifying assets are considered to be those that take in excess of 12 months to construct.

When parts of an item of PP&E have different useful lives, they are accounted for as separate items (major components) of PP&E.

When items of PP&E are retired or otherwise disposed of, a gain or loss on disposal is determined by comparing the proceeds from disposal, if any, with the carrying amount of the item and is included in profit or loss.

Major spare parts and standby equipment are recognized as items of PP&E.

The cost of replacing a part of an item of PP&E is recognized in the net book value of the item if it is probable that the future economic benefits embodied within the part will flow to the Corporation and its cost can be measured reliably. In this event, the replaced part of PP&E is written off, and the related gain or loss is included in profit or loss. The costs of the day-to-day servicing of PP&E are recognized in profit or loss as incurred.

The need to estimate the decommissioning costs at the end of the useful lives of certain assets is reviewed periodically. The Corporation has concluded it does not have any legal or constructive obligation to remove PP&E.

Depreciation is calculated to write off the cost of items of PP&E using the straight-line method over their estimated useful lives, and is generally recognized in profit or loss. Depreciation methods, useful lives, and residual values are reviewed at each reporting date and adjusted prospectively if appropriate. Land is not depreciated. Construction-in-progress assets are not depreciated until the project is complete and the asset is available for use.

Notes to Financial Statements Year ended December 31, 2018 (Expressed in thousands of dollars)

3. Significant accounting policies (continued)

(d) Property, plant and equipment (continued)

The estimated useful lives are as follows:

	Years
Buildings and fixtures	50 years
Substations	30 years
Distribution lines	15-60 years
Distribution transformers	40-50 years
Meters	15-25 years
Office equipment	10 years
Computer equipment	5 years
Transportation equipment	10 years
Small tools and miscellaneous equipment	10 years
System supervisory	15 years

(e) Intangible assets

Intangible assets used in rate-regulated activities and acquired prior to January 1, 2015 are measured at deemed cost (carrying value as elected under IFRS 1) established on the transition date, less accumulated amortization. All other intangible assets are measured at cost.

Computer software that is acquired or developed by the Corporation after January 1, 2015, including software that is not integral to the functionality of equipment purchased which has finite useful lives, is measured at cost less accumulated amortization.

Payments to obtain rights to access land ("land rights") are classified as intangible assets. These include payments made for easements, right of access and right of use over land for which the Corporation does not hold title. Land rights are measured at cost less accumulated amortization.

Amortization is recognized in profit or loss on a straight-line basis over the estimated useful lives of intangible assets from the date that they are available for use. Amortization methods and useful lives of all intangible assets are reviewed at each reporting date and adjusted prospectively if appropriate. The estimated useful lives are:

	Years
Computer software	3 years
Land rights	50 years

Notes to Financial Statements Year ended December 31, 2018 (Expressed in thousands of dollars)

3. Significant accounting policies (continued)

(f) Impairment

(i) Financial assets measured at amortized cost

A loss allowance for expected credit losses on financial assets measured at amortized cost is recognized at the reporting date. The loss allowance is measured at an amount equal to the lifetime expected credit losses for the asset.

(ii) Non-financial assets

The carrying amounts of the Corporation's non-financial assets, other than materials and supplies and deferred tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

For the purpose of impairment testing, assets are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or groups of assets (the "cash-generating unit" or "CGU"). The recoverable amount of an asset or CGU is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

An impairment loss is recognized if the carrying amount of an asset or its CGU exceeds its estimated recoverable amount. Impairment losses are recognized in profit or loss.

An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if no impairment loss had been recognized.

(g) Customer deposits

Customer deposits represent cash deposits from electricity distribution customers and retailers to guarantee the payment of energy bills. Interest is paid on customer deposits.

Deposits are refundable to customers who demonstrate an acceptable level of credit risk as determined by the Corporation in accordance with policies set out by the OEB or upon termination of their electricity distribution service.

(h) Provisions

A provision is recognized if, as a result of a past event, the Corporation has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability.

Notes to Financial Statements Year ended December 31, 2018 (Expressed in thousands of dollars)

3. Significant accounting policies (continued)

(i) Regulatory balances

Regulatory deferral account debit balances represent costs incurred in excess of amounts billed to the customer at OEB approved rates. Regulatory deferral account credit balances represent amounts billed to the customer at OEB approved rates in excess of costs incurred by the Corporation.

Regulatory deferral account debit balances are recognized if it is probable that future billings in an amount at least equal to the deferred cost will result from inclusion of that cost in allowable costs for rate-making purposes. The offsetting amount is recognized in net movement in regulatory balances in profit or loss or OCI. When the customer is billed at rates approved by the OEB for the recovery of the deferred costs, the customer billings are recognized in revenue. The regulatory debit balance is reduced by the amount of these customer billings with the offset to net movement in regulatory balances in profit or loss or OCI.

The probability of recovery of the regulatory deferral account debit balances is assessed annually based upon the likelihood that the OEB will approve the change in rates to recover the balance. The assessment of likelihood of recovery is based upon previous decisions made by the OEB for similar circumstances, policies or guidelines issued by the OEB, etc. Any resulting impairment loss is recognized in profit or loss in the year incurred.

When the Corporation is required to refund amounts to ratepayers in the future, the Corporation recognizes a regulatory deferral account credit balance. The offsetting amount is recognized in net movement in regulatory balances in profit or loss or OCI. The amounts returned to the customers are recognized as a reduction of revenue. The credit balance is reduced by the amount of these customer repayments with the offset to net movement in regulatory balances in profit or loss or OCI.

Notes to Financial Statements Year ended December 31, 2018 (Expressed in thousands of dollars)

3. Significant accounting policies (continued)

- (j) Post-employment benefits
 - (i) Pension plan

The Corporation provides a pension plan for all its full-time employees through Ontario Municipal Employees Retirement System ("OMERS"). OMERS is a multi-employer pension plan which operates as the Ontario Municipal Employees Retirement Fund ("the Fund"), and provides pensions for employees of Ontario municipalities, local boards and public utilities. The Fund is a contributory defined benefit pension plan, which is financed by equal contributions from participating employers and employees, and by the investment earnings of the Fund. To the extent that the Fund finds itself in an under-funded position, additional contribution rates may be assessed to participating employers and members.

OMERS is a defined benefit plan. However, as OMERS does not segregate its pension asset and liability information by individual employers, there is insufficient information available to enable the Corporation to directly account for the plan. Consequently, the plan has been accounted for as a defined contribution plan. The Corporation is not responsible for any other contractual obligations other than the contributions. Obligations for contributions to defined contribution pension plans are recognized as an employee benefit expense in profit or loss when they are due.

(ii) Post-employment benefits, other than pension

The Corporation provides some of its retired employees with life insurance and medical benefits beyond those provided by government sponsored plans.

The obligations for these post-employment benefit plans are actuarially determined by applying the projected unit credit method and reflect management's best estimate of certain underlying assumptions. Remeasurements of the net defined benefit obligations, including actuarial gains and losses and the return on plan assets (excluding interest), are recognized immediately in other comprehensive income. When the benefits of a plan are improved, the portion of the increased benefit relating to past service by employees is recognized immediately in profit or loss.

Notes to Financial Statements Year ended December 31, 2018 (Expressed in thousands of dollars)

3. Significant accounting policies (continued)

(k) Leased assets

Leases, where the terms cause the Corporation to assume substantially all the risks and rewards of ownership, are classified as finance leases. Upon initial recognition, the leased asset is measured at an amount equal to the lower of its fair value and the present value of the minimum lease payments. Subsequent to initial recognition, the asset is accounted for in accordance with the accounting policy applicable to that asset.

All other leases are classified as operating leases and the leased assets are not recognized on the Corporation's statement of financial position. Payments made under operating leases are recognized in profit or loss on a straight-line basis over the term of the lease.

(I) Finance income and finance costs

Finance income is recognized as it accrues in profit or loss, using the effective interest method. Finance income comprises interest earned on cash and dividend income.

Finance costs comprise interest expense on borrowings and net interest expense on postemployment benefits. Finance costs are recognized in profit or loss unless they are capitalized as part of the cost of qualifying assets.

(m) Income taxes

The income tax expense comprises current and deferred tax. Income tax expense is recognized in profit or loss except to the extent that it relates to items recognized directly in equity, in which case, it is recognized in equity.

The Corporation is currently exempt from taxes under the Income Tax Act (Canada) and the Ontario Corporations Tax Act (collectively the "Tax Acts"). Under the *Electricity Act*, 1998, the Corporation makes payments in lieu of corporate taxes to the Ontario Electricity Financial Corporation ("OEFC"). These payments are calculated in accordance with the rules for computing taxable income and taxable capital and other relevant amounts contained in the Tax Acts as modified by the *Electricity Act*, 1998, and related regulations. Prior to October 1, 2001, the Corporation was not subject to income or capital taxes. Payments in lieu of taxes are referred to as income taxes.

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

Notes to Financial Statements Year ended December 31, 2018 (Expressed in thousands of dollars)

3. Significant accounting policies (continued)

(m) Income taxes (continued)

Deferred tax is recognized in respect of temporary differences between the tax basis of assets and liabilities and their carrying amounts for accounting purposes. Deferred tax assets are recognized for unused tax losses, unused tax credits and deductible temporary differences to the extent that it is probable that future taxable profits will be available against which they can be used. Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, using tax rates enacted or substantively enacted, at the reporting date.

4. Changes to accounting policies

IFRS 15 Revenue from Contracts with Customers and IFRS 9 Financial Instruments

The Company has initially applied IFRS 15 *Revenue from Contracts with Customers* from January 1, 2018 on a retrospective basis. The following practical expedients have been used in the initial application of this new standard:

For completed contracts, the Corporation did not restate contracts that:

- (i) Began and ended within the same annual reporting period; or
- (ii) Were completed at the beginning of January 1, 2017.

IFRS 15 contains a five step model that applies to contracts with customers that specifies that revenue is recognized when or as an entity transfers control of goods or services to a customer at the amount to which the entity expects to be entitled.

The Company has initially applied IFRS 9 *Financial Instruments* from January 1, 2018 on a retrospective basis. IFRS 9 includes revised guidance on the classification and measurement of financial instruments, including a new expected credit loss model for measuring impairment on financial assets, and new general hedge accounting requirements.

Despite the retrospective adoption, the accounting policy change did not result in a significant impact to the financial statements. As a result, the Company was not required to make any adjustments to the comparative figures upon initial adoption.

The updated accounting policies have been discussed further in note 3.

Notes to Financial Statements Year ended December 31, 2018 (Expressed in thousands of dollars)

5. Future changes in accounting policy and disclosures

Leases

In January 2016, IASB issued IFRS 16 to establish principles for the recognition, measurement, presentation, and disclosure of leases, with the objective of ensuring that lessees and lessors provide relevant information that faithfully represents those transactions. IFRS 16 replaces IAS 17 and it is effective for annual periods beginning on or after January 1, 2019. The standard introduces a single lessee accounting model and requires a lessee to recognize assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. A lessee is required to recognize a right-of-use asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments. This standard substantially carries forward the lessor accounting requirements of IAS 17, while requiring enhanced disclosures to be provided by the lessor. Other areas of the lease accounting model have been impacted, including the definition of a lease. Transitional provisions have been provided. The Corporation is assessing the impact of IFRS 16 on its results of operations, financial position and disclosures.

Uncertainty over Income Tax Treatments

The IASB issued IFRIC 23 to clarify how to apply the recognition and measurement requirements in IAS 12 Income Taxes. The IFRIC is effective for annual periods beginning on or after January 1, 2019. The Corporation is in the process of evaluating the impact of this standard.

6. Accounts receivable

	December 31,		Dece	ember 31,	
		2018		2017	
Trade customer receivables	\$	4,037	\$	4,201	
Other receivables		715		235	
Due from related parties		407		265	
	\$	5,159	\$	4,701	

Notes to Financial Statements Year ended December 31, 2018 (Expressed in thousands of dollars)

7. Property, plant and equipment

	Land and	_		Otl					
	buildings	(equipment		assets	-in-l	Progress		Total
\$	14,574	\$	54,543	\$	4,490	\$	1,155	\$	74,762
	196		4,287		775		112		5,370
	-		(27)		(35)		-		(62)
\$	14,770	\$	58,803	\$	5,230	\$	1,267	\$	80,070
\$	14 503	\$	50 735	\$	4 308	\$	725	\$	70,271
Ψ		Ψ	,	Ψ	,	Ψ		Ψ	4.795
			,				-		(304)
\$	14,574	\$	54,543	\$	4,490	\$	1,155	\$	74,762
φ	COE	φ	E 601	Φ	1 600	Φ		φ	7.985
Ф		Ф	-,	Ф	,	Ф	-	Ф	2,450
	200		,				_		(46)
	975	\$		\$. ,	\$		\$	10,389
	313	Ψ	7,200	Ψ	2,120	Ψ		Ψ	10,000
\$	418	\$	4.210	\$	1.225	\$	-	\$	5,853
	277	·	1.599		479	·	_		2,355
	-		(208)		(15)		-		(223)
\$	695	\$	5,601	\$	1,689	\$	-	\$	7,985
\$	13.795	\$	51.515	\$	3.104	\$	1.267	\$	69.681
\$	13,879	\$	48,942	\$	2,801	\$	1,155	\$	66,777
	\$ \$ \$	\$ 14,574 196 - \$ 14,770 \$ 14,503 71 - \$ 14,574 \$ 695 280 - 975 \$ 418 277 - \$ 695 \$ 458 \$ 13,795	buildings \$ 14,574 \$ 196 - \$ 14,770 \$ 14,503 \$ 71 - \$ 14,574 \$ 695 \$ 280 - 975 \$ 418 \$ 277 - \$ 695 \$ 695 \$ \$ 695 \$ \$ 695 \$ \$ 695 \$ \$ 695 \$ \$ 695 \$ \$ 695 \$ \$ 13,795 \$	buildings equipment \$ 14,574 \$ 54,543 196 4,287 - (27) \$ 14,770 \$ 58,803 \$ 14,503 \$ 50,735 71 4,096 - (288) \$ 14,574 \$ 54,543 \$ 695 \$ 5,601 280 1,698 - (11) 975 \$ 7,288 \$ 418 4,210 277 1,599 - (208) \$ 695 \$ 5,601 \$ 695 \$ 5,601 \$ 13,795 \$ 51,515	buildings equipment \$ 14,574 \$ 54,543 \$ 4,287 (27) \$ 14,770 \$ 58,803 \$ \$ 14,503 \$ 50,735 \$ 71 4,096 (288) \$ 14,574 \$ 54,543 \$ \$ 695 \$ 5,601 \$ 280 1,698 (11) \$ 77 1,599 (208) \$ 695 \$ 5,601 \$ \$ 50,735 \$ 7,288 \$	buildings equipment assets \$ 14,574 \$ 54,543 \$ 4,490 196 4,287 775 - (27) (35) \$ 14,770 \$ 58,803 \$ 5,230 \$ 14,503 \$ 50,735 \$ 4,308 71 4,096 198 - (288) (16) \$ 14,574 \$ 54,543 \$ 4,490 \$ 695 \$ 5,601 \$ 1,689 280 1,698 472 - (11) (35) 975 \$ 7,288 2,126 \$ 418 \$ 4,210 \$ 1,225 277 1,599 479 - (208) (15) \$ 695 \$ 5,601 \$ 1,689 \$ 13,795 \$ 51,515 \$ 3,104	buildings equipment assets -in-fermion \$ 14,574 \$ 54,543 \$ 4,490 \$ 196 4,287 775	buildings equipment assets -in-Progress \$ 14,574 \$ 54,543 \$ 4,490 \$ 1,155 196 4,287 775 112 - (27) (35) - \$ 14,770 \$ 58,803 \$ 5,230 \$ 1,267 \$ 14,503 \$ 50,735 \$ 4,308 \$ 725 71 4,096 198 430 - (288) (16) - \$ 14,574 \$ 54,543 \$ 4,490 \$ 1,155 \$ 695 \$ 5,601 \$ 1,689 \$ - 280 1,698 472 - - (11) (35) - \$ 418 \$ 4,210 \$ 1,225 - \$ 418 \$ 4,210 \$ 1,225 - 277 1,599 479 - - (208) (15) - \$ 695 \$ 5,601 \$ 1,689 \$ - \$ 695 \$ 5,601 \$ 1,689 \$ - \$ 695 \$ 5,601 \$ 1,689 \$ - \$ 695 \$ 5,501 \$ 1,689	buildings equipment assets -in-Progress \$ 14,574 \$ 54,543 \$ 4,490 \$ 1,155 \$ 112 196 4,287 775 112 - (27) (35) - \$ 14,770 \$ 58,803 \$ 5,230 \$ 1,267 \$ 14,503 \$ 50,735 \$ 4,308 \$ 725 \$ 71 4,096 198 430 - \$ 288 (16) - - \$ 14,574 \$ 54,543 \$ 4,490 \$ 1,155 \$ \$ 280 1,698 472 - - - 280 1,698 472 - - - 975 \$ 7,288 2,126 - \$ \$ 418 4,210 \$ 1,225 - \$ \$ 277 1,599 479 - - \$ \$ 695 \$ 5,601 \$ 1,689 - \$ \$ 695 \$ 5,601 \$ 1,689 - \$ \$ 695 \$ 5,601 \$ 1,689 - \$ \$ 695 \$ 5,601 <td< td=""></td<>

Notes to Financial Statements Year ended December 31, 2018 (Expressed in thousands of dollars)

8. Intangible assets

		omputer oftware		Land rights		Total
Cost or deemed cost						
Balance at January 1, 2018	\$	783	\$	394	\$	1,177
Additions	Ψ	169	Ψ	004	Ψ	169
Balance at December 31, 2018	\$	952	\$	394	\$	1,346
Balance at January 1, 2017	\$	688	\$	394	\$	1,082
Additions	·	95	·	-		95
Balance at December 31, 2017	\$	783		394		1,177
Accumulated amortization						
Balance at January 1, 2018	\$	615	\$	53	\$	668
Amortization		130		13		143
Balance at December 31, 2018	\$	745	\$	66	\$	811
Balance at January 1, 2017	\$	464	\$	41	\$	505
Amortization		151	·	12		163
Balance at December 31, 2017	\$	615		53		668
Carrying amounts						
At December 31, 2018	\$	207	\$	328	\$	535
At December 31, 2017	\$	168	\$	341	\$	509

9. Income tax expense

Current tax expense

	2018	2017
Based on current year taxable income Prior year adjustments	\$ 195 31	\$ 67 -
	\$ 226	\$ 67
Deferred tax expense		
	2018	2017
Origination and reversal of temporary differences	\$ 513	\$ 267
	\$ 513	\$ 267

Notes to Financial Statements Year ended December 31, 2018 (Expressed in thousands of dollars)

9. Income tax expense (continued)

Reconciliation of effective tax rate

	2018	2017
Income (loss) before income taxes	\$ 3,158	\$ (598)
Canada and Ontario statutory Income tax rates	26.5%	26.5%
Expected tax provision on income at statutory rates Increase (decrease) in income taxes resulting from:	837	(158)
Permanent differences	3	21
Prior period adjustment	31	278
Regulatory adjustment	(136)	-
Other	` 4	(8)
Income tax expense	\$ 739	\$ 133

Significant components of the Corporation's deferred tax balances

	2018	2017
Deferred tax assets (liabilities):		
Property, plant and equipment	\$ (821)	\$ (414)
Post-employment benefits	` 47´	` 41
Corporate minimum tax	38	-
Non-capital losses	-	144
Other	(6)	-
	\$ (742)	\$ (229)

Notes to Financial Statements Year ended December 31, 2018 (Expressed in thousands of dollars)

10. Regulatory balances

Reconciliation of the carrying amount for each class of regulatory balances

Regulatory deferral account debit balances	January 1, 2018	Additions		/ery/ ersal	Decei	mber 31, 2018	Remaining recovery/ reversal years
Retail settlement variances Deferred income tax	\$ 2,513 289	\$ 815 720	\$	-	\$	3,328 1,009	2-3
Regulatory variances disposition Other	- 21	-		53		- 74	- 1-3
	\$ 2,823	\$ 1,535	\$	53	\$	4,411	<u> </u>
	January 1,				Decei		Remaining
Regulatory deferral account debit balances	2017	Additions	reve	ersal		2017	years
Retail settlement variances Deferred income tax	\$ 1,752 20	\$ 761 269	\$	-	\$	2,513 289	2-3
Regulatory variances disposition Other	226 25	-		(226) (4))	21	1-3
	\$ 2,023	\$ 1,030	\$ ((230)	\$	2,823	
Regulatory deferral account credit balances	January 1, 2018	Additions		ery/ ersal	Decei	mber 31, 2018	Remaining years
Deferred income tax Regulatory variances disposition Other	\$ 60 182 43	\$ 207 (250) 5	\$	- 351 -	\$	267 283 48	- 1-3 -
	\$ 285	\$ (38)	\$	351	\$	598	
	January 1,	A 1 100			Decei		Remaining
Regulatory deferral account credit balances	2017	Additions	reve	ersal		2017	years
Deferred income tax Regulatory variances disposition Other	\$ - - 101	\$ 60 (124) (58)	\$	- 306 -	\$	60 182 43	- 1-3 -
	\$ 101	\$ (122)	\$	306	\$	285	

Notes to Financial Statements Year ended December 31, 2018 (Expressed in thousands of dollars)

10. Regulatory balances (continued)

The regulatory balances are recovered or settled through rates approved by the OEB which are determined using estimates of future consumption of electricity by its customers. Future consumption is impacted by various factors including the economy and weather. The Corporation has received approval from the OEB to establish its regulatory balances.

Settlement of the Group 1 deferral accounts is done on an annual basis through application to the OEB. The OEB requires the Corporation to estimate its income taxes when it files a COS application to set its rates. As a result, the Corporation has recognized a regulatory deferral account for the amount of deferred taxes that will ultimately be recovered from/paid back to its customers. This balance will fluctuate as the Corporation's deferred tax balance fluctuates.

Regulatory balances attract interest at OEB prescribed rates, which are based on Bankers' Acceptances three-month rate plus a spread of 25 basis points. In 2018, the rate was 1.50% for January to March, 1.89% for April to September and 2.17% for October to December.

11. Accounts payable and accrued liabilities

	2018		2017
Power purchases	\$ 2,325	\$	2,516
Trade payables	1,365	-	1,732
Due to related parties	3,370		2,856
Other	190		452
	\$ 7,250	\$	7,556

Notes to Financial Statements Year ended December 31, 2018 (Expressed in thousands of dollars)

12.	Long-term	debt
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		2018	·	2017
Term loan, interest at 4.53%, payable in monthly				
instalments, due 2020, secured by a General				
Security Agreement	\$	1,468	\$	1,559
Term loan, interest at 4.05%, payable in monthly	Ψ	1,100	Ψ	.,000
instalments, due 2022, secured by a General				
Security Agreement		3,218		3,345
Term loan, interest at 3.81%, payable in monthly		0,2.0		0,0.0
instalments, due 2022, secured by a General				
Security Agreement		3,324		3,444
Term loan, interest at 4.59%, payable in monthly		0,02		σ,
instalments, due 2023, secured by a General				
Security Agreement		2,638		2,716
Term loan, interest at 3.96%, payable in monthly		_,000		_,
instalments, due 2024, secured by a General				
Security Agreement		1,832		1,873
Term loan, interest at 3.91%, payable in monthly		.,		.,
instalments, due 2024, secured by a General				
Security Agreement		1,845		1,885
Term loan, interest at 3.68%, payable in monthly		,		,
instalments, due 2025, secured by a General				
Security Agreement		1,846		1,888
Term loan, interest at 2.81%, payable in monthly		,		,
instalments, due 2020, secured by a General				
Security Agreement		11,364		11,650
Term loan, interest at 3.48%, payable in monthly				
instalments, due 2026, secured by a General				
Security Agreement		2,791		2,851
Term loan, interest at 3.60%, payable in monthly		,		,
instalments, due 2027, secured by a General				
Security Agreement		2,985		3,045
Ontario Infrastructure Ioan, interest at 3.91%,				
payable in semi-annual instalments, due 2026				
secured by a General Security Agreement		1,333		1,500
Term loan, interest at 4.09%, payable in monthly				
Instalments, due 2048, secured by a General				
Security Agreement		1,667		-
	\$	36,311		35,756
Less current portion of long-term debt		1,176		1,111
	\$	35,135	\$	34,645

Notes to Financial Statements Year ended December 31, 2018 (Expressed in thousands of dollars)

12. Long-term debt (continued)

Principal payment due in each of the next five years are as follows:

2019	\$ 1,176
2020	13,252
2021	838
2022	6,319
2023	3,783

13. Post-employment benefits

(a) OMERS pension plan

The Corporation provides a pension plan for its employees through OMERS. The plan is a multi-employer, contributory defined pension plan with equal contributions by the employer and its employees. In 2018, the Corporation made employer contributions of \$387 to OMERS (2017 - \$361) which has been recognized in profit or loss. The Corporation estimates that a contribution of \$400 to OMERS will be made during the next fiscal year.

As at December 31, 2018, OMERS had approximately 496,000 members, of whom 42 are current employees of the Corporation. The most recently available OMERS annual report is for the year ended December 31, 2018, which reported that the plan was 96% funded, with an unfunded liability of \$3.9 billion. This unfunded liability may result in extra future payments by participating employers and members.

(b) Post-employment benefits other than pension

The Corporation pays certain medical and life insurance benefits on behalf of some of its retired employees. The Corporation recognizes these post-employment benefits in the year in which employees' services were rendered. The Corporation is recovering its post-employment benefits in rates based on the expense and remeasurements recognized for post-employment benefit plans.

Reconciliation of the obligation	2018	2017
Defined benefit obligation, beginning of year	\$ 157	\$ 140
Included in profit or loss Current service cost Interest cost	15 6	15 5
- Interest dest	178	160
Benefits paid	-	(3)
Defined benefit obligation, end of year	\$ 178	\$ 157

Notes to Financial Statements Year ended December 31, 2018 (Expressed in thousands of dollars)

13. Post-employment benefits (continued)

Actuarial assumptions	2018	2017
Discount (interest) rate	3.90%	3.90%
Salary levels	3.10%	3.10%
Medical Costs	5.78%	5.99%
Dental Costs	4.50%	4.50%

(b) Post-employment benefits other than pension (continued)

A 1% increase in the assumed discount rate would result in the defined benefit obligation decreasing by \$18. A 1% decrease in the assumed discount rate would result in the defined benefit obligation increasing by \$20.

14. Share capital

	2018	2017
Authorized: Unlimited number of common shares Unlimited number of preferred shares		
Issued:		
1,000 common shares, no par value	\$ 10,852	\$ 10,852

15. Other revenue

		2018		2017
Collection and other service charges	\$	261	\$	250
Billing and other services	*	483	•	66
Rent		234		150
Independent Electricity System Operator programs		(145)		(294)
Recognition of contributions in aid of construction		446		419
Other		155		123
	\$	1,434	\$	714

Notes to Financial Statements Year ended December 31, 2018 (Expressed in thousands of dollars)

16. Employee salaries and benefits

	2018	2017
Salaries, wages and benefits	\$ 3,596	\$ 3,280
CPP and EI remittances	273	142
Contributions to OMERS	387	361
	\$ 4,256	\$ 3,783

17. Finance income and costs

	2018	2017
Finance income		
Interest income on bank deposits	\$ 16	\$ 11
Finance costs		
Interest expense on long-term debt	(1,277)	(1,290)
Interest expense on customer deposits	(5)	(5)
Other	(11)	(4)
	(1,293)	(1,299)
Net finance costs recognized in profit or loss	\$ 1,277	\$ (1,288)

18. Commitments and contingencies

General Liability Insurance

The Corporation is a member of the Municipal Electric Association Reciprocal Insurance Exchange (MEARIE). MEARIE is a pooling of public liability insurance risks of many of the LDCs in Ontario. All members of the pool are subjected to assessment for losses experienced by the pool for the years in which they were members, on a pro-rata basis based on the total of their respective service revenues. As at December 31, 2018, no assessments have been made.

19. Related party transactions

(a) Parent and ultimate controlling party

The sole shareholder of the Corporation is the Town of Innisfil. The Town produces consolidated financial statements that are available for public use.

Notes to Financial Statements Year ended December 31, 2018 (Expressed in thousands of dollars)

19. Related party transactions (continued)

(b) Outstanding balances with related parties

	2018	2017
Town of Innisfil - receivable	\$ 177	\$ 152
InnServices Utilities Inc receivable	29	113
InnServices Utilities Inc payable	(3,370)	(2,856)
Innterprises Inc. – receivable	87	10
Innterprises Inc. – payable	(41)	-
	\$ (3,118)	\$ (2,581)

(c) Transactions with related parties

The Corporation delivers electricity to the Town throughout the year for the electricity needs of the Town and its related organizations. Electricity delivery charges are at prices and under terms approved by the OEB.

The Corporation also provides electricity and other services, including water and wastewater billing and collection, to InnServices Utilities Inc, an affiliate company. Electricity delivery charges are at prices and under terms approved by the OEB. Revenue includes \$948 (2017 - \$663) from InnServices Utilities Inc. for financial, billing, and other services.

(d) Key management personnel

The key management personnel of the Corporation have been defined as members of its board of directors and executive management team members. The compensation paid or payable is as follows:

	2018	2017
Directors' fees Salaries and other benefits	\$ 43 732	\$ 46 730
	\$ 775	\$ 776

Notes to Financial Statements Year ended December 31, 2018 (Expressed in thousands of dollars)

20. Financial instruments and risk management

Fair value disclosure

The carrying values of cash, accounts receivable, unbilled revenue, due from/to related parties and accounts payable and accrued liabilities approximate fair value because of the short maturity of these instruments. The carrying value of the customer deposits approximates fair value because the amounts are payable on demand.

The fair value of the long-term debt at December 31, 2018 is \$37,256 (2017 - 36,628). The fair value is calculated based on the present value of future principal and interest cash flows, discounted at the current rate of interest at the reporting date.

Financial risks

The Corporation understands the risks inherent in its business and defines them broadly as anything that could impact its ability to achieve its strategic objectives. The Corporation's exposure to a variety of risks such as credit risk, interest rate risk, and liquidity risk, as well as related mitigation strategies are discussed below.

(a) Credit risk

Financial assets carry credit risk that a counterparty will fail to discharge an obligation which could result in a financial loss. Financial assets held by the Corporation, such as accounts receivable, expose it to credit risk. The Corporation earns its revenue from a broad base of customers located in the Town of Innisfil and South Barrie. As at December 31, 2018, no single customer accounts for a balance in excess of 10% of total accounts receivable (2017 – none).

The carrying amount of accounts receivable is reduced through the use of an allowance for impairment and the amount of the related impairment loss is recognized in profit or loss. Subsequent recoveries of receivables previously provisioned are credited to profit or loss. The balance of the allowance for impairment at December 31, 2018 is \$132 (2017 - \$100). An impairment loss of \$102 (2017 - \$114) was recognized during the year.

The Corporation's credit risk associated with accounts receivable is primarily related to payments from distribution customers. At December 31, 2017, approximately \$116 (2017 - \$142) is considered 60 days past due. The Corporation has over 17,000 customers, the majority of whom are residential. Credit risk is managed through collection of security deposits from customers in accordance with directions provided by the OEB and through credit insurance. As at December 31, 2018, the Corporation holds security deposits in the amount of \$39 (2017 - \$409).

Notes to Financial Statements Year ended December 31, 2018 (Expressed in thousands of dollars)

20. Financial instruments and risk management (continued)

(b) Market risk

Market risks primarily refer to the risk of loss resulting from changes in commodity prices, foreign exchange rates, and interest rates. The Corporation currently does not have any material commodity or foreign exchange risk. The Corporation is exposed to fluctuations in interest rates as the regulated rate of return for the Corporation's distribution business is derived using a complex formulaic approach which is in part based on the forecast for long-term Government of Canada bond yields. This rate of return is approved by the OEB as part of the approval of distribution rates.

A 1% increase in the interest rate at December 31, 2018 would have increased interest expense on the long-term debt by \$375, assuming all other variables remain constant. A 1% decrease in the interest rate would have an equal but opposite effect.

(c) Liquidity risk

The Corporation monitors its liquidity risk to ensure access to sufficient funds to meet operational and investing requirements. The Corporation's objective is to ensure that sufficient liquidity is on hand to meet obligations as they fall due while minimizing interest exposure. The Corporation has access to a \$4,000 line of credit facility and monitors cash balances daily to ensure that a sufficient level of liquidity is on hand to meet financial commitments as they become due. As at December 31, 2018, no amounts had been drawn under the Corporation's credit facility (2017 - \$nil).

The Corporation also has a letter of credit facility for \$938 for the purpose of issuing letters of credit mainly to support the prudential requirements of the IESO, of which \$nil has been drawn and posted with the IESO (2017 - \$nil).

The majority of accounts payable, as reported on the statement of financial position, are due within 30 days.

(d) Capital disclosures

The main objectives of the Corporation, when managing capital, are to ensure ongoing access to funding to maintain and improve the electricity distribution system, compliance with covenants related to its credit facilities, prudent management of its capital structure with regard for recoveries of financing charges permitted by the OEB on its regulated electricity distribution business, and to deliver the appropriate financial returns.

The Corporation's definition of capital includes shareholder's equity and long-term debt. As at December 31, 2018, shareholder's equity amounts to \$22,714 (2017 - \$20,090) and long-term debt amounts to \$36,311 (2017 - \$35,756).

Notes to Financial Statements Year ended December 31, 2018 (Expressed in thousands of dollars)

21. Future changes in accounting policy and disclosures

Leases

In January 2016, IASB issued IFRS 16 to establish principles for the recognition, measurement, presentation, and disclosure of leases, with the objective of ensuring that lessees and lessors provide relevant information that faithfully represents those transactions. IFRS 16 replaces IAS 17 and it is effective for annual periods beginning on or after January 1, 2019. The standard introduces a single lessee accounting model and requires a lessee to recognize assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. A lessee is required to recognize a right-of-use asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments. This standard substantially carries forward the lessor accounting requirements of IAS 17, while requiring enhanced disclosures to be provided by the lessor. Other areas of the lease accounting model have been impacted, including the definition of a lease. Transitional provisions have been provided. The Corporation is assessing the impact of IFRS 16 on its results of operations, financial position and disclosures.

Uncertainty over Income Tax Treatments

The IASB issued IFRIC 23 to clarify how to apply the recognition and measurement requirements in IAS 12 Income Taxes. The IFRIC is effective for annual periods beginning on or after January 1, 2019. The Corporation is in the process of evaluating the impact of this standard.

*

Canada Revenue Agency Agence du revenu du Canada

Net Income (Loss) for Income Tax Purposes

Schedule 1

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31

- 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. For more information, see the T2 Corporation—Income Tax Guide.
- All legislative references are to the Income Tax Act.

Net income (loss) after taxes and extraordinary items from line 9999 of Schedule 125	2,420,000	Α
Add:		
Provision for income taxes – current	101 226,000	
Provision for income taxes – deferred	102 513,000	
Interest and penalties on taxes		
Amortization of tangible assets		
Loss on disposal of assets		
Charitable donations and gifts from Schedule 2		
Scientific research expenditures deducted per financial statements	118 200,598	
Non-deductible meals and entertainment expenses		
Reserves from financial statements – balance at the end of the year		
Subtotalo	of additions 3,652,801 ► 3,652,801	_

Other additions:

Miscellaneous other additions:

	1	2
	Description	Amount
	605	295
1	Inducement under 12(1)(x) ITA	1,368,457
2	Amortization expensed in distribution expenses	89,889
3	Customer Deposits - paragraph 20(1)(a)	491,482
	Total of column 2	1,949,828

 Total of column 2
 1,949,828
 ≥
 296
 1,949,828

 Subtotal of other additions
 199
 1,949,828
 ≥

Total additions 500 5,602,629 ►

Deduct:

Capital cost allowance from Schedule 8	3,884,828
SR&ED expenditures claimed in the year on line 460 from Form T661	189,067
Reserves from financial statements – balance at the beginning of the year	156,696
Subtotal of deductions	4 230 591

Subtotal of deductions 4,230,591 ► 4,230,591

Other deductions:

Miscellaneous other deductions:

	1	2
	Description	Amount
	705	395
1	13(7.4) electon re contributed capital	1,359,844
2	Customer Deposits - paragraph 20(1)(m)	491,482
3	Amortization of deferred contribution	446,161
4	2018 tax movement in reg. account	513,000
5	Co-op credits applied against wages	21,449
6	Gov't asistance adding back for SR&ED	4,839
7	SR&ED expenditures capitalized for accounting	80,619
	Total of column 2	2,917,394

5,602,629 B

Subtotal of other deductions 499 2,917,394 ►	2,917,394
Total deductions 510 ►	7,147,985 D
Net income (loss) for income tax purposes (amount C minus amount D)	874,644 E
Enter amount E on line 300 of the T2 return.	

T2 SCH 1 E (17)

Inducement

This form is used to calculate inducements that a corporation must add to its income under paragraph 12(1)(x) ITA. If an amount reduces the capital cost of a property, this amount will be indicated in Part "Tax credits whose amount should reduce the capital cost of property."

If you want to transfer an amount to Schedule 1 and include it in the corporation's income for tax purposes, select the corresponding check box in column A. You can also select the option **Select this check box to add all the amounts to income calculated in Schedule 1** to transfer all the amounts to Schedule 1. In either case, the column A check box will be selected for that amount and it will therefore be updated to Schedule 1.

Tax credits whose amount should be added to income

Onta	rio	
A	Portion of the Ontario research and development tax credit that relates to the prescribed proxy amount (PPA) and portion of the Ontario investment tax credit that relates to contributions made to SR&ED farming organizations	
X	Ontario co-operative education tax credit	8,613
	Ontario apprenticeship training tax credit	
	Ontario computer animation and special effects tax credit*	
	Ontario film and television tax credit* * Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1).	
	Ontario production services tax credit* * Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1).	
	Ontario interactive digital media tax credit* * Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1).	
	Ontario sound recording tax credit* * Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1).	
	Ontario book publishing tax credit	
	Portion of the Ontario innovation tax credit that relates to the prescribed proxy amount (PPA) and portion of the Ontario investment tax credit that relates to contributions made to SR&ED farming organizations	
	Ontario business-research institute tax credit	
	Ontario community food program donation tax credit for farmers	
Α	er amounts	
X		
Cor	tributed capital for fixed assets	1,359,844 1,359,844
	Total	1,359,844

Tax credits whose amount should reduce the capital cost of property

Schedule 2

Charitable Donations and Gifts

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31

- For use by corporations to claim any of the following:
 - the eligible amount of charitable donations to qualified donees
 - the Ontario, Nova Scotia, and British Columbia food donation tax credits for farmers
 - the eligible amount of gifts of certified cultural property
 - the eligible amount of gifts of certified ecologically sensitive land or
 - the additional deduction for gifts of medicine made before March 22, 2017
- All legislative references are to the federal Income Tax Act, unless stated otherwise.
- The eligible amount of a gift is the amount by which the fair market value of the gifted property exceeds the amount of an advantage, if any, for the gift.
- The donations and gifts can be carried forward for 5 years except for gifts of certified ecologically sensitive land made after February 10, 2014, which can be carried forward for 10 years. Provincial food donation tax credits must be applied in the current tax year.
- Use this schedule to show a transfer of unused amounts from previous years following an amalgamation or the wind-up of a subsidiary as described under subsections 87(1) and 88(1).
- Subsection 110.1(1.2) provides as follows:
 - Where a particular corporation has undergone an acquisition of control, for tax years that end on or after the acquisition of control, no corporation can claim a deduction for a gift made by the particular corporation to a qualified donee before the acquisition of control.
 - If a particular corporation makes a gift to a qualified donee pursuant to an arrangement under which both the gift and the acquisition of control is
 expected, no corporation can claim a deduction for the gift unless the person acquiring control of the particular corporation is the qualified donee.
- An eligible medical gift made before March 22, 2017, to a qualifying organization for activities outside of Canada may be eligible for an additional deduction. Calculate the additional deduction in Part 5.
- File one completed copy of this schedule with your T2 Corporation Income Tax Return.
- For more information, see the T2 Corporation Income Tax Guide.

Part 1 – Charitable donations		
Charity/Recipient	A	mount (\$100 or more only)
Innisfil Soccer Club	_	150
Innisfil YMCA	_	250
_ United Way	_	10,000
Innisfil Community Church	_	370
Youth Haven	_	300
	Subtotal	11,070
	Add:Total donations of less than \$100 each	
	Total donations in current tax year	11,070



− Part 1 − Charitable donations −−−−−				
	Federal		Québec	Alberta
Charitable donations at the end of the previous tax year		Α		
Charitable donations expired after 5 tax years*				
Charitable donations transferred on an amalgamation or the wind-up of a subsidiary				
Total charitable donations made in the current year	11,070	_	11,070	11,070
Subtotal (line 250 plus line 210)	11,070	В	11,070	11,070
Subtotal (line 240 plus amount B)	11,070	С	11,070	11,070
Adjustment for an acquisition of control				
Total charitable donations available (amount C minus line 255)	11,070	D	11,070	11,070
Amount applied in the current year against taxable income (cannot be more than amount L in Part 2)	11,070		11,070	11,070
(enter this amount on line 311 of the T2 return)				
Charitable donations closing balance (amount D minus line 260)				
The amount of qualifying donations for the Ontario community food program donation tax credit for farmers included in the amount on line 260 (for donations made after December 31, 2013)				
Ontario community food program donation tax credit for farmers (amount on line 262 multiplied by 25 %)		1		
Enter amount 1 on line 420 of Schedule 5, Tax Calculation Supplementary – Corporation is less: the Ontario income tax otherwise payable or amount 1. For more information, so				nichever
The amount of qualifying donations for the Nova Scotia food bank tax credit for farmers included in the amount on line 260 (for donations made after December 31, 2015)				
Nova Scotia food bank tax credit for farmers (amount on line 263 multiplied by 25 %)		2		
Enter amount 2 on line 570 of Schedule 5, Tax Calculation Supplementary – Corporation is less: the Nova Scotia income tax otherwise payable or amount 2. For more information				nichever
The amount of qualifying gifts for the British Columbia farmers' food donation tax credit included in the amount on line 260 (for donations made after February 16, 2016 and before January 1, 2020)				
British Columbia farmers' food donation tax credit (amount on line 265 multiplied by 25 %)		3		
Enter amount 3 on line 683 of Schedule 5, Tax Calculation Supplementary – Corporation is less: the British Columbia income tax otherwise payable or amount 3. For more information of the control of the	ons. The maximum you mation, see section 20	ı can cla .1 of the	aim in the current year is when British Columbia Income	nichever Fax Act.
* For federal and Alberta tax purposes, donations and gifts expire after five tax years. F	For Québec tax purpos	es, don	ations and gifts made in a ta	ax year

For federal and Alberta tax purposes, donations and gifts expire after five tax years. For Quebec tax purposes, donations and gifts made in a tax year that ended before March 24, 2006, expire after five tax years; otherwise, donations and gifts expire after twenty tax years.

Year of origin:			Federal	Québec	Alberta
1 st prior year		2017-12-31			
2 nd prior year		2016-12-31			
3 rd prior year		2015-12-31			
4 th prior year		2014-12-31			
5 th prior year		2013-12-31			
6 th prior year*		2012-12-31			
7 th prior year		2011-12-31			
8 th prior year		2010-12-31			
9 th prior year		2009-12-31_			
10 th prior year		2008-12-31			
11 th prior year		2007-12-31_			
12 th prior year		2006-12-31			
13 th prior year					
14 th prior year		2004-12-31			
15 th prior year		2003-12-31			
16 th prior year		2002-12-31			
17 th prior year					
18 th prior year					
19 th prior year					
20 th prior year					
21st prior year*					
Total (to line A)					
donations and on line 21 st pri	gifts made in a tax year that ende or year expire automatically in the	s and gifts included on line 6 th prior you ed before March 24, 2006, that are in current tax year. Ction for charitable donation	cluded on line 6 th prior ye	n the current tax year. For Québe ear and donations and gifts that a	ectax purposes, are included
		IE			655,983 E
Taxable capital gunder subsection The amount of allowance in re Proceeds of disoutlays and exp Capital cost** Amount F or G	gains arising in respect of gifts of gains arising in respect of a disposition of a 40(1.01)	capital property included in Part 1 ** a non-qualifying security		н	
		Subtotal (add line	225, 227, and amount H)) I nount I multiplied by 25 %	
				tal (amount E plus amount J)	5 655,983 _K
Maximum allow purposes, which		donations (enter amount D from Pa	rt 1, amount K, or net inc	ome for tax	11,070 L
	•	at this amount is before the deduction		_	

This amount must be prorated by the following calculation: eligible amount of the gift **divided by** the proceeds of disposition of the gift.

to borrowing and bonus interest.

─ Part 3 – Gifts of certified cultural property —————			
	Federal	Québec	Alberta
Gifts of certified cultural property at the end of the previous tax year		M	
Gifts of certified cultural property expired after 5 tax years* 439			
Gifts of certified cultural property at the beginning of the current tax year (amount M minus line 439)			
Gifts of certified cultural property transferred on an amalgamation or the wind-up of a subsidiary			
Total gifts of certified cultural property in the current year 410		<u> </u>	
(include this amount on line 112 of Schedule 1)			
Subtotal (line 450 plus line 410)		N	
Subtotal (line 440 plus amount N)			
Adjustment for an acquisition of control			
Amount applied in the current year against taxable income 460			
(enter this amount on line 313 of the T2 return)			
Subtotal (line 455 plus line 460)		P	
Gifts of certified cultural property closing balance (amount O minus amount P)			
* For federal and Alberta tax purposes, donations and gifts expire after five tax years. For ended before March 24, 2006, expire after five tax years; otherwise, donations and gift			n a tax year that

Amount c	arried forward – Gifts of certified cultural property	<i>1</i> ————		
Year of origin:		Federal	Québec	Alberta
1 st prior year				
2 nd prior year				
3 rd prior year				
4 th prior year				
5 th prior year	2013-12-31			
6 th prior year*	2012-12-31			
7 th prior year	2011-12-31_			
8 th prior year	2010-12-31			
9 th prior year				
10 th prior year				
11 th prior year				
12 th prior year	2006-12-31_			
13 th prior year				
14 th prior year	2004-12-31			
15 th prior year	2003-12-31			
16 th prior year	2002-12-31			
17 th prior year				
18 th prior year				
19 th prior year				
20 th prior year				

^{*} For federal and Alberta tax purposes, donations and gifts included on line 6th prior year expire automatically in the current tax year. For Québec tax purposes, donations and gifts made in a tax year that ended before March 24, 2006, that are included on line 6th prior year and donations and gifts that are included on line 21st prior year expire automatically in the current tax year.

21st prior year* **Total** . .

Part 4 – Gifts of certified ecologically sensitive land			
,	Federal	Québec	Alberta
Gifts of certified ecologically sensitive land at the end of the previous tax year Gifts of certified ecologically sensitive land expired after tax years, or after 10 tax years for gifts made after February 10, 2014* Gifts of certified ecologically sensitive land at the beginning of the current tax year (amount Q minus line 539)			
f the current tax year (amount Q minus line 539)			
Gifts of certified ecologically sensitive land transferred on an amalgamation or the wind-up of a subsidiary	_		-
Total current-year gifts of certified ecologically sensitive land 520			
include this amount on line 112 of Schedule 1)			
Subtotal (line 550 plus line 520)	F		-
Subtotal (line 540 plus amount R)			
Adjustment for an acquisition of control Amount applied in the current year against taxable income enter this amount on line 314 of the T2 return) 555 560			
Subtotal (line 555 plus line 560)	т		
Bifts of certified ecologically sensitive land closing balance amount S minus amount T)			
For federal and Alberta tax purposes, donations and gifts made before February 11, 2 expire after ten tax years. For Québec tax purposes, donations and gifts made during			

otherwise, donation and gifts expire after twenty tax years.

Amounts carried forward – Gifts of certified ecologically sensitive land Amount of carried forward gifts made on or after February 11, 2014, in the tax year including this date Federal Québec Alberta Year of origin: 1st prior year 2017-12-31 2nd prior year 2016-12-31 2015-12-31 3rd prior year 4th prior year 2014-12-31 5th prior year 2013-12-31 6th prior year* 2012-12-31 7th prior year 2011-12-31 2010-12-31 8th prior year 9th prior year 2009-12-31 2008-12-31 10th prior year 11th prior year* 2007-12-31 12th prior year 2006-12-31 13th prior year 2005-12-31 2004-12-31 14th prior year 15th prior year 2003-12-31 16th prior year 2002-12-31 17th prior year 2001-12-31 18th prior year 19th prior year 20th prior year 21st prior year* Total

The field "Amount of carried forward gifts made on or after February 11, 2014, in the tax year including this date" is used to distinguish the portion of the gifts made in the tax year straddling February 11, 2014, that expires after ten tax years, from the portion that expires in the current tax year.

For Québec tax purposes, donations and gifts made during a tax year that ended before March 24, 2006, that are included on line 6th prior year and gifts that are included on line 21st prior year expire automatically in the current tax year.



For federal and Alberta tax purposes, donations and gifts made before February 11, 2014, that are included on line 6th prior year and gifts that are included on line 11th prior year expire automatically in the current year.

$_{ extstyle e$	r gifts of medicine ———			
		Federal	Québec	Alberta
Additional deduction for gifts of medicine at the			_ U	
Additional deduction for gifts of medicine expir				
Additional deduction for gifts of medicine at the current tax year (amount U minus line 639)	e beginning of the			
current tax year (amount o minus line 659)				
Additional deduction for gifts of medicine mad transferred on an amalgamation or the wind-u				
Additional deduction for gifts of medicine mad	e before March 22, 2017:			
Proceeds of disposition				
Cost of gifts of medicine made before March	22, 2017 601			
	Subtotal (line 602 minus line 601)		_ V	
Amount V multiplied by 50 %.	· · · · · · · · · · · · · · · · · · ·		_W	
Eligible amount of gifts				
	Additional			
	deduction for gifts of medicine made			
Federal	before March 22,			
a x (_b	= 2017		_	
\ c	Additional			
	deduction for gifts			
Québec	of medicine made before March 22,			
a x / _b				
\ c	Additional			
	Additional deduction for gifts			
Alberta	of medicine made			
x / b	before March 22, = 2017			
a ^ <u>b</u>				
where:	,			
a is the lesser of line 601 and amount W				
b is the eligible amount of gifts (line 600)				
c is the proceeds of disposition (line 602)				
	Subtotal (line 650 plus line 610)		Υ	
	Subtotal (line 640 plus amount X)			
	Subtotal (line 040 plus amount X)		_ '	
Adjustment for an acquisition of control	655			
Amount applied in the current year against tax				
(enter this amount on line 315 of the T2 return				
	Subtotal (line 655 plus line 660)		Z	
Additional deduction for gifts of medicine closi (amount Y minus amount Z)	ng balance			
* For foderal and Alberta tov numeros denot				in a taxy on a with a t

^{*} For federal and Alberta tax purposes, donations and gifts expire after five tax years. For Québec tax purposes, donations and gifts made in a tax year that ended before March 19, 2007, expire after five tax years; otherwise, donations and gifts expire after twenty tax years.

** prior year	Year of origin:		Federal	Québec	Alberta
2016-12-31 ** prior year 2015-12-31 ** prior year 2014-12-31 ** prior year 2014-12-31 ** prior year 2013-12-31 ** prior year 2013-12-31 ** prior year 2011-12-31 ** prior year 2008-12-31 ** prior year 3008-12-31 ** prior y	1 st prior year	<u>2017</u> -12-31			
Prior year 2014-12-31 Prior year 2013-12-31 Prior year 2013-12-31 Prior year 2011-12-31 Prior year 2011-12-31 Prior year 2011-12-31 Prior year 2011-12-31 Prior year 2009-12-31 Prior year 2009-12-31 Prior year 2008-12-31 Prior year 2008-12-31 Prior year 2008-12-31 Prior year 2008-12-31 Prior year 2006-12-31 Prior year 2006-12-31 Prior year 2006-12-31 Prior year 2008-12-31 Prior year 200	2 nd prior year				
2013-12-31 ** prior year* 2012-12-31 ** prior year* 2011-12-31 ** prior year 2011-12-31 ** prior year 2010-12-31 ** prior year 2010-12-31 ** prior year 2009-12-31 ** prior year 2009-12-31 ** prior year 2009-12-31 ** prior year 2009-12-31 ** prior year 2006-12-31 ** prior year 2006-12-31 ** prior year 2006-12-31 ** prior year 2006-12-31 ** prior year 2008-12-31 ** prior	3 rd prior year				
# prior year * 2012-12-31 *	4 th prior year				
# prior year 2011-12-31 # prior year 2010-12-31 # prior year 2008-12-31 Of prior year 2008-12-31 11* prior year 2008-12-31 21* prior year 2005-12-31 4* prior year 2005-12-31 4* prior year 2005-12-31 4* prior year 2004-12-31 5* prior year 2004-12-31 5* prior year 2003-12-31 5* prior year 2003-12-31 6* prior year 2003-12-31	5 th prior year				
Prior year 2010-12-31 Prior year 2009-12-31 Prior year 2009-12-31 Prior year 2008-12-31 Prior year Prior year 2009-12-31 Prior year ar year year year year year yea	6 th prior year*				
Deduct: Adjustment for an acquisition of control	7 th prior year	<u>2011-12-31</u>			
1º prior year 2008-12-31 1º prior year 2007-12-31 2º prior year 2006-12-31 3º prior year 2005-12-31 4º prior year 2005-12-31 4º prior year 2005-12-31 4º prior year 2004-12-31 5º prior year 2004-12-31 5º prior year 2003-12-31 6º prior year 2002-12-31 7º prior year 2002-12-31 1º prior year 2002-12	8 th prior year	<u>2010-12-31</u>			
1th prior year 2007-12-31	9 th prior year	<u>2009-12-31</u>			
2º prior year 2006-12-31 3º prior year 2005-12-31 4º prior year 2004-12-31 5º prior year 2004-12-31 6º prior year 2003-12-31 6º prior year 2002-12-31 7º prior year 2001-12-31 8º prior year 2001-12	10 th prior year				
2005-12-31	11 th prior year				
4th prior year 2004-12-31 5th prior year 2003-12-31 6th prior year 2003-12-31 6th prior year 2002-12-31 7th prior year 2001-12-31 8th prior year 200	12 th prior year				
15th prior year 2003-12-31 16th prior year 2002-12-31 17th prior year 2001-12-31 18th prior year 2001-	13 th prior year				
15th sof musical instruments at the end of the previous tax year 20debec - Gifts of musical instruments 2ifts of musical instruments at the beginning of the tax year 2ifts of musical instruments at the beginning of the tax year 2ifts of musical instruments transferred on an amalgamation or the wind-up of a subsidiary Total current-year gifts of musical instruments Subtotal (line D plus line E) 2idustine D plus line E)	14 th prior year	<u>2004-12-31</u>			
This prior year 2001-12-31	15 th prior year	<u>2003-12-31</u>			
8th prior year 9th prior year 20th prior year 20th prior year* Total For federal and Alberta tax purposes, donations and gifts included on line 6th prior year expire automatically in the current tax year. For Québec tax purposes, donations and gifts made in a tax year that ended before March 19, 2007, that are included on line 6th prior year and donations and gifts that are included on line 21st prior year expire automatically in the current tax year. Québec - Gifts of musical instruments Gifts of musical instruments at the end of the previous tax year Deduct: Gifts of musical instruments expired after twenty tax years Gifts of musical instruments at the beginning of the tax year Add: Gifts of musical instruments transferred on an amalgamation or the wind-up of a subsidiary Total current-year gifts of musical instruments Subtotal (line D plus line E)	16 th prior year				
19th prior year 10th prior year expire automatically in the current tax year. For Québec tax purposes, donations and gifts made in a tax year that ended before March 19, 2007, that are included on line 6th prior year and donations and gifts that are included on line 21st prior year expire automatically in the current tax year. Québec — Gifts of musical instruments 30th soft musical instruments at the end of the previous tax year 30th previous tax year 30th prior year expire automatical instruments expired after twenty tax years 30th soft musical instruments at the beginning of the tax year 30th prior year expire automatically in the current tax year and donations and gifts that are included on line 6th prior year and donations and gifts that are included on line 21st prior year expire automatically in the current tax year. Québec — Gifts of musical instruments at the end of the previous tax year 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year. 30th prior year expire automatically in the current tax year.	17 th prior year	<u>2001-12-31</u>			
20th prior year 21st prior year* For federal and Alberta tax purposes, donations and gifts included on line 6th prior year expire automatically in the current tax year. For Québec tax purposes, donations and gifts made in a tax year that ended before March 19, 2007, that are included on line 6th prior year and donations and gifts that are included on line 21st prior year expire automatically in the current tax year. Québec — Gifts of musical instruments Gifts of musical instruments at the end of the previous tax year Deduct: Gifts of musical instruments expired after twenty tax years Gifts of musical instruments at the beginning of the tax year Add: Gifts of musical instruments transferred on an amalgamation or the wind-up of a subsidiary Total current-year gifts of musical instruments Subtotal (line D plus line E)	18 th prior year				
Por federal and Alberta tax purposes, donations and gifts included on line 6th prior year expire automatically in the current tax year. For Québec tax purposes, donations and gifts made in a tax year that ended before March 19, 2007, that are included on line 6th prior year and donations and gifts that are included on line 21st prior year expire automatically in the current tax year. Québec — Gifts of musical instruments Sifts of musical instruments at the end of the previous tax year Deduct: Gifts of musical instruments expired after twenty tax years Sifts of musical instruments at the beginning of the tax year Add: Gifts of musical instruments transferred on an amalgamation or the wind-up of a subsidiary Total current-year gifts of musical instruments Subtotal (line D plus line E)	19 th prior year				
For federal and Alberta tax purposes, donations and gifts included on line 6th prior year expire automatically in the current tax year. For Québec tax purposes, donations and gifts made in a tax year that ended before March 19, 2007, that are included on line 6th prior year and donations and gifts that are included on line 21st prior year expire automatically in the current tax year. Québec — Gifts of musical instruments Gifts of musical instruments at the end of the previous tax year Deduct: Gifts of musical instruments expired after twenty tax years Gifts of musical instruments at the beginning of the tax year Add: Gifts of musical instruments transferred on an amalgamation or the wind-up of a subsidiary Total current-year gifts of musical instruments Subtotal (line D plus line E)	20 th prior year				
For federal and Alberta tax purposes, donations and gifts included on line 6th prior year expire automatically in the current tax year. For Québec tax purposes, donations and gifts made in a tax year that ended before March 19, 2007, that are included on line 6th prior year and donations and gifts that are included on line 21st prior year expire automatically in the current tax year. Québec — Gifts of musical instruments Gifts of musical instruments at the end of the previous tax year Deduct: Gifts of musical instruments expired after twenty tax years Gifts of musical instruments at the beginning of the tax year Add: Gifts of musical instruments transferred on an amalgamation or the wind-up of a subsidiary Total current-year gifts of musical instruments Subtotal (line D plus line E)	21 st prior year*				
donations and gifts made in a tax year that ended before March 19, 2007, that are included on line 6th prior year and donations and gifts that are included on line 21st prior year expire automatically in the current tax year. Québec — Gifts of musical instruments Gifts of musical instruments at the end of the previous tax year Deduct: Gifts of musical instruments expired after twenty tax years Gifts of musical instruments at the beginning of the tax year Add: Gifts of musical instruments transferred on an amalgamation or the wind-up of a subsidiary Total current-year gifts of musical instruments Subtotal (line D plus line E)	Total				
Deduct: Gifts of musical instruments expired after twenty tax years Gifts of musical instruments at the beginning of the tax year Add: Gifts of musical instruments transferred on an amalgamation or the wind-up of a subsidiary Total current-year gifts of musical instruments Subtotal (line D plus line E) Deduct: Adjustment for an acquisition of control	donations and line 21 st prior	gifts made in a tax year that ended before March 19, 2007, that an year expire automatically in the current tax year.	or year expire automatically e included on line <i>6th prior</i> y	in the current tax year. For Québec ta vear and donations and gifts that are i	ncluded on
Gifts of musical instruments at the beginning of the tax year Add: Gifts of musical instruments transferred on an amalgamation or the wind-up of a subsidiary Total current-year gifts of musical instruments Subtotal (line D plus line E) Deduct: Adjustment for an acquisition of control	Gifts of musical	instruments at the end of the previous tax year			
Add: Gifts of musical instruments transferred on an amalgamation or the wind-up of a subsidiary Total current-year gifts of musical instruments Subtotal (line D plus line E) Deduct: Adjustment for an acquisition of control	Deduct: Gifts o	musical instruments expired after twenty tax years			
Gifts of musical instruments transferred on an amalgamation or the wind-up of a subsidiary Total current-year gifts of musical instruments Subtotal (line D plus line E) Deduct: Adjustment for an acquisition of control	Gifts of musical	instruments at the beginning of the tax year		<u> </u>	
Total current-year gifts of musical instruments Subtotal (line D plus line E) Deduct: Adjustment for an acquisition of control	Add:				
Subtotal (line D plus line E)	Gifts of musica	l instruments transferred on an amalgamation or the wind-up of a s	subsidiary	<u> </u>	
Deduct: Adjustment for an acquisition of control	Total current-y	ear gifts of musical instruments			
•				Subtotal (line D plus line E)	
•	Deduct: Adjust	nent for an acquisition of control			
	•	•			

Gifts of musical instruments closing balance

Deduct: Amount applied against taxable income (enter this amount on line 255 of form CO-17)

Year of origin:	Québec
1 st prior year	 12-31_
2 nd prior year	 12-31_
3 rd prior year	 12-31_
4 th prior year	 12-31_
5 th prior year	 <u> </u>
6 th prior year*	 12-31_
7 th prior year	 <u> </u>
8 th prior year	 12-31_
9 th prior year	 12-31_
10 th prior year	
11 th prior year	 12-31_
12 th prior year	 12-31_
13 th prior year	 12-31_
14 th prior year	 12-31_
15 th prior year	 12-31_
16 th prior year	 12-31_
17 th prior year	
18 th prior year	
19 th prior year	
20 th prior year	
21 st prior year*	
Total	

Agence du revenu du Canada Schedule 4

Corporation Loss Continuity and Application

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31

- Use this form to determine the continuity and use of available losses; to determine a current-year non-capital loss, farm loss, restricted farm loss, or limited
 partnership loss; to determine the amount of restricted farm loss and limited partnership loss that can be applied in a year; and to ask for a loss carryback to
 previous years.
- A corporation can choose whether or not to deduct an available loss from income in a tax year. The corporation can deduct losses in any order. However, for
 each type of loss, deduct the oldest loss first.
- According to subsection 111(4) of the Income Tax Act, when control has been acquired, no amount of capital loss incurred for a tax year ending before
 that time is deductible in computing taxable income in a tax year ending after that time. Also, no amount of capital loss incurred in a tax year ending after
 that time is deductible in computing taxable income of a tax year ending before that time.
- When control has been acquired, subsection 111(5) provides for similar treatment of non-capital and farm losses, except as listed in paragraphs 111(5)(a) and (b).
- For information on these losses, see the T2 Corporation Income Tax Guide.
- File one completed copy of this schedule with the T2 return, or send the schedule by itself to the tax centre where the return is filed.
- All legislative references are to the Income Tax Act.

┌ Part 1 – Non-capital losses ——————————————————————————————————	_
Determination of current-year non-capital loss	
Net income (loss) for income tax purposes	<u>874,644</u> A
Deduct: (increase a loss)	
Net capital losses deducted in the year (enter as a positive amount)	а
Taxable dividends deductible under section 112 or subsections 113(1) or 138(6)	b
Amount of Part VI.1 tax deductible under paragraph 110(1)(k)	С
Amount deductible as prospector's and grubstaker's shares – Paragraph 110(1)(d.2)	d
Subtotal (total of amounts a to d)	▶ B
Subtotal (amount A minus amount B; if positive, ent	er "0") C
Deduct: (increase a loss)	
Section 110.5 or subparagraph 115(1)(a)(vii) – Addition for foreign tax deductions	D
Subtotal (amount C minus amou	ınt D) E
Add: (decrease a loss)	
Current-year farm loss (the lesser of: the net loss from farming or fishing included in income and the non-capital loss before deducting the farm loss)	F
Current-year non-capital loss (amount E plus amount F; if positive, enter "0") If amount G is negative, enter it on line 110 as a positive.	<u> </u>
Continuity of non-capital losses and request for a carryback	
Non-capital loss at the end of the previous tax year	е
Deduct: Non-capital loss expired (note 1) 100	f
Non-capital losses at the beginning of the tax year (amount e minus amount f)	► <u>833,827</u> H
Add:	
Non-capital losses transferred on an amalgamation or on the wind-up of a subsidiary (note 2)	
corporation 105	g
Current-year non-capital loss (from amount G)	h
Subtotal (amount g plus amount h)	<u> </u>
Subtotal (amount H plus amo	unt I) 833,827_ J
Note 1: A non-capital loss expires as follows:	

- after 10 tax years if it arose in a tax year ending after March 22, 2004, and before 2006; and
- after 20 tax years if it arose in a tax year ending after 2005.

An allowable business investment loss becomes a net capital loss after 10 tax years if it arose in a tax year ending after March 22, 2004.

Note 2: Subsidiary is defined in subsection 88(1) as a taxable Canadian corporation of which 90% or more of each class of issued shares are owned by its parent corporation and the remaining shares are owned by persons that deal at arm's length with the parent corporation.



Part 1 – Non-capital losses (continued)	
Deduct:	
Other adjustments (includes adjustments for an acquisition of control)	
Section 80 – Adjustments for forgiven amounts	
Subsection 111(10) – Adjustments for fuel tax rebate j.1	
Non-capital losses of previous tax years applied in the current tax year	
Current and previous year non-capital losses applied against current-year	
taxable dividends subject to Part IV tax (note 3) Subtotal (total of amounts i to I) 833,827	833,827 K
	K
Non-capital losses before any request for a carryback (amount J minus amount K)	L
Deduct – Request to carry back non-capital loss to:	
First previous tax year to reduce taxable income	
Second previous tax year to reduce taxable income n	
Third previous tax year to reduce taxable income	
First previous tax year to reduce taxable dividends subject to Part IV tax	
Second previous tax year to reduce taxable dividends subject to Part IV tax	
Total of requests to carry back non-capital losses to previous tax years (total of amounts m to r)	М
Closing balance of non-capital losses to be carried forward to future tax years (amount L minus amount M)	N
Note 3: Amount I is the total of lines 330 and 335 from Schedule 3. <i>Dividends Received, Taxable Dividends Paid, and Part IV Tax Cal</i>	
- Part 2 - Capital losses	
Continuity of capital losses and request for a carryback	
Capital losses at the end of the previous tax year	
Capital losses transferred on an amalgamation or on the wind-up of a subsidiary corporation 205 b	
Subtotal (amount a plus amount b)	A
Deduct:	
Other adjustments (includes adjustments for an acquisition of control)	
Section 80 – Adjustments for forgiven amounts	_
Subtotal (amount c plus amount d)	В
Subtotal (amount A minus amount B)	C
Add: Current-year capital loss (from the calculation on Schedule 6, Summary of Dispositions of Capital Property) 210	D
Unused non-capital losses that expired in the tax year (note 4)	
Allowable business investment losses (ABILs) that expired as non-capital losses at the end of the	
previous tax year (note 5) f	
Enter amount e or f, whichever is less g	
ABILs expired as non-capital losses: line 215 multiplied by 2.000000	E
Subtotal (total of amounts C to E)	F
Note	
If there has been an amalgamation or a wind—up of a subsidiary, do a separate calculation of the ABIL expired as non-capital loss for each predecessor or subsidiary corporation. Add all these amounts and enter the total on line 220 above.	
Note 4: If the loss was incurred in a tax year ending after March 22, 2004, determine the amount of the loss from the 11th previous tax year the part of that loss that was not used in previous years and the current year on line e.	ear and enter
Note 5: If the ABILs were incurred in a tax year ending after March 22, 2004, enter the amount of the ABILs from the 11th previous tax amount on line f.	year. Enter the full

– Part 2 – Capi	ital losses (continued)				
Deduct: Capital los	sses from previous tax years applied against the cu	ırrent-year net capital gain (not	e 6)	225	G
	Capital lo	osses before any request for a	carryback (amount	F minus amount G)	H
Deduct - Request	t to carry back capital loss to (note 7):				
·		Capital gain (100%)		carried back 100%)	
First previous tax y	year		951	h	
Second previous t	taxyear		952	i	
Third previous tax	year		953	j	
		Subtotal (total of amoun	ts h to j)	>	1
	Closing balance of capital losses to be	carried forward to future tax y	ears (amount H mi	nus amount I) 280	J
	et the net capital losses required to reduce the taxa line 225 divided by 2 at line 332 of the T2 return.	ble capital gain included in the	net income (loss) f	or the current-year tax, enter the	amount
	ne 225, 951, 952, or 953, whichever applies, enter trepresents the 50% inclusion rate.	the actual amount of the loss.	When the loss is ar	oplied, divide this amount by 2. T	he he
– Part 3 – Farm	n losses				
Continuity of farm	n losses and request for a carryback				
Farm losses at the	end of the previous tax year		<u></u>	a	
Deduct: Farm loss	expired (note 8)		300	b	
	beginning of the tax year (amount a minus amour			<u> </u>	A
Add:					
	sferred on an amalgamation or on the wind-up of a	subsidiary corporation .	. 305	С	
	•		310	d	
•	,	Subtotal (amount c plus an	nount d)	<u> </u>	В
			Subtotal (amou	nt A plus amount B)	C
Deduct:				• ,	
Other adjustments	s (includes adjustments for an acquisition of contro	ol)		e	
Section 80 – Adjus	stments for forgiven amounts		340	f	
	evious tax years applied in the current tax year n line 334 of the T2 Return.		330	g	
	ous year farm losses applied against		225		
current-year taxat	ble dividends subject to Part IV tax (note 9) .	Cultural (total of an arms)	335	n	Б.
		Subtotal (total of amount	· —		
	Farmio	sses before any request for a	carryback (amount	C minus amount D)	E
Deduct - Request	t to carry back farm loss to:				
First previous tax y	year to reduce taxable income		921	i	
Second previous t	tax year to reduce taxable income		922	j	
Third previous tax	year to reduce taxable income		923	k	
First previous tax	year to reduce taxable dividends subject to Part IV	tax	931		
Second previous t	tax year to reduce taxable dividends subject to Par	t IV tax	932	m	
Third previous tax	year to reduce taxable dividends subject to Part IV	/ tax	933	n	
		Subtotal (total of amoun	tsiton)	<u> </u>	F
	Closing balance of farm losses to be	carried forward to future tax ye	ears (amount E mir	us amount F) 380	G
Note 8: A farm	m loss expires as follows:				
	ter 10 tax years if it arose in a tax year ending befo				
• af	ter 20 tax years if it arose in a tax year ending after	2005.			

Note 9: Amount h is the total of lines 340 and 345 from Schedule 3.

- Part 4 - Restricted farm le	osses ———				
Current-year restricted farm loss					
Total losses for the year from farming	g business			485	A
Minus the deductible farm loss:					
(amount A above	– \$2,500) d	livided by 2 =	a		
Amount a or \$ 15,000 (note	e 10), whichever is less	<u></u>	>	b	
				2,500 c	
		Subtotal (amou	ntb plus amount c)	2,500	2,500 B
		Current-ye	ar restricted farm loss (amou	nt A minus amount B)	C
Continuity of restricted farm loss	es and request for a carı	ryback			
Restricted farm losses at the end of t	he previous tax year		<u></u>	d	
Deduct: Restricted farm loss expired	d (note 11)		400	e	
Restricted farm losses at the beginni	ing of the tax year (amount	t d minus amount e)	402	<u> </u>	D
Add:					
Restricted farm losses transferred of	_	•	405	f	
of a subsidiary corporation Current-year restricted farm loss (fr	rom amount C)			I	
Enter amount g on line 233 of Sche	,			9	
		Subtotal (amou	int f plus amount g)	<u> </u>	E
			Subtotal (amo	ount D plus amount E)	F
Deduct:					
Restricted farm losses from previou	us tax years applied agains	st current farming income	430	h	
Enter amount h on line 333 of the T	⁻ 2 return.				
Section 80 – Adjustments for forgiv	en amounts			i	
Other adjustments				j	
		Subtotal (total	al of amounts h to j)	<u> </u>	G
	Restricted	farm losses before any re	equest for a carryback (amour	nt F minus amount G)	H
Deduct – Request to carry back re	estricted farm loss to:				
First previous tax year to reduce farr	ming income		941	k	
Second previous tax year to reduce	farming income		942		
Third previous tax year to reduce far				m	
		Subtotal (total	l of amounts k to m)	<u></u> -	I
Closing balan	nce of restricted farm losse	es to be carried forward to	future tax years (amount H n	ninus amount I) 480	J
Note					
The total losses for the year from a	all farming businesses are	calculated without includ	ing scientific research expens	ses.	
Note 10: For tax years that end	l before March 21, 2013, u	se \$6,250 instead of \$15,	000.		
Note 11: A restricted farm loss	expires as follows:				
• after 10 tax years i	f it arose in a tax year endi	ng before 2006; and			
 after 20 tax years i 	f it arose in a tax year endi	ing after 2005.			

Part 5 – Listed personal property losses ——————————————————————————————————	
Continuity of listed personal property loss and request for a carryback	
Listed personal property losses at the end of the previous tax year a	
Deduct: Listed personal property loss expired after 7 tax years	
Listed personal property losses at the beginning of the tax year (amount a minus amount b) 502	A
Add: Current-year listed personal property loss (from Schedule 6)	В
Subtotal (amount A plus amount B)	C
Deduct: Listed personal property losses from previous tax years applied against listed personal property gains	D
Listed personal property losses remaining before any request for a carryback (amount C minus amount D)	E
Deduct – Request to carry back listed personal property loss to: First previous tax year to reduce listed personal property gains Second previous tax year to reduce listed personal property gains Third previous tax year to reduce listed personal property gains Subtotal (total of amounts e to g)	F
Closing balance of listed personal property losses to be carried forward to future tax years (amount E minus amount F) 580	G

Part 7 – Limited partnership losses -

Current-year limited	partnership losse	es 				
1	2	3	4	5	6	7
Partnership account number	Tax year ending yyyy/mm/dd	Corporation's share of limited partnership loss	Corporation's at-risk amount	Total of corporation's share of partnership investment tax credit, farming losses, and resource expenses	Column 4 minus column 5 (if negative, enter "0")	Current-year limited partnership losses (column 3 minus column 6)
600	602	604	606	608		620

Total (enter this amount on line 222 of Schedule 1)

imited partnership	losses from prev	ious tax years that may	y be applied in the	current year -		
1	2	3	4	5	6	7
Partnership account number	Tax year ending yyyy/mm/dd	Limited partnership losses at the end of the previous tax year and amounts transferred on an amalgamation or on the wind-up of a subsidiary	Corporation's at-risk amount	Total of corporation's share of partnership investment tax credit, business or property losses, and resource expenses	Column 4 minus column 5 (if negative, enter "0")	Limited partnership losses that may be applied in the year (the lesser of columns 3 and 6)
630	632	634	636	638		650

Continuity of limited partnership losses that can be carried forward to future tax years

1	2	3	4	5	6
Partnership account number	Limited partnership losses at the end of the previous tax year	Limited partnership losses transferred in the year on an amalgamation or on the wind-up of a subsidiary	Current-year limited partnership losses (from line 620)	Limited partnership losses applied in the current year (must be equal to or less than line 650)	Current year limited partnership losses closing balance to be carried forward to future years (column 2 plus column 3 plus column 4 minus column 5)
660	662	664	670	675	680

Total (enter this amount on line 335 of the T2 return)

Note

1.

If you need more space, you can attach more schedules.

Part 8 - Election under paragraph 88(1.1)(f) -

If you are making an election under paragraph 88(1.1)(f), check the box

400	Yes	
100	res	

In the case of the wind-up of a subsidiary, if the election is made, the non-capital loss, restricted farm loss, farm loss, or limited partnership loss of the subsidiary—that otherwise would become the loss of the parent corporation for a particular tax year starting after the wind—up began—will be considered as the loss of the parent corporation for its immediately preceding tax year and not for the particular year.

Note

This election is only applicable for wind-ups under subsection 88(1) that are reported on Schedule 24, First-Time Filer after Incorporation, Amalgamation, or Winding-up of a Subsidiary into a Parent.

Non-Capital Loss Continuity Workchart

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

Non-capital losses

	Balance at	Loss incurred		Loss	Applied to r	Applied to reduce	
Year of origin	beginning of year	in current year	Adjustments and transfers	carried back Parts I & IV	Taxable income	Part IV tax	Balance at end of year
Current	N/A				N/A		
1st preceding taxation year							
2017-12-31	833,827	N/A		N/A	833,827		
2nd preceding taxation year							
2016-12-31		N/A		N/A			
3rd preceding taxation year							
2015-12-31		N/A		N/A			
4th preceding taxation year							
2014-12-31		N/A		N/A			
5th preceding taxation year							
2013-12-31		N/A		N/A			
6th preceding taxation year							
2012-12-31		N/A		N/A			
7th preceding taxation year							
2011-12-31		N/A		N/A			
8th preceding taxation year							
2010-12-31		N/A		N/A			
9th preceding taxation year							
2009-12-31		N/A		N/A			
10th preceding taxation year							
2008-12-31		N/A		N/A			
11th preceding taxation year							
2007-12-31		N/A		N/A			
12th preceding taxation year							
2006-12-31		N/A		N/A			
13th preceding taxation year							
2005-12-31		N/A		N/A			
14th preceding taxation year							
2004-12-31		N/A		N/A			
15th preceding taxation year							
2003-12-31		N/A		N/A			
16th preceding taxation year							
2002-12-31		N/A		N/A			
17th preceding taxation year							
2001-12-31		N/A		N/A			
18th preceding taxation year							
-		N/A		N/A			
19th preceding taxation year							
		N/A		N/A			
20th preceding taxation year							
		N/A		N/A			
Total	833,827				833,827		

^{*} This balance expires this year and will not be available next year.

Canada Revenue

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Tax Calculation Supplementary – Corporations

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Corporation's name	Business Number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31

- Use this schedule if, during the tax year, your corporation:
 - had a permanent establishment in more than one jurisdiction (corporations that have no taxable income should only complete columns A, B and D in Part 1);
 - is claiming provincial or territorial tax credits or rebates (see Part 2); or
 - has to pay taxes, other than income tax, for Newfoundland and Labrador, or Ontario (see Part 2).
- All legislative references are to the Income Tax Regulations.
- For more information, see the T2 Corporation Income Tax Guide.
- For the regulation number to be entered in field 100 of Part 1, see the chart below.

100				Enter the Regulation that applies (402 to 413)			
A Jurisdiction. Tick yes if the corporation had a permanent		B Total salaries and wages paid in jurisdiction	C (Bxtaxable income)/G	D Gross revenue	E (Dxtaxable income)/H	F Allocation of taxable income (C + E) x 1/2** (where either G or H is	
establishment jurisdiction during th	in the ie tax year *					nil, do not multiply by 1/2)	
Newfoundland and Labrador	Yes	103		143			
Newfoundland and Labrador Offshore	Yes	104		144			
Prince Edward Island	005 Yes	105		145			
Nova Scotia	907 Yes	107		147			
Nova Scotia Offshore	Yes	108		148			
New Brunswick	009 Yes	109		149			
Quebec	O11 Yes	111		151			
Ontario	013 Yes	113		153			
Manitoba	O15 Yes	115		155			
Saskatchewan	O17 Yes	117		157			
Alberta	O19 Yes	119		159			
British Columbia	021 Yes	121		161			
Yukon	023 Yes	123		163			
Northwest Territories	025 Yes	125		165			
Nunavut	O26 Yes	126		166			
Outside Canada	O27 Yes	127		167			
Total		129 G		169 H			

^{* &}quot;Permanent establishment" is defined in subsection 400(2)

Notes:

- 1. After determining the allocation of taxable income, you have to calculate the corporation's provincial or territorial tax payable. For more information on how to calculate the tax for each province or territory, see the instructions for Schedule 5 in the T2 Corporation Income Tax Guide.
- 2. If the corporation has provincial or territorial tax payable, complete Part 2.
- 3. If the corporation is a member of a partnership and the partnership had a permanent establishment in a jurisdiction, select the jurisdiction in Column A and include your proportionate share of the partnership's salaries and wages and gross revenue in columns B and D, respectively.



^{**} For corporations other than those described under section 402, use the appropriate calculation described in the Regulations to allocate taxable income.

Total taxable income	Income eligible for small business deduction	Provincial or territorial allocation of taxable income	Provincial or territorial tax payable before credits			
29,747	7	29,747	3,421			
				070	0.404	
Intario basic incor	ne tax (from Schedule	500)		<mark>270</mark>	3,421	
Ontario small busine	ss deduction (from Sch	edule 500)		402		
			Subtotal (line 270	minus line 402)	3,421	3,421 5
Ontario transitiona	l tax debits (from Sched	dule 506)		276		
Recapture of Onta	rio research and develo	ppment tax credit (from S	Schedule 508)	<mark>277</mark>		
			Subtotal (line 27	6 plus line 277)	-	5
			1	Gross Ontario tax (amou	unt 5A plus amount 5B)	3,421 5
Ontario resource ta	ax credit (from Schedul	e 504)		404		_
				406		
	credit (from Schedule :	21)		408		
Ontario credit unio	n tax reduction (from So	chedule 500)		410		
Ontario political co	ntributions tax credit (fr	om Schedule 525)		415		
		Ontario non-refundat	ole tax credits (total of li	nes 404 to 415)	>	5
			Subtotal (amou	nt 5C minus amount 5D) (if negative, enter "0")	3,421 5
Ontario research and	d development tax credi	t (from Schedule 508)			416	3,421
		e Ontario corporate mini ninus line 416) (if negat	mum tax credit and On ive, enter "0")	tario community food pro	ogram 	5
	nimum tax credit (from				418	
Ontario community f	ood program donation t	ax credit for farmers (fro	m Schedule 2)		<mark>420</mark>	
Ontario corporate inc	come tax payable (amou	unt 5F minus the total o	f lines 418 and 420) (if	negative enter "0")		5
Ontario corporate	minimum tax (from Sch	edule 510)		<mark>278</mark>	71,442	
Ontario special ad	ditional tax on life insura	ance corporations (from	Schedule 512)	<mark>280</mark>		
			Subtotal (line 27	8 plus line 280)	71,442	71,442 5
otal Ontario tax pay	able before refundable	tax credits (amount 5G	plus amount 5H)			71,442 5
Ontario qualifying	environmental trust tax	prodit		450		
. , ,	ve education tax credit (450	24,576	
•	eship training tax credit (,		7.54	21,070	
		effects tax credit (from S		456		
•	levision tax credit (from	,		458		
Ontario production	services tax credit (fro	m Schedule 558)		460		
p	digital media tax credit	(from Schedule 560)		462		
•	ording tay credit (from S	Schedule 562)				
Ontario interactive Ontario sound rece	• ,	obodulo EGA)		466		
Ontario interactive Ontario sound reco Ontario book publi	shing tax credit (from S	,		400		
Ontario interactive Ontario sound reco Ontario book publi Ontario innovation	shing tax credit (from S tax credit (from Schedu	ule 566)		468		
Ontario interactive Ontario sound reco Ontario book publi Ontario innovation	shing tax credit (from S tax credit (from Schedu	ule 566) edit (from Schedule 568)	468 470	24 576	24 576 <i>-</i>
Ontario interactive Ontario sound reco Ontario book publi Ontario innovation	shing tax credit (from S tax credit (from Schedu	ule 566) edit (from Schedule 568		468 470	24,576 > 290	24,576 ₅

Summary -

Enter the total net tax payable or refundable tax credits for all provinces and territories on line 255.

Net provincial and territorial tax payable or refundable tax credits

255

46,866

If the amount on line 255 is positive, enter the net provincial and territorial tax payable on line 760 of the T2 return. If the amount on line 255 is negative, enter the net provincial and territorial refundable tax credits on line 812 of the T2 return.

Agence du revenu du Canada Schedule 7

Aggregate Investment Income and Income Eligible for the Small Business Deduction

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31

- Use this schedule if you are a Canadian-controlled private corporation (CCPC) to calculate:
 - your aggregate investment income and foreign investment income, as defined in subsection 129(4), to determine the refundable portion of Part I tax, and your adjusted aggregate investment income, as defined in subsection 125(7), for the purpose of the business limit reduction
 - your **specified partnership income**, as defined in subsection 125(7), if you are a member (or **designated member**) of one or more partnerships, and
 - your income from an active business carried on in Canada eligible for the small business deduction including any specified corporate income
 as defined in subsection 125(7)
- Use this schedule if another CCPC is making an assignment of business limit under subsection 125(3.2) to you.
- Use this schedule if you are a corporation that is a member of a partnership to assign specified partnership business limit to a designated member under subsection 125(8).

Note: If you are a corporation that is not a CCPC, only complete Table 1 (columns A1, B1, C1, G1, H1 and J1) and Table 3 to make this assignment.

- The adjusted aggregate investment income, for the purpose of the business limit reduction, also applies to a tax year of a corporation that begins before 2019 and ends after 2018 under the following circumstances:
 - the corporation's preceding tax year was, because of a transaction or event or a series of transactions or events, shorter than it would have been in the absence of that transaction, event or series, and
 - one of the reasons for the transaction, event or series was to defer the application of subsections 125(5.1), (5.2) and (7) to the corporation
- All legislative references are to the Income Tax Act.
- For more information, see Small Business Deduction and Refundable Portion of Part I Tax in Guide T4012, T2 Corporation Income Tax Guide.
- · See the notes at the end of the form.

┌ Part 1 – Aggregate investment income ────────────────────────────────────	
Aggregate investment income is all world source income.	
Eligible portion of taxable capital gains for the year	
Eligible portion of allowable capital losses for the year (including allowable business investment losses)	
Net capital losses of previous years claimed on line 332 on the T2 return 022	
Subtotal (line 012 plus line 022)	Α
Line 002 minus amount A (if negative, enter "0")	В
Total income from property (include income from a specified investment business carried on in Canada other than income from a source outside Canada)	
Exempt income	
Amounts received from Agrilnvest Fund No. 2 that were included in computing the corporation's income for the year	
Taxable dividends deductible (total of column F on Schedule 3 minus related expenses) 062	
Business income from an interest in a trust that is considered property income under paragraph 108(5)(a) . 072	
Subtotal (add lines 042, 052, 062 and 072) C	
Subtotal (line 032 minus amount C) ► 16,000	D
Amount B plus amount D16,000	Е
Total losses from property (include losses from a specified investment business carried on in Canada other than a loss from a source outside Canada)	
Amount E minus line 082 (if negative, enter "0") (enter on line 440 of the T2 return)	



Part 2 – Adjusted aggregate investment income -			
Eligible portion of taxable capital gains for the year (other than taxable capital gains from the disposition of an active asset	t ^{note 13})		
Eligible portion of allowable capital losses for the year (including allowation) (other than allowable capital losses from the disposition of an active as			
	Subtotal (line 705 minu	is line 710) (if negative, enter "0")	F
Total income from property note 14		16,000	
Exemptincome	0		
Amounts received from Agrilnvest Fund No. 2 that were included in computing the corporation's income for the year . 725	5		
Dividends from connected corporations	0		
Business income from an interest in a trust that is considered property income under paragraph 108(5)(a)	5		
Subtotal (add lines 720, 725, 730 and 735) >	G	
Sub	ototal (line 715 minus amount G)	16,000 ▶	16,000 H
	_	Amount F plus amount H	16,000 I
Total losses from property note 14			1,293,000
Amount, if any, deducted under subsection 91(4) in computing the cor	poration's income for the year		
Adjusted aggregate investment income (amount I minus line 740,	plus line 741) (if negative, enter "0	")	
If this is your first tax year	r starting after 2018, complete th	e following portion.	
Eligible portion of taxable capital gains for each tax year that ended in to (other than taxable capital gains from the disposition of an active asset			2A
Eligible portion of allowable capital losses for each tax year that ended investment losses)(other than allowable capital losses from the dispos		luding allowable business	2B
	Subtotal (amount 2A minus a	amount 2B) (if negative, enter "0")	20
Total income from property for each tax year that ended in the preceding	ng calendar year ^{note 14}	2D	
Exempt income for each tax year that ended in the preceding calendar year	2E		
Amounts received from Agrilnvest Fund No. 2 that were included in computing the corporation's income for each tax year that ended in the preceding calendar year	. 2F		
Dividends from connected corporations for each tax year that ended in the preceding calendar year			
Business income from an interest in a trust that is considered property income under paragraph 108(5)(a) for each tax year that ended in the preceding calendar year	2H		
Subtotal (add amounts 2E, 2F, 2G and 2H) >	2l	
Subto	tal (amount 2D minus amount 2I) _	>	2J
	, <u> </u>	Amount 2C plus amount 2J	2K
Total losses from property for each tax year that ended in the precedin	g calendar year note 14		
Amount, if any, deducted under subsection 91(4) in computing the cor		740	
Adjusted aggregate investment income (amount 2K minus amoun	nt 2L, plus line 742) (if negative, en	ter "0")	
(enter the total of line 744 and the adjusted aggregate investment inco	ome of all associated corporations o	n line 417 of the T2 return)	

┌ Part 3 – Foreign investment income ──────		
Foreign investment income is all income from sources outside Canada .		
Eligible portion of taxable capital gains for the year	001	
Eligible portion of allowable capital losses for the year (including allowable business investment losses)	009	
Subtotal (line 001 minus line 009) (if negative	re, enter "0")	J
Total income from property from a source outside Canada (net of related expenses) 019	<u> </u>	
Exemptincome		
Taxable dividends deductible (total of column F on Schedule 3 minus related expenses) 049		
Business income from an interest in a trust that is considered property income under paragraph 108(5)(a) . 059		
Subtotal (add lines 029, 049, and 059)	K	
Subtotal (line 019 minus amount K)	■ ▶	L
Amount J pl u	us amount L	M
Total losses from property from a source outside Canada	069	
Amount M minus line 069 (if negative, enter "0") (enter on line 445 of the T2 return)	079	

Part 3A – Canadian and foreign investment income and adjusted aggregate investment income calculation **Canadian investment** Adjusted aggregate Foreign investment income income investment income* Eligible portion of the taxable capital gains for the year before taking into account the capital gains reserves (federal) of Schedule 13* _ 1.1 Eligible portion of capital gains reserves (addition/deduction)*, ** Taxable capital gains under section 34.2 (line 275 on Schedule 73)** Eliqible portion of the taxable capital gains for the year (add amounts 1.1, 1.2, and 1.3) Eligible portion of allowable capital losses for the year (including allowable business investment losses)* Net capital losses of previous years (line 332 on the T2 return) 2.2 Allowable capital losses under section 34.2 (line 285 of Schedule 73)** 2.3 Allowable capital losses for the year (add amounts 2.1, 2.2 and 2.3) Amount 1 minus amount 2 (if negative, enter "0") Taxable dividends 4.1 Rental property income (under regulation 1100(11)) 4.2 16,000 4.3 Other property income* 16,000 Property income under section 34.2 (line 280 of Schedule 73)** Total property income 16,000 16,000 4 (add amounts 4.1, 4.2, 4.3 and 4.4) Exempt income Amounts received from Agrilnvest Fund No. 2 that were included in computing the corporation's income for the year Taxable dividends deductible (total of column F on Schedule 3 minus related expenses)* Business income from an interest in a trust that is considered property income under paragraph 108(5)(a) 5.4 **Add** amounts 5.1, 5.2, 5.3 and 5.4 ____ 5 16,000 6 Amount 4 minus amount 5 16,000 16,000 16,000 7 Amount 3 plus amount 6 Rental property losses (under regulation 1100(11)) 8.1 Dividend losses 8.2 1,293,000 8.3 Property losses under section 34.2 (line 280 of Schedule 73)** 8.4 Total property losses 1,293,000 1,293,000 (**add** amounts 8.1, 8.2, 8.3 and 8.4) 8 Amount 7 minus amount 8 (if negative, enter "0") 9 Amount, if any, deducted under subsection 91(4) in computing the corporation's income for the year 10

* To calculate the adjusted aggregate investment income under column C:

Amount 7 minus amount 8 plus amount 10 (if negative, enter "0")

- On lines 1.1, 1.2 and 2.1, only capital gains and losses resulting from the disposition of property other than an active asset (as defined under subsection 125(7) ITA) are to be taken into account.
- On line 4.3, include amounts in respect of a life insurance policy that are included in computing the corporation's income for the year (even if those
 amounts are not included in the calculation of the corporation's investment income in column A and B) as well as the income from a specified foreign
 investment business.
- On line 5.3, only the dividends received from a connected corporation should be included.
- On line 8.3, include the loss from a specified foreign investment business.

For more information on the calculation of the adjusted aggregate investment income, consult notes 13 and 14 at the end of this form as well as the Help (F1).

** When an amount is entered on these lines in column B, it reduces the corresponding amount in column A. For more information, consult the Help (F1).

Net taxable dividends	Canadian	Foreign	Total	
Taxable dividends deducted per Schedule 3				
ss: Expenses related to such dividends A*				
Total expenses				
Nettaxable dividends				

 $^{^{\}star}$ Column A – Enter an "X" if the expense is related to a dividend received from a connected corporation.

A					1A			
Is the corporation a designated member of the partnership?			Partnership name					
					200			
Yes	No							
B1	B1 C1		D1	1D	2D	E1	F1	
(loss) partner from activ	(loss) of sh partnership am		poration's hare of nount in lumn B1	Income of the corporation from providing (directly or indirectly) services or property to the partnership	Prorated amounts calculated under section 34.2 note 1	Expenses the corporation incurred to earn partnership income	Adjustments (column 1D minus column 2D)	Corporation's inco (loss) in respect the partnership note 2 (add columns C D1 and E1)
300	0		310	311			315	320
							Total	350
							Total	000
G1	1		H1	l1	J1	K1	L1	M1
G1 Number days in partners fiscal per	er of n the ship's	note (colu colu [\$ 5 (columr (if col	H1 ed business limit es 2 and 3 umn C1 ÷ umn B1) × 00 000 × n G1 ÷ 365)] lumn C1 is /e, enter "0")	Specified partnership business limit assigned to you (from H2 in Table 2) note 5	Specified partnership business limit assigned by you from F3 in Table 3) note 6	K1 Specified partnership business limit amount (column H1 plus column I1 minus column J1)		_
Number days in partners	er of n the ship's seriod	note (colu colu [\$ 5 (column (if col negativ	ed business limit es 2 and 3 umn C1 ÷ imn B1) × inn B1) × inn B1 ÷ 365)] lumn C1 is	Specified partnership business limit assigned to you (from H2 in Table 2)	Specified partnership business limit assigned by you from F3 in Table 3)	Specified partnership business limit amount (column H1 plus column I1 minus	L1 Column F1 minus column K1 (if negative,	M1 Lesser of columns F1 an K1 (if column F is negative, enter
Number days in partners fiscal per	er of n the ship's seriod	note (colu colu [\$ 5 (column (if col negativ	ed business limit es 2 and 3 umn C1 ÷ umn B1) × 00 000 × n G1 ÷ 365)] lumn C1 is ve, enter "0")	Specified partnership business limit assigned to you (from H2 in Table 2) note 5	Specified partnership business limit assigned by you from F3 in Table 3) note 6	Specified partnership business limit amount (column H1 plus column I1 minus column J1)	L1 Column F1 minus column K1 (if negative, enter "0")	M1 Lesser of columns F1 an K1 (if column F is negative, enter note 4
Number days in partners fiscal per second pe	er of n the ship's veriod	note (colu colu (solumi (if col negativ	ed business limit es 2 and 3 umn C1 ÷ mn B1) × i00 000 × n G1 ÷ 365)] lumn C1 is /e, enter "0")	Specified partnership business limit assigned to you (from H2 in Table 2) note 5	Specified partnership business limit assigned by you from F3 in Table 3) note 6	Specified partnership business limit amount (column H1 plus column I1 minus	L1 Column F1 minus column K1 (if negative, enter "0")	M1 Lesser of columns F1 an K1 (if column F is negative, enter note 4
Number days in partners fiscal per siscal pe	er of n the ship's period	note (colu- colu- [\$ 5 (column (if col negativ	ed business limit es 2 and 3 umn C1 ÷ mn B1) × i00 000 × n G1 ÷ 365)] lumn C1 is /e, enter "0") 330	Specified partnership business limit assigned to you (from H2 in Table 2) note 5	Specified partnership business limit assigned by you from F3 in Table 3) note 6	Specified partnership business limit amount (column H1 plus column I1 minus column J1)	L1 Column F1 minus column K1 (if negative, enter "0")	M1 Lesser of columns F1 an K1 (if column F is negative, enter note 4
Number days in partners fiscal per siscal pe	er of n the ship's period	note (colucolum) [\$ 5 (column) (if column) (if column) e year frof a partne	ed business limit es 2 and 3 umn C1 ÷ mn B1) × i00 000 × n G1 ÷ 365)] lumn C1 is /e, enter "0") 330 om an active bership) — enter rporation for its	Specified partnership business limit assigned to you (from H2 in Table 2) note 5 335 business carried on in er as a positive amount the year – enter as a po	Specified partnership business limit assigned by you from F3 in Table 3) note 6 336 Canada cositive amount	Specified partnership business limit amount (column H1 plus column I1 minus column J1) Total	L1 Column F1 minus column K1 (if negative, enter "0")	M1 Lesser of columns F1 an K1 (if column F is negative, enter note 4
Number days in partners fiscal per siscal pe	er of n the ship's period	note (colucolum) [\$ 5 (column) (if column) (if column) e year frof a partne	ed business limit es 2 and 3 umn C1 ÷ mn B1) × i00 000 × n G1 ÷ 365)] lumn C1 is /e, enter "0") 330 om an active bership) — enter rporation for its	Specified partnership business limit assigned to you (from H2 in Table 2) note 5 335 business carried on in er as a positive amount the year – enter as a positive as a	Specified partnership business limit assigned by you from F3 in Table 3) note 6 336 Canada cositive amount	Specified partnership business limit amount (column H1 plus column I1 minus column J1) Total	L1 Column F1 minus column K1 (if negative, enter "0")	M1 Lesser of columns F1 an K1 (if column F is negative, enter note 4

¬ Part 4 – Specified partnership income (continued) –

Tables 2 and 3 are used to make an assignment of **specified partnership business limit** under subsection 125(8). A person that is a member of a partnership can make an assignment of **specified partnership business limit** under subsection 125(8) to a **designated member**.

If you are a CCPC that is a designated member and receiving specified partnership business limit from a person that is a member of the partnership complete

A2				business limit under subsection 125(8)				B2	
Partnership name 405			Partnership's account number			Name of the member			
							406		
C2 D2 E2				F2	G	2	H2		
Business number of the member (if applicable) Social insurance number of the member (if applicable) Graphical insurance number of the member (if applicable)		Trust ac number o memb (if applic	ccount Tax of the the		Tax year start of Tax the member th		Tax year-end of the member (yyyymmdd) a		
410	4	11	412	2		415	41	16	420
le 3 – You are assigr	ning to a desi	gnated memb	per (CCPC) spe	ecified partr	nership bus	siness limit unde	r subsectio	n 125(8) ——	
	А3			3.		В3			
·	Partnership nan	ne		Partne account			Name of the	ne designated m	nember
	425					426			
C3			D3			E3		F3	
Business number of Tax year start of the designated the designated member (yyyymmdd)		the designated member			Tax year-end of the designated member (yyyymmdd)		limit as	d partnership business ssigned by you to the signated member note 8	
430			435		436			440	
t 5 – Partnership		_							
ration's income from acting related expenses)									
ied partnership loss (fr	om line 380 in	Part 4)						<u> </u>	
						Subtotal (am	ount O plus	amount P) _	
ecified partnership income (from line 400 in Part 4)									

Part 6 – Income eligible for the small business	deduction ———			
Net income for income tax purposes from line 300 of the T2 return		874,644	_	
Allowable business investment loss from line 406 of Schedule 1			T	
s	Subtotal (amount S plus amo	unt T)874,644	874,644	U
Foreign business income after deducting related expenses note 9		500	-	
Taxable capital gains from line 113 of Schedule 1			_ V	
Net property income (line 032 note 10 minus the total of lines 042, 05.	2 and 082 ^{note 9} in Part 1)	-1,277,000	W	
Personal services business income after deducting related expenses note 9	e1			
Other income after deducting related expenses note 9	e2			
Subtotal (amount e1plus amount e2) ^{note 9}	>	520		
Subtotal (add line 500, a	amount V, amount W and line	e 520)	-1,277,000	Χ
Net amount (amount U minus amount X)			2,151,644	Υ
Partnership income not eligible for the small business deduction (lin	e 450 in Part 5)		Z	
Partnership income allocated to your corporation under subsection 9	06(1.1)	530	-	
Income referred to in clause 125(1)(a)(i)(C)		540	_	
Income referred to in clause 125(1)(a)(i)(B) (from line 615 in Part 7)			AA	
Subtotal (add amount Z,	line 530, line 540 and amou	nt AA)	.	ВВ
Specified corporate income (from line 625 in Part 7)			· · · · · · · · · <u> </u>	CC
Income eligible for the small business deduction (amount Y mindex) (enter amount DD on line 400 of the T2 return - if negative, enter "0"		nt CC)	2,151,644	DD
– Part 7 – Specified corporate income and assign	ment under subsect	ion 125(3.2) —		
1EE	EE	FF	GG	
Name of the corporation	Business number of the corporation	Income described under claus 125(1)(a)(i)(B) received from th corporation identified in column EE ^{note 11}		I

600

610

Total 615

See the privacy statement on your return.

Total **625**

620

Notes

Note 1 Do not include expenses that were deducted in computing the income of the corporation in column D1.

In general, amounts included under subsections 34.2(2) and 34.2(3) or claimed under subsection 34.2(4) are deemed to have the **same character** and be in the **same proportions** as the partnership income they relate to. For example, if a corporation receives \$100,000 of partnership income for the partnership's fiscal period ending in its tax year, and that income is made up of \$40,000 of active business income, \$30,000 of income from property, and \$30,000 as a taxable capital gain, the corporation's adjusted stub period accrual (ASPA) in respect of the partnership would be 40% active business income, 30% property income, and 30% taxable capital gains. Add or deduct only the portion of the following amounts that are characterized as **active business income** in accordance with subsection 34.2(5):

Add.

- the ASPA under subsection 34.2(2) (column 4 of Schedule 73)
- the income inclusion for a new corporate member of a partnership under subsection 34.2(3) (column 6 of Schedule 73)
- the previous-year transitional reserve under subsection 34.2(12) (column 12 of Schedule 73)

Deduct:

- the previous-year ASPA under subsection 34.2(4) (column 5 of Schedule 73)
- the previous-year income inclusion for a new corporate member of a partnership under subsection 34.2(4) (column 7 of Schedule 73)
- Note 2 When a partnership carries on more than one business, one of which generates income and another of which realizes a loss, the loss is **not** netted against the partnership's income when calculating the prorated business limit (column H1). Enter on line 380 the total of all losses from column F1.
- Note 3 If you are a designated member of the partnership, enter "0".
- Note 4 You must enter "0" if the partnership provides services or property to either:
 - (A) a private corporation (directly or indirectly in any manner whatever) in the year, if:
 - you (or one of your shareholders) or a person that does **not** deal at arm's length with you (or one of your shareholders) holds a direct or indirect interest in the private corporation, and
 - it is not the case that all or substantially all of the partnership's income for the year from an active business is from providing services or property to
 - persons (other than the private corporation) that deal at arm's length with the partnership and each person that holds a direct or indirect interest in the partnership, or
 - partnerships with which the partnership deals at arm's length, other than a partnership in which a person that does **not** deal at arm's length with you holds a direct or indirect interest, or
 - (B) a particular partnership (directly or indirectly in any manner whatever) in the year, if:
 - you (or one of your shareholders) do **not** deal at arm's length with the particular partnership or a person that holds a direct or indirect interest in the particular partnership, and
 - it is not the case that all or substantially all of the partnership's income for the year from an active business is from providing services or property to
 - persons that deal at arm's length with the partnership and each person that holds a direct or indirect interest in the partnership, or
 - partnerships (other than the particular partnership) with which the partnership deals at arm's length, other than a partnership in which a person that does **not** deal at arm's length with you holds a direct or indirect interest.
- Note 5 If you are a CCPC that is a **designated member** receiving an assignment of **specified partnership business limit**, complete Table 2 to determine the amounts to enter in Table 1 column I1.
- Note 6 If you are a corporation that is a **member** of the partnership and you are assigning **specified partnership business limit**, complete Table 3 to determine the amounts to enter in Table 1 column J1.
- Note 7 Add the amounts in column H2 that are for the same partnership and enter it in Table 1 column I1, in the row of the applicable partnership.
- Note 8 Add the amounts in column F3 that are for the same partnership and enter it in Table 1 column J1, in the row of the applicable partnership. This amount cannot be higher than the amount of prorated business limit you would otherwise be entitled to in Table 1 column H1 for that partnership.
- Note 9 If negative, enter amount in brackets, and add instead of subtracting.
- Note 10 Net of related expenses.
- Note 11 This amount is [as defined in subsection 125(7) specified corporate income (a)(i)] the total of all amounts, each of which is your income from an active business for the year from providing services or property to a private corporation (directly or indirectly, in any manner whatever) if
 - (A) at any time in the year, you (or one of your shareholders) or a person that does **not** deal at arm's length with you (or one of your shareholders) holds a direct or indirect interest in the private corporation, and
 - (B) it is not the case that all or substantially all of your income for the year from an active business is from providing services or property to
 - (I) persons (other than the private corporation) with which you deal at arm's length, or
 - (II) partnerships with which you deal at arm's length, other than a partnership in which a person that does **not** deal at arm's length with you holds a direct or indirect interest.
 - Do **not** include specified farming or fishing income. If the conditions described in subsection 125(10) are met, do not include income from an associated corporation.
- Note 12 The amount of business limit that a CCPC can assign to you cannot be greater than the amount in column FF that is from providing services or property directly to that CCPC. If there is an amount included in column FF that is deductible by that CCPC in respect of the amount of its income referred to in clause 125(1)(a)(i)(A) or (B) for its tax year, you need to deduct it from column FF for the purpose of determining the amount that can be assigned to you.

Notes (continued)

- Note 13 Active asset, of a particular corporation at any time, means property that is:
 - (A) used at that time principally in an active business carried on primarily in Canada by the particular corporation or by a Canadian-controlled private corporation that is related to the particular corporation,
 - (B) a share of the capital stock of another corporation if, at that time,
 - the other corporation is connected with the particular corporation (within the meaning assigned by subsection 186(4) on the assumption that the other corporation is at that time a payer corporation within the meaning of that subsection), and
 - the share would be a qualified small business corporation share (as defined in subsection 110.6(1)) if:
 - the references in that definition to an "individual" were references to the particular corporation, and
 - that definition were read without reference to "the individual's spouse or common-law partner", or
 - (C) an interest in a partnership, if:
 - at that time, the fair market value of the particular corporation's interest in the partnership is equal to or greater than 10% of the total fair market value of all interests in the partnership,
 - throughout the 24-month period ending before that time, more than 50% of the fair market value of the property of the partnership was attributable to property described in this paragraph or in paragraph (A) or (B), and
 - at that time, all or substantially all of the fair market value of the property of the partnership was attributable to property described in this paragraph or in paragraph (A) or (B).
- Note 14 Income or loss from property of a particular corporation, for the purposes of calculating the corporation's adjusted aggregate investment income, includes income or loss from a specified investment business, as well as all amounts in respect of a life insurance policy that are included in computing the corporation's income for the year (even if those amounts were not included in the computation of the corporation's aggregate investment income in Part 1).

Schedule 8

Capital Cost Allowance (CCA)

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31

For more information, see the section called "Capital Cost Allowance" in the T2 Corporation Income Tax Guide.

Is the corporation electing under Regulation 1101(5q)?

101 Yes	No	Х
----------------	----	---

	1		2	3	4	5	6	7	8	
r	Class number * See note 1	Description	Undepreciated capital cost (UCC) at the beginning of the year	Cost of acquisitions during the year (new property must be available for use) See note 2	Cost of acquisitions from column 3 that are accelerated investment incentive properties (AIIP) See note 3	Adjustments and transfers See note 4	Amount from column 5 that is assistance received or receivable during the year for a property, subsequent to its disposition	Amount from column 5 that is repaid during the year for a property, subsequent to its disposition See note 6	Proceeds of dispositions See note 7	For tax years ending before November 21, 2018: 50% rule (1/2 of net acquisitions)
	200		201	203	225	205	See note 5 221	222	207	211
\vdash	1	D. Helio era								
1.		Buildings	22,105,366						0	
2.	8	Equipment and tools	1,756,715	169,606	164,511				0	
3.	10	Rolling stock and vehicles	132,046	557,000	54,498				0	
4.	45	Computer equipment and software	155						0	
5.	47	Electrical energy distribution	24,705,847	2,849,732	1,013,623				4,400	
6.	50	Computer equipment	313,870	213,043	67,298				0	
7.	47	WIP	1,072,873			-1,072,873			0	
8.	8	WIP	64,219			-64,219			0	
9.	14.1		203,139			·			0	
10.	1b	Building		196,000	2,070				0	
11.	95	WIP		129,908		1,137,092			0	
		Totals	50,354,230	4,115,289	1,302,000				4,400	

2018-12-31

1			9	10	11	12	13	14	15	16	17	18
Cla num * Se note	ber ci	Des- trip- tion	UCC (column 2 plus column 3 plus or minus column 5 minus column 5 minus column 8)	Proceeds of disposition available to reduce the UCC of AIIP (column 8 plus column 6 minus column 3 plus column 4 minus column 7) (if negative, enter "0")	Net capital cost additions of AIIP acquired during the year (column 4 minus column 10) (if negative, enter "0")	UCC adjustment for AIIP acquired during the year (column 11 multiplied by the relevant factor) See note 9	UCC adjustment for non-AIIP acquired during the year (0.5 multiplied by the result of column 3 minus column 4 minus column 6 plus column 7 minus column 8) (if negative, enter "0")	CCA rate % See note 11	Recapture of CCA See note 12	Terminal loss See note 13	CCA (for declining balance method, the result of column 9 plus column 12 minus column 13, multiplied by column 14 or a lower amount) See note 14	UCC at the end of the year (column 9 minus column 17)
	_						See note 10					
20	0						224	212	213	215	217	220
l. <u>1</u>	Вι	uildin	22,105,366					4	0	0	884,215	21,221,151
2. 8	Ec	quipn	1,926,321		164,511	82,256	2,548	20	0	0	401,206	1,525,115
3. 10	Ro	olling	689,046		54,498	27,249	251,251	30	0	0	139,513	549,533
1. 45	i Co	ompu	155					45	0	0	70	85
5. 47	' El	lectric	27,551,179		1,013,623	506,812	915,855	8	0	0	2,171,371	25,379,808
S. 50) Co	ompu	526,913		67,298	33,649	72,873	55	0	0	268,229	258,684
7. 47	' W	/IP						8	0	0		
3. 8	W	/IP						20	0	0		
9. 14.	1		203,139					5	0	0	14,220	188,919
). <u>1</u> b	Bu	uildin	196,000		2,070	1,035	96,965	6	0	0	6,004	189,996
. 95	w	/IP	1,267,000				64,954	0	0	0		1,267,000
	To	otals	54,465,119		1,302,000	651,001	1,404,446				3,884,828	50,580,291

Enter the total of column 15 on line 107 of Schedule 1. Enter the total of column 16 on line 404 of Schedule 1. Enter the total of column 17 on line 403 of Schedule 1.

- Note 1. If a class number has not been provided in Schedule II of the Income Tax Regulations for a particular class of property, use the subsection provided in Regulation 1101. Class numbers followed by a letter indicate the basic rate of the class taking into account the additional deduction allowed. Class 1a: 4% + 6% = 10% (class 1 to 10%), class 1b: 4% + 2% = 6% (class 1 to 6%).
- Note 2. 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 of property in the class that are not subject to the 50% rule. See Income Tax Folio S3-F4-C1, General Discussion of Capital Cost Allowance, for exceptions to the 50% rule.
- Note 3. An accelerated investment incentive property (AIIP) is a property (other than property included in Class 54 or 55) that you acquired after November 20, 2018 and became available for use before 2028. See the T2 Corporation Income Tax Guide for more information. Classes 54 and 55 include property that is a zero-emission vehicle you acquired after March 18, 2019 and became available for use before 2028.
- Note 4. Enter in column 5, "Adjustments and transfers", amounts that increase or reduce the undepreciated capital cost (column 9). Items that increase the undepreciated capital cost include amounts transferred under section 85, or transferred on amalgamation or winding-up of a subsidiary. Items that reduce the undepreciated capital cost (show amounts that reduce the undepreciated capital cost in brackets) include government assistance received or entitled to be received in the year, or a reduction of capital cost after the application of section 80. See the T2 Corporation Income Tax Guide for other examples of adjustments and transfers to include in column 5.
- Note 5. Include all amounts of assistance you received (or were entitled to receive) after the disposition of a depreciable property that would have decreased the capital cost of the property by virtue of paragraph 13(7.1)(f) if received before the disposition.
- Note 6. Include all amounts you have repaid during the year with respect to any legally required repayment, made after the disposition of a corresponding property, of:
 - assistance that would have otherwise increased the capital cost of the property under paragraph 13(7.1)(d); and
 - an inducement, assistance or any other amount contemplated in paragraph 12(1)(x) received, that otherwise would have increased the capital cost of the property under paragraph 13(7.4)(b).

Also include the UCC of each property of a prescribed class acquired in the course of a corporate reorganization described under paragraph 55(3)(b) of the Act (also known as "butterfly reorganization") or in a non-arm's length transaction (other than by virtue of a right referred to in paragraph 251(5)(b) of the Act) if the property was a depreciable property acquired by the transferor less than 364 days before the end of your tax year.

- Note 7. For each property disposed of during the year, deduct from the proceeds of disposition any outlays and expenses to the extent that they were made or incurred for the purpose of making the disposition(s). The amount reported in respect of the property cannot exceed the property's capital cost, unless that property is a timber resource property as defined in subsection 13(21).
- Note 8. If the amount in column 5 reduces the undepreciated capital cost (i.e. it is shown in brackets), you must subtract it for the purposes of the calculation. Otherwise, add the amount in column 5 for the purposes of the calculation.
- Note 9. The relevant factors for AIIP of a class in Schedule II and for property included in classes 54 and 55, available for use before 2024, are:
 - 2 1/3 for property in Classes 43.1 and 54;
 - 1 1/2 for property in Class 55;
 - 1 for property in Classes 43.2 and 53;
 - 0 for property in Classes 12, 13, 14, and 15, as well as properties that are Canadian vessels included in paragraph 1100(1)(v) of the Regulations (see note 14 for additional information); and
 - 0.5 for all other property that is AIIP.
- Note 10. The UCC adjustment for non-AIIP acquired during the year (formerly known as the half-year rule or 50% rule) does not apply to certain property (including AIIP). For special rules and exceptions, see Income Tax Folio S3-F4-C1, General Discussion of Capital Cost Allowance.
- Note 11. Enter a rate only if you are using the declining balance method. For any other method (for example the straight-line method, where calculations are always based on the cost of acquisitions), enter N/A. Then enter the amount you are claiming in column 17.
- Note 12. If the amount in column 9 is negative, you have a recapture of CCA. If applicable, enter the negative amount from column 9 in column 15 as a positive. The recapture rules do not apply to passenger vehicles in Class 10.1.
- Note 13. If no property is left in the class at the end of the tax year and there is still a positive amount in the column 9, you have a terminal loss. If applicable, enter the positive amount from column 9 in column 16. The terminal loss rules do not apply to:
 - passenger vehicles in Class 10.1;
 - property in Class 14.1, unless you have ceased carrying on the business to which it relates; or
 - limited-period franchises, concessions, or licences in Class 14 if, at the time of acquisition, the property was a former property of the transferor or any similar property attributable to the same fixed place of business, and you had jointly elected with the transferor to have the replacement property rules apply.
- Note 14. If the tax year is shorter than 365 days, prorate the CCA claim. Some classes of property do not have to be prorated. See the T2 Corporation Income Tax Guide for more information. For property in class 10.1 disposed of during the year, deduct a maximum of 50% of the regular CCA deduction if you owned the property at the beginning of the tax year. For AIIP listed below, the maximum first year allowance you can claim is determined as follows:
 - Class 13: the lesser of 150% of the amount calculated in Schedule III of the Regulations and the UCC at the end of the tax year (before any CCA deduction).
 - Class 14: the lesser of 150% of the allocation for the year of the capital cost of the property apportioned over the remaining life of the property (at the time the cost was incurred) and the UCC a
 the end of the tax year (before any CCA deduction).
 - Class 15: the lesser of 150% of an amount computed on the basis of a rate per cord, board foot or cubic metre cut in the tax year and the UCC at the end of the tax year (before any CCA deduction).
 - Canadian vessels described under paragraph 1100(1)(v) of the Regulations: the lesser of 50% of the capital cost of the property and the UCC at the end of the tax year (before any CCA deduction).
 - Class 41.2: use a 25% CCA rate. The additional allowance under paragraph 1100(1)(y.2)(for single mine properties) and 1100(1)(ya.2 (for multiple mine properties) of the Regulations is not eligible for the accelerated investment incentive. The additional allowance in respect of natural gas liquefaction under paragraph 1100(1)(yb) of the Regulations is eligible for the accelerated investment incentive.
 - Property (other than a timber resource property) that is a timber limit or a right to cut timber from a limit: 150% of the amount determined by first subtracting the total of the residual value of the timber limit and all amounts you expended for the 1949 or later tax years for surveys, cruises or preparation of prints, maps or plans for the purpose of obtaining a licence or right to cut timber from the capital cost of the limit or right, and then dividing the result by the quantity of timber in the limit or the quantity of timber you have the right to cut.
 - Industrial mineral mine or a right to remove industrial minerals from an industrial mineral mine: 150% of the amount determined by first subtracting the residual value, if any, of the mine or right from the capital cost of the mine or right, and then dividing the result by the number of units of commercially mineable material estimated to be in the mine when the mine or right was acquired (alternatively, if you have acquired a right to remove only a specified number of units, that number of units that you acquired a right to remove).

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Fixed Assets Reconciliation

 $Reconciliation \ of \ change \ in \ fixed \ assets \ per \ financial \ statements \ to \ amounts \ used \ per \ tax \ return.$

•	_			4-		
	2	Y	rΦ	TI.	ırn	

rax return		
Additions for tax purposes – Schedule 8 regular classes	4,115,28	19
Additions for tax purposes – Schedule 8 leasehold improvements	+	
Operating leases capitalized for book purposes	+	
Capital gain deferred	+	
Recapture deferred	+	
Deductible expenses capitalized for book purposes – Schedule 1	+	
Other (specify):		
Subsection 13(7.4) election	+ 1,359,84	
True-up 2017 CIP	+	<u>)5</u>
Rounding	+15	
SRED adjustments	+ 80,61	
Total additions per books	= 5,537,59	<u>5,537,590</u> 5,537,590
Proceeds up to original cost – Schedule 8 regular classes	4,40	00
Proceeds up to original cost – Schedule 8 leasehold improvements	+	_
Proceeds in excess of original cost – capital gain	+	_
Recapture deferred – as above	+	_
Capital gain deferred – as above	+	_
Pre V-day appreciation	+	_
Other (specify):		_
Amortization expense in distribution - from S(1)	+ 89,88	39
Amortization of land rights	+ -12,69	19
Total proceeds per books	= 81,59	<u>81,590</u>
Depreciation and amortization per accounts – Schedule 1		- 2,503,000
Loss on disposal of fixed assets per accounts		
Gain on disposal of fixed assets per accounts		+
	Net change per tax retur	rn = 2,942,000
Financial statements		
Fixed assets (excluding land) per financial statements		47 022 000
Closing net book value		67,822,000
Opening net book value		- 64,880,000
Net change	per financial statement	<u>ts</u> =2,942,000
If the amounts from the tax return and the financial statements differ, explain why below.		

Agence du revenu du Canada

SCHEDULE 9

RELATED AND ASSOCIATED CORPORATIONS

Name of corporation	Business Number	Tax year end Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31

- Complete this schedule if the corporation is related to or associated with at least one other corporation.
- For more information, see the T2 Corporation Income Tax Guide.

	Name	Country of resi- dence (other than Canada)		Relationship code (see note 2)	Number of common shares you own	% of common shares you own	Number of preferred shares you own	% of preferred shares you own	Book value of capital stock
	100	200	300	400	500	550	600	650	700
1.	Innservices Utilities Inc.		81689 7326 RC0001	3					
2.	Town of Innisfil		NR	1					
3.	Innterprises Inc.		86556 4595 RC0001	3					

Note 1: Enter "NR" if the corporation is not registered or does not have a business number.

Note 2: Enter the code number of the relationship that applies from the following order: 1 - Parent 2 - Subsidiary 3 - Associated 4 - Related but not associated

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Continuity of financial statement reserves (not deductible)

		—— Financial stat	ement reserves (not deductible) —		
	Description	Balance at the beginning of the year	Transfer on an amalgamation or the wind-up of a subsidiary	Add	Deduct	Balance at the end of the year
1	Post retirement benefits	156,696		178,083	156,696	178,083
2						
	Reserves from Part 2 of Schedule 13					
	Totals	156 696		178 083	156 696	178 083

The total opening balance plus the total transfers should be entered on line 414 of Schedule 1 as a deduction. The total closing balance should be entered on line 126 of Schedule 1 as an addition.

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Schedule 23

Agreement Among Associated Canadian-Controlled Private Corporations to Allocate the Business Limit

- For use by a Canadian-controlled private corporation (CCPC) to identify all associated corporations and to assign a percentage for each associated
 corporation. This percentage will be used to allocate the business limit for purposes of the small business deduction. Information from this schedule
 will also be used to determine the date the balance of tax is due and to calculate the reduction to the business limit.
- An associated CCPC that has more than one tax year ending in a calendar year is required to file an agreement for each tax year ending in that
 calendar year.
- Column 1: Enter the legal name of each of the corporations in the associated group, including those deemed to be associated under subsection 256(2) of the Income Tax Act.
- Column 2: Provide the business number for each corporation (if a corporation is not registered, enter "NR").
- **Column 3:** Enter the association code from the list below that applies to each corporation:
 - 1 Associated for purposes of allocating the business limit (unless association code 5 applies)
 - 2 CCPC that is a **third corporation** as referred to in subsection 256(2) and has filed Schedule 28, Election not to be Associated Through a Third Corporation
 - 3 Non-CCPC that is a third corporation
 - 4 Associated non-CCPC
 - 5 Associated CCPC to which association code 1 does not apply because a third corporation has filed Schedule 28
- **Column 4:** Enter the business limit for the year of each corporation in the associated group. Enter "0" if the corporation has association code 2, 3 or 4 in column 3 (except if the corporation is a cooperative or a credit union eligible for the SBD and it has association code 4).
- **Column 5:** Assign a percentage to allocate the business limit to each corporation that has association code 1 in column 3. The total of all percentages in column 5 cannot exceed 100%.
- **Column 6:** Enter the business limit allocated to each corporation by multiplying the amount in column 4 by the percentage in column 5. Add all business limits allocated in column 6 and enter the total at line A.

Ensure that the total at line A does not exceed \$500,000.

– Alle	ocating the business limit					
Date	filed (do not use this area)				025	Year Month Day
Enter	the calendar year to which the agreement applies				050	Year 2018
	an amended agreement for the above calendar year the reement previously filed by any of the associated corpor	•			075	Yes X No
	1 Name of associated corporations 100	2 Business number of associated corporations	3 Association code	4 Business limit for the year before the allocation \$	5 Percentage of the business limit % 350	6 Business limit allocated* \$
1	InnPower Corporation	89242 2817 RC0001	1	500,000		500,000
2	Innservices Utilities Inc.	81689 7326 RC0001	1	500,000		
3	Town of Innisfil	NR	1	500,000		
4	Innterprises Inc.	86556 4595 RC0001	1	500,000		
,	·		•	Total	100.0000	500,000

Business limit reduction under subsection 125(5.1) of the Act

The business limit reduction is calculated in the small business deduction area of the T2 return. One of the factors used in this calculation is the "large corporation amount" at line 415 of the T2 return. The amount at line 415 is determined using the formula 0.225% x (D - \$10,000,000). Details of this formula and variable D are in subsection 125(5.1) of the Act.

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

Special rules for business limit

Special rules apply under subsection 125(5) if a CCPC has more than one tax year ending in the same calendar year and it is associated in more than one of those tax years with another CCPC that has a tax year ending in that calendar year. The business limit for the second or later tax year will be equal to the business limit determined for the first tax year ending in the calendar year or the business limit determined for the second or later tax year ending in the same calendar year, whichever is less.

T2 SCH 23 E (18)



Agence du revenu du Canada Schedule 31

Investment Tax Credit – Corporations

- General information

- Use this schedule:
 - to calculate an investment tax credit (ITC) earned during the tax year;
 - to claim a deduction against Part I tax payable;
 - to claim a refund of credit earned during the current tax year;
 - to claim a carryforward of credit from previous tax years;
 - to transfer a credit following an amalgamation or the wind-up of a subsidiary, as described under subsections 87(1) and 88(1);
 - to request a credit carryback to one or more previous years;
 - if you are subject to a recapture of ITC; or
 - if you are claiming:
 - the Ontario Research and Development Tax Credit;
 - the Ontario Innovation Tax Credit.
- Unless otherwise stated, all legislative references are to the Income Tax Act and the Income Tax Regulations.
- The ITC is eligible for a three-year carryback (if not deductible in the year earned). It is also eligible for a twenty-year carryforward.
- Investments or expenditures, described in subsection 127(9) and Regulation Part XLVI, that earn an ITC are:
 - qualified property and qualified resource property (Parts 4 to 7 of this schedule);
 - qualified scientific research and experimental development (SR&ED) expenditures (Parts 8 to 17). File Form T661, Scientific Research and Experimental Development (SR&ED) Expenditures Claim;
 - pre-production mining expenditures (Parts 18 to 20);
 - apprenticeship job creation expenditures (Parts 21 to 23); and
 - child care spaces expenditures (Parts 24 to 28).
 - Expenditures related to child care spaces incurred after March 21, 2017 no longer qualify for the investment tax credit. If you entered into a written
 agreement before March 22, 2017, eligible expenditures incurred before 2020 will remain eligible for the credit.
- File this schedule with the T2 Corporation Income Tax Return. If you need more space, attach additional schedules.
- For more information on ITCs, see "Investment Tax Credit" in Guide T4012, T2 Corporation Income Tax Guide and read Information Circular IC78-4, Investment Tax Credit Rates, and its related Special Release.
- For more information on SR&ED, see guide T4088, Guide to Form T661 Scientific Research and Experimental Development (SR&ED) Expenditures Claim.

Detailed information

- For the purpose of this schedule, **investment** means the capital cost of the property (excluding amounts added by an election under section 21), determined without reference to subsections 13(7.1) and 13(7.4), minus the amount of any government or non-government assistance that the corporation has received, is entitled to receive, or can reasonably be expected to receive for that property when it files the income tax return for the year in which the property was acquired.
- An ITC deducted or refunded in a tax year for a depreciable property, other than a depreciable property deductible under paragraph 37(1)(b), reduces both
 the capital cost of that property and the undepreciated capital cost of that class in the next tax year. An ITC for SR&ED deducted or refunded in a tax year
 will reduce the balance in the pool of deductible SR&ED expenditures and the adjusted cost base (ACB) of an interest in a partnership in the next tax year.
 An ITC from pre-production mining expenditures deducted in a tax year reduces the balance in the pool of deductible cumulative Canadian exploration
 expenses in the next tax year.
- Property acquired has to be available for use before a claim for an ITC can be made. See subsections 127(11.2) and 248(19) for more information.
- Expenditures for SR&ED and capital costs for a property qualifying for an ITC must be identified by the claimant on Form T661 and Schedule 31 no later than 12 months after the claimant's income tax return is due for the tax year in which it incurred the expenditures or capital costs.
- Expenditures for pre-production mining, apprenticeship, or child care space for an ITC must be identified by the claimant on Schedule 31 no later than 12 months after the claimant's income tax return is due for the tax year in which it incurred the expenditures or capital costs.
- Partnership allocations Subsection 127(8) provides for the allocation of the amount that may reasonably be considered to be a partner's share of
 the ITCs of the partnership at the end of the fiscal period of the partnership. An allocation of ITCs is generally considered to be the partner's
 reasonable share of the ITCs if it is made in the same proportion in which the partners have agreed to share any income or loss and if section 103 is
 not applicable for the agreement to share any income or loss. Special rules apply to specified members of a partnership and limited partners.
 For more information, see Guide T4068, Guide for the Partnership Information Return.
- For tax purposes, Canada includes the **exclusive economic zone of Canada** as defined in the *Oceans Act* (which generally consists of an area of the sea that is within 200 nautical miles from the Canadian coastline), including the airspace, seabed and subsoil of that zone.
- For the purpose of this schedule, the expression **Atlantic Canada** includes the Gaspé Peninsula and the provinces of Newfoundland and Labrador, Prince Edward Island, Nova Scotia, and New Brunswick, as well as their respective offshore regions (prescribed in Regulation 4609).
- For the purpose of this schedule, **qualified property** means property in Atlantic Canada that is used primarily for manufacturing and processing, farming or fishing, logging, storing grain, or harvesting peat. Property in Atlantic Canada that is used primarily for oil and gas, and mining activities is considered qualified property only if acquired by the taxpayer **before** March 29, 2012. Qualified property includes new buildings and new machinery and equipment (prescribed in Regulation 4600), and if acquired by the taxpayer **after** March 28, 2012, new energy generation and conservation property (prescribed in Regulation 4600). Qualified property can also be used primarily to produce or process electrical energy or steam in a prescribed area (as described in Regulation 4610). See the definition of **qualified property** in subsection 127(9) for more information.



Detailed information (continued) -

- For the purpose of this schedule, **qualified resource property** means property in Atlantic Canada that is used primarily for oil and gas, and mining activities, if acquired by the taxpayer **after** March 28, 2012, and **before** January 1, 2016. Qualified resource property includes new buildings and new machinery and equipment (prescribed in Regulation 4600). See the definition of **qualified resource property** in subsection 127(9) for more information.
- For the purpose of this schedule, **pre-production mining exploration expenditures** are pre-production mining expenditures incurred **after** March 28, 2012, by the taxpayer to determine the existence, location, extent, or quality of certain mineral resources in Canada, excluding expenses incurred in the exploration of an oil or gas well. See subparagraph (a)(i) of the definition of **pre-production mining expenditure** in subsection 127(9) for more information.
- For the purpose of this schedule, **pre-production mining development expenditures** are pre-production mining expenditures incurred **after** March 28, 2012, by the taxpayer to bring a new mineral resource mine in Canada into production, excluding expenses in the development of a bituminous sands deposit or an oil shale deposit. See subparagraph (a)(ii) of the definition of **pre-production mining expenditure** in subsection 127(9) for more information.

– Part 1 –	Investments,	expenditures,	and	percentages -
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. a.t	
Investments	Specified percentage
Qualified property acquired primarily for use in Atlantic Canada	10 %
Qualified resource property acquired primarily for use in Atlantic Canada and acquired:	
- after March 28, 2012, and before 2014	10 %
- after 2013 and before 2016	5 %
— after 2015*	0 %
Expenditures	
If you are a Canadian-controlled private corporation (CCPC), this percentage may apply to the portion that you claim of the SR&ED qualified expenditure pool that does not exceed your expenditure limit (see Part 10)	35 %
Note: If your current year's qualified expenditures are more than your expenditure limit (see Part 10), the excess is eligible for an ITC calculated at the 15 % rate.	
If you are a corporation that is not a CCPC and have incurred qualified expenditures for SR&ED in any area in Canada:	
— before 2014**	20 %
- after 2013**	15 %
If you are a taxable Canadian corporation that incurred pre-production mining expenditures before March 29, 2012	10 %
If you are a taxable Canadian corporation that incurred pre-production mining exploration expenditures:	
— after March 28, 2012, and before 2013	10 %
- in 2013	5 %
- after 2013	0 %
If you are a taxable Canadian corporation that incurred pre-production mining development expenditures***:	
— after March 28, 2012, and before 2014	10 %
- in 2014	7 %
- in 2015	4 %
— after 2015	0 %
If you paid salary and wages to apprentices in the first 24 months of their apprenticeship contract for employment	10 %
If you incurred expenditures after March 18, 2007 and before March 22, 2017 (or before 2020 if you entered into a written agreement before March 22, 2017) for the creation of licensed child care spaces for the children of your employees and, potentially, for other children	25 %

- A transitional relief rate of 10% may apply to property acquired after 2013 and before 2017, if the property is acquired under a written agreement entered into before March 29, 2012, or the property is acquired as part of a **phase** of a project where the construction or the engineering and design work for the construction started before March 29, 2012. See paragraph (a.1) of the definition of **specified percentage** in subsection 127(9) for more information.
- ** The reduction of the rate from 20% to 15% applies to 2014 and later tax years, except that, for 2014 tax years that start before 2014, the reduction is pro-rated based on the number of days in the tax year that are after 2013.
- *** A transitional relief rate may apply to expenditures incurred after 2013 and before 2016, if the expenditure is incurred under a written agreement entered into before March 29, 2012, or the expenditure is incurred as part of the development of a new mine where the construction or the engineering and design work for the construction of the new mine started before March 29, 2012. See subparagraphs (k)(ii) and (iii) of the definition of **specified percentage** in subsection 127(9) for more information.

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31

Part 2 – Determination of a qualifying corporation -

Is the corporation a qualifying corporation?

 2 No X

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

Note: A CCPC considered associated with another corporation under subsection 256(1) will be considered **not** associated for the calculation of a refundable ITC if:

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

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

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

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

- a) one or more persons exempt from Part I tax under section 149;
- b) Her Majesty in right of a province, a Canadian municipality, or any other public authority; or
- c) any combination of persons referred to in a) or b) above.
- * Capital expenditures incurred after December 31, 2013, including lease payments for property that would have been a capital expenditure if purchased directly, are **not** qualified SR&ED expenditures and are **not** eligible for an ITC on SR&ED expenditures.

Part 3 – Corporations in the farming industry
Complete this area if the corporation is making SR&ED contributions.
Is the corporation claiming a contribution in the current year to an agricultural organization whose goal is to finance SR&ED work (for example, check-off dues)?
If yes, complete Schedule 125, Income Statement Information, to identify the type of farming industry the corporation is involved in.
Contributions to agricultural organizations for SR&ED* Enter on line 350 of Part 8.
* Enter only contributions not already included on Form T661. Include 80% of the contributions made after 2012. For contributions made before 2013, include all of the contributions.

Qualified Property and Qualified Resource Property

Part 4 – Eligible investments for qualified property and qualified resource property from the current tax year

Capital cost allowance class number	Description of investment	Date available for use	Location used in Atlantic Canada (province)	Amount of investment
105	110	115	120	125
	Total of investments for	qualified property and qua	lified resource property	

Credit deemed as a remittance of co-op corporations	and qualified	resource property				
Subtotal (line 210 plus line 215)	ITC at the end of the previous ta	x year				B1
Subtotal (line 210 plus line 215)	Credit deemed as a remittance of	of co-op corporations		210		
TC at the beginning of the tax year (amount B1 minus amount C1) Credit transferred on an amalgamation or the wind-up of a subsidiary TC from repayment of assistance Qualified property; and qualified resource property acquired after March 26, 2012, and before January 1, 2014* (applicable part from amount A1 in Part 4) Qualified resource property acquired after December 31, 2013, and before January 1, 2016 (applicable part from amount A1 in Part 4) V	Credit expired			215		
Credit transferred on an amalgamation or the wind-up of a subsidiary 230 235			Subtotal (line	e 210 plus line 215)	>	C1
TC from repayment of assistance 235	ITC at the beginning of the tax ye	ear (amount B1 minus amount C1)			<mark>220</mark>	
Qualified property; and qualified resource property acquired after March 28, 2012, and before January 1, 2014 (applicable part from amount A1 in Part 4)	Credit transferred on an amalga	mation or the wind-up of a subsidiary		230		
acquired after March 28, 2012, and before January 1, 2014 (applicable part from amount A1 in Part 4)	ITC from repayment of assistance	ce		235		
December 31, 2013, and before January 1, 2016 (applicable part from amount A1 in Part 4)	acquired after March 28, 2012, a January 1, 2014* (applicable par	and before rt from	x	10 % = 240		
Subtotal (total of lines 230 to 250)	December 31, 2013, and before	January 1, 2016	x			
Total credit available (line 220 plus amount D1) Credit deducted from Part I tax Credit carried back to previous years (amount H1 in Part 6) Credit transferred to offset Part VII tax liability Subtotal (total of line 260, amount a, and line 280) Four Credit balance before refund (amount E1 minus amount F1) Refund of credit claimed on investments from qualified property and qualified resource property (from Part 7) Total coising balance of investments from qualified property and qualified resource property (amount G1 minus line 310) Include investments acquired after 2013 and before 2017 that are eligible for transitional relief. Part 6 - Request for carryback of credit from investments in qualified property and qualified resource property Ist previous tax year Year Month Day 1st previous tax year 2nd previous tax year Credit to be applied 301 302 Total of lines 901 to 903 Enter at amount a in Part 5. Part 7 - Refund of ITC for qualifying corporations on investments from qualified property and qualified property and qualified resource property Current-year ITCs (total of lines 240, 242, and 250 in Part 5) Credit balance before refund (from amount G1 in Part 5) 11 Credit balance before refund (from amount G1 in Part 5)	Credit allocated from a partnersh	nip				
Credit deducted from Part I tax Credit carried back to previous years (amount H1 in Part 6) Credit transferred to offset Part VII tax liability Subtotal (total of line 260, amount a, and line 280) F1 Credit balance before refund (amount E1 minus amount F1) Refund of credit claimed on investments from qualified property and qualified resource property (from Part 7) TC closing balance of investments from qualified property and qualified resource property (amount G1 minus line 310) * Include investments acquired after 2013 and before 2017 that are eligible for transitional relief. Part 6 - Request for carryback of credit from investments in qualified property and qualified resource property 1st previous tax year 2nd previous tax year 2nd previous tax year Credit to be applied 303 Enter at amount a in Part 5. Part 7 - Refund of ITC for qualifying corporations on investments from qualified property and qualified property and qualified property and qualified property and part of lines 240, 242, and 250 in Part 5) 11 Credit balance before refund (from amount G1 in Part 5) 13 10				· · · · · · · · · · · · · · · · · · ·		D1
Credit transferred to offset Part VII tax liability Subtotal (total of line 260, amount a, and line 280) F1 Credit balance before refund (amount E1 minus amount F1) Refund of credit claimed on investments from qualified property and qualified resource property (from Part 7) TC closing balance of investments from qualified property and qualified resource property (amount G1 minus line 310) * Include investments acquired after 2013 and before 2017 that are eligible for transitional relief. - Part 6 - Request for carryback of credit from investments in qualified property and qualified resource property 1st previous tax year 2nd previous tax year 2nd previous tax year 3rd previous tax year 3rd previous tax year 3rd previous tax year Credit to be applied 902 903 Total of lines 901 to 903 Enter at amount a in Part 5. Part 7 - Refund of ITC for qualifying corporations on investments from qualified property and qualified resource property Current-year ITCs (total of lines 240, 242, and 250 in Part 5) 11 Credit balance before refund (from amount G1 in Part 5) J1	Total credit available (line 220 pl	,			· · · · · · · · · · · · · · · · · · ·	E1
Credit transferred to offset Part VII tax liability Subtotal (total of line 260, amount a, and line 280) Subtotal (total of line 260, amount a, and line 280) F1 Credit balance before refund (amount E1 minus amount F1) Refund of credit claimed on investments from qualified property and qualified resource property (from Part 7) ITC closing balance of investments from qualified property and qualified resource property (amount G1 minus line 310) * Include investments acquired after 2013 and before 2017 that are eligible for transitional relief. - Part 6 - Request for carryback of credit from investments in qualified property and qualified resource property 1st previous tax year 2nd previous tax year 2nd previous tax year 2nd previous tax year 2nd previous tax year 3rd previous tax year 3rd previous tax year 4nd qualified resource property - Part 7 - Refund of ITC for qualifying corporations on investments from qualified property and qualified resource property Current-year ITCs (total of lines 240, 242, and 250 in Part 5) 11 Credit balance before refund (from amount G1 in Part 5) J1 Total from amount a in Part 5.	Credit deducted from Part I tax					
Subtotal (total of line 260, amount a, and line 280)	Credit carried back to previous y	·				
Credit balance before refund (amount E1 minus amount F1) Refund of credit claimed on investments from qualified property and qualified resource property (from Part 7) TC closing balance of investments from qualified property and qualified resource property (amount G1 minus line 310) * Include investments acquired after 2013 and before 2017 that are eligible for transitional relief. - Part 6 - Request for carryback of credit from investments in qualified property and qualified resource property Year	Credit transferred to offset Part \	VII tax liability		<mark>280</mark>		
Refund of credit claimed on investments from qualified property and qualified resource property (from Part 7) TC closing balance of investments from qualified property and qualified resource property (amount G1 minus line 310) * Include investments acquired after 2013 and before 2017 that are eligible for transitional relief. - Part 6 - Request for carryback of credit from investments in qualified property and qualified resource property Year		Subtotal (total	l of line 260, am	nount a, and line 280)	>	F1
TC closing balance of investments from qualified property and qualified resource property (amount G1 minus line 310) * Include investments acquired after 2013 and before 2017 that are eligible for transitional relief. - Part 6 - Request for carryback of credit from investments in qualified property and qualified resource property Year	Credit balance before refund (an	mount E1 minus amount F1)			· · · · · · · · · · · · · · · <u> </u>	G1
* Include investments acquired after 2013 and before 2017 that are eligible for transitional relief. - Part 6 - Request for carryback of credit from investments in qualified property and qualified resource property Year	Refund of credit claimed on inve	stments from qualified property and qu	ualified resourc	e property (from Part 7)	<mark>310</mark>	
Part 6 – Request for carryback of credit from investments in qualified property and qualified resource property Year						
1st previous tax year 2nd previous tax year 3rd previous tax year	* Include investments acquired	after 2013 and before 2017 that are eli	gible for transiti	onal relief.		
Total of lines 901 to 903 Enter at amount a in Part 5. Part 7 – Refund of ITC for qualifying corporations on investments from qualified property and qualified resource property Current-year ITCs (total of lines 240, 242, and 250 in Part 5)	1st previous tax year 2nd previous tax year	_		Credit to	b be applied 901 902	perty ———
and qualified resource property Current-year ITCs (total of lines 240, 242, and 250 in Part 5)	, ,			Tot Enter a	al of lines 901 to 903 at amount a in Part 5.	H1
Credit balance before refund (from amount G1 in Part 5)			s on invest	ments from qualified p	property —————	
	Current-year ITCs (total of lines	240, 242, and 250 in Part 5)			· · · · · · · · · · · · · · · · · · ·	I1
Refund (40 % of amount I1 or J1, whichever is less) K1	Credit balance before refund (fro	om amount G1 in Part 5)			<u></u>	J1
	Refund (40 % of amour	nt I1 or J1, whichever is less)				K1

SR&ED

- Part 8 – Qualified SR&ED expenditures ————				
Current expenditures (from line 557 on Form T661)		277	,465_	
Contributions to agricultural organizations for SR&ED		_		
Deduct: Government assistance, non-government assistance, or				
contract payment		_		
Contributions to agricultural organizations for SR&ED for the federal ITC (this amount is updated to line 103 of Part 3. For more details, consult the Help.)*	· · · <u></u>	<u></u> ≠		
Current expenditures (line 557 on Form T661 plus line 103 in Part 3)*		277	,465 > 350	277,465
Capital expenditures incurred before 2014 (from line 558 on Form T6	61)**		360	
Repayments made in the year (from line 560 on Form T661)			370	
Qualified SR&ED expenditures (total of lines 350 to 370)			380	277,465
* If you are claiming only contributions made to agricultural organiza	tions for SR&ED. line 350 sho	ould equal line 103 in P	art 3. Do not file Form	
** Capital expenditures incurred after December 31, 2013, are not quaproperty acquired for use in SR&ED after 2013.				
Part 9 – Components of the SR&ED expenditure	limit calculation ——			
Part 9 only applies if you are a CCPC.				
Note: A CCPC considered associated with another corporation unde expenditure limit if:	r subsection 256(1) will be co	nsidered not associate	d for the calculation of	an SR&ED
 one corporation is associated with another corporation sole corporation; and 			apital stock of the	
 one of the corporations has at least one shareholder who is 	not common to both corporat	ions.		
Is the corporation associated with another CCPC for the purpose of ca	lculating the SR&ED expend	liture limit?	385 1 Yes	2 No
If you answered \bf{no} to the question on line 385 or if you are not associated corporations will be of		ons, complete lines 390	and 398.	
Enter your taxable income for the previous tax year* (prior to any loss of	carrybacks applied) .		390	
Enter your taxable capital employed in Canada for the previous tax year minus \$10 million. If this amount is nil or negative, enter "0". If this amount is over \$40 million, enter \$40 million	ır		398	
* If the tax year referred to on line 390 is less than 51 weeks, multip that tax year.	ly the taxable income by the	following result: 365 di	vided by the number o	of days in
- Part 10 – SR&ED expenditure limit for a CCPC —				
For a stand-alone (not associated) corporation:			\$	8,000,000
Taxable income for the previous tax year (line 390 in Part 9) or \$500,0	00 whichever is more		× 10 =	
Excess (\$8,000,000 minus amount A2 if the taxation year ends before (if negative, enter "0")*	e March 19, 2019; otherwise,	,		B2
\$ 40,000,000 minus line 398 in Part 9		· ·	b	
Amount b divided by \$ 40,000,000			<u> </u>	C2
Expenditure limit for the stand-alone corporation (amount B2 mu	Itiplied by amount C2)**		<u> </u>	D2
For an associated corporation:				
If associated, the allocation of the SR&ED expenditure limit, as provided as the second of the SR $^{\circ}$	ed on Schedule 49** .		400	E2
If your tax year is less than 51 weeks, calculate the amount of th	e expenditure limit as follo	ws:		
Amount D2 or E2 x Number of	of days in the tax year 365	365 = .	<u>—</u>	F2
Your SR&ED expenditure limit for the year (enter amount D2, E2,	or F2, whichever applies)		410	
* For taxation years ending after March 18, 2019, the taxable income information, consult the Help (F1).	, ,			For more
**Amount D2 or E2 cannot be more than \$3,000,000.				

Current expenditures (from line 3 the expenditure limit (from line 41		ris less*	420		x 35 %	= G2
Line 350 minus line 410 (if negat	tive, enter "0")		430	277,465		
Amount from line 430	Number of days in the tax year x before 2014	x	20% =		С	
7	Number of days in the tax year	· 				
Amount from line	Number of days in the tax year after 2013	V		44.400		
430**277,465	Number of days in the tax year	365 x 365	15 % = <u> </u>	41,620	d	
Subtotal (amount c plus amount	d)		· · · · · · · =	41,620	>	41,620_ H2
Line 410 minus line 350 (if negat	tive, enter "0")		<u> </u>		е	
Capital expenditures (line 360 in whichever is less*	Part 8) or amount e,		440		x 35 %	= 12
Line 360 minus amount e (if nega	ative, enter "0") .		450			
Amount from line 450	Number of days in the tax year x before 2014	x	20% =		f	
	Number of days in the tax year					
Amount from line 450**	Number of days in the tax year x after 2013	365X	15 % =		g	
	Number of days in the tax year	365				
Subtotal (amount f plus amount g	g)		· · · · · <u> </u>		>	J2
If a corporation makes a repayme amount of qualified expenditures					t reduced the	
Repayments (amount from line	370 in Part 8)	•				
Enter the amount of the repayme	nt on the line that corres	ponds to the app	ropriate rate.			
Repayment of assistance that rec qualifying expenditure for a CCP0		0	x	35 % =		h
Repayment of assistance made a September 16, 2016 that reduced qualifying expenditure incurred be	da	0	x	20 % =		i
Repayment of assistance made a September 16, 2016 that reduced qualifying expenditure incurred at	ifter da	0	×	15 % =		
qualifying experioliture incurred at	ter 2014			mounts h to j)		► K2
Command organ CDS FD ITC (Astal	-f			·		41.700
* For corporations that are not			,			
** For tax years that end after 20 the reduction is pro-rated bas the amount by 15%.	013, the general SR&EI	O ITC rate is redu	ced from 20% to 15			
*** If you were a Canadian-control expenditure pool that did not of to investment tax credit. Se	exceed your expenditure	e limit at the time.	This percentage inc	cludes the rate und	er subsection 127(10	0.1), additions

appropriate.

Part 12 – Current-yea	ar credit and account balances – ITC from SR	R&ED expenditures	S		_
ITC at the end of the previous	ax year		<u> </u>	M	12
Credit deemed as a remittance	of co-op corporations	510			
Credit expired		515			
	Subtotal (line 510 p l	lus line 515)	>	N	2
ITC at the beginning of the tax	year (amount M2 minus amount N2)		520		
Credit transferred on an amalg	amation or the wind-up of a subsidiary	530			
Total current-year credit (from	amount L2 in Part 11)	540	41,620		
Credit allocated from a partner	ship	550			
	Subtotal (total of lines	s 530 to 550)	41,620	41,620 o	2
Total credit available (line 520	plus amount O2)		<u></u>	41,620 P	2
Credit deducted from Part I tax		560	4,462		
Credit carried back to previous	years (amount S2 in Part 13)		k		
Credit transferred to offset Par	t VII tax liability	580			
	Subtotal (total of line 560, amount k, a	and line 580)	4,462 ▶	4,462 Q	!2
Credit balance before refund (a	amount P2 minus amount Q2)			37,158 R	2
Refund of credit claimed on SF	R&ED expenditures (from Part 14 or 15, whichever applies)		610		
ITC closing balance on SR&	ED (amount R2 minus line 610)		200	37,158	
- Part 13 - Request for	carryback of credit from SR&ED expenditur	· 05			
Tart 13 - Nequest 101	Year Month Day	C 3			
1st previous tax year		Credit to b	pe applied 911		
2nd previous tax year		Credit to b			
3rd previous tax year		Credit to b	0.40		
, , , , , , , , , , , , , , , , , , , ,		Total	of lines 911 to 913		2
Í		Enter at a	mount k in Part 12		J

Part 14 – Refund of ITC for qualifying corporations – SR&ED ————————————————————————————————————
Complete this part only if you are a qualifying corporation as determined on line 101 in Part 2.
Is the corporation an excluded corporation as defined under subsection 127.1(2)?
Current-year ITC (lines 540 plus 550 in Part 12 minus amount K2 in Part 11)
Refundable credits (amount I or amount R2 in Part 12, whichever is less)*
Amount T2 or amount G2 in Part 11, whichever is less
Net amount (amount T2 minus amount U2; if negative, enter "0")
Amount V2 multiplied by 40 %
Amount U2 X2
Refund of ITC (amount W2 plus amount X2 – enter this, or a lesser amount, on line 610 in Part 12)
Enter the total of line 310 in Part 5 and line 610 in Part 12 on line 780 of the T2 return.
* If you are also an excluded corporation, as defined in subsection 127.1(2), this amount must be multiplied by 40%. Claim this, or a lesser amount, as your refund of ITC for amount Y2.
Part 15 – Refund of ITC for CCPCs that are not qualifying or excluded corporations – SR&ED
Complete this part only if you are a CCPC that is not a qualifying or excluded corporation as determined on line 101 in Part 2.
Credit balance before refund (amount R2 in Part 12) 37,158 Z2
Amount Z2 or amount G2 in Part 11, whichever is less AA2
Net amount (amount Z2 minus amount AA2; if negative, enter "0")
Amount BB2 or amount I2 in Part 11, whichever is lessCC2
Amount CC2 multiplied by 40 %DD2
Amount AA2 EE2
Refund of ITC (amount DD2 plus amount EE2) FF2
Enter FF2, or a lesser amount, on line 610 in Part 12 and also on line 780 of the T2 return.

Recapture - SR&ED

Part 16 − Recapture of ITC for corporations and partnerships − SR&ED

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

- you acquired a particular property in the current year or in any of the 20 previous tax years, and the credit was earned in a tax year ending after 1997 and did not expire before 2008;
- you claimed the cost of the property as a qualified expenditure for SR&ED on Form T661;
- the cost of the property was included in calculating your ITC or was the subject of an agreement made under subsection 127(13) to transfer qualified expenditures; and
- you disposed of the property or converted it to commercial use after February 23, 1998. This condition is also met if you disposed of or converted to commercial use a property that incorporates the particular property previously referred to.

Note:

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

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

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

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

Α	В	С	D	E	F
Rate that the transferee used in determining its ITC for qualified expenditures under a subsection 127(13) agreement	Proceeds of disposition of the property if you dispose of it to an arm's length person; or, in any other case, enter the fair market value of the property at conversion or disposition	Amount, if any, already provided for in Calculation 1 (This allows for the situation where only part of the cost of a property is transferred under a subsection 127(13) agreement.)	Amount determined by the formula (A x B) – C	ITC earned by the transferee for the qualified expenditures that were transferred	Amount from column D or E, whichever is less
720	730	740		750	

Part 16 – Recapture of ITC for corporations and partnerships – SR&ED (continued)

- Calculation 3 -

As a member of the partnership, you will report your share of the SR&ED ITC of the partnership after the SR&ED ITC has been reduced by the amount of the recapture. If this amount is a positive amount, you will report it on line 550 in Part 12. However, if the partnership does not have enough ITC otherwise available to offset the recapture, then the amount by which reductions to ITC exceed additions (the excess) will be determined and reported on line 760.

Corporate partner's share of the excess of SR&ED ITC Enter at amount E3 in Part 17.

- Part 17 – Total recapture of SR&ED investment tax credit ————————————————————————————————————			
Recaptured ITC from calculation 1, amount A3 in Part 16		C3	
Recaptured ITC from calculation 2, amount B3 in Part 16		D3	
Recaptured ITC from calculation 3, line 760 in Part 16		E3	
Total recapture of SR&ED investment tax credit (total of am	nounts C3 to E3)	F3	
Enter at amount A8 in Part 29.			

Pre-Production Mining

¬ Part 18 – Pre-production mining expenditures -

Exploration information

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

In column 800, list all minerals for which pre-production mining expenditures have taken place in the tax year.

For each of the minerals reported in column 800, identify each project (in column 805), mineral title (in column 806), and mining division (in column 807) where title is registered. If there is no mineral title, identify only the project and mining division.

List of minerals	Project name 805
Mineral title	Mining division 807
Pre-production m	nining expenditures*
Exploration:	
Pre-production mining expenditures that you incurred in the tax year (before Janua the existence, location, extent, or quality of a mineral resource in Canada:	ary 1, 2014) for the purpose of determining
Prospecting	810
Geological, geophysical, or geochemical surveys	811
Drilling by rotary, diamond, percussion, or other methods	812
Trenching, digging test pits, and preliminary sampling	<mark>813</mark>
Development: Pre-production mining expenditures incurred in the tax year for bringing a new min production in reasonable commercial quantities and incurred before the new mine Clearing, removing overburden, and stripping	
Sinking a mine shaft, constructing an adit, or other underground entry	<mark>821</mark>
Other pre-production mining expenditures incurred in the tax year:	
Description 825	Amount 826
	Total of column 826 A4
Total pre-production mining expenditures (total of lines 810 to 821 and amount A4)	<mark>830</mark>
Total of all assistance (grants, subsidies, rebates, and forgivable loans) or reimbur received or is entitled to receive in respect of the amounts referred to on line 830 at	
Excess (line 830 minus line 832) (if negative, enter "0")	<u></u> B4
Repayments of government and non-government assistance	<mark>835</mark>
Pre-production mining expenditures (amount B4 plus line 835)	C4
* A pre-production mining expenditure is defined under subsection 127(9).	

r Part 19 – Current-yea	r credit and ac	count balan	ices – ITC from	pre-producti	ion mining expe	enditures ————	
ITC at the end of the previous ta	x year						D4
Credit deemed as a remittance	of co-op corporations			841			
Credit expired				845			
			Subtotal (line 841	plus line 845)		_ >	E4
ITC at the beginning of the tax y	ear (amount D4 min	us amount E4)				850	
Credit transferred on an amalga	mation or the wind-u	p of a subsidiary	y			860	
Pre-production mining expenditus incurred before January 1, 2013 (applicable part from amount C-		370	x	10 % = _		m	
Pre-production mining exploration expenditures** incurred in 2013 (applicable part from amount Company)		372	x	5 % = _		n	
Pre-production mining developm expenditures incurred in 2014 (applicable part from amount Co		374	x	7 % =		o	
Pre-production mining developm expenditures incurred in 2015 (applicable part from amount Co		376	x	4 % =		p	
		Current year	credit (total of amount	ts m to p) 880		<u> </u>	F4
Total credit available (total of lin	es 850, 860, and am	ount F4)				<u> </u>	G4
Credit deducted from Part I tax				885			
Credit carried back to previous	ears (amount I4 in F	Part 20)		<u>.</u>		q	
			Subtotal (line 885	plus amount q)		▶	H4
ITC closing balance from pre	-production mining	expenditures	(amount G4 minus a	mount H4)		. 890	
* Also include pre-production 2013 and before 2016 that a			curred before 2014 an	d pre-production i	mining development o	expenditures incurred after	
** Also include pre-production pre-production mining expense in subsection 66.1	cenditure in subsec						
– Part 20 – Request for	carryback of c	redit from p	re-production n	nining exper	nditures —		
-	Year Montl	n Day					
1st previous tax year					. Credit to be applied	921	
2nd previous tax year					. Credit to be applied	922	
3rd previous tax year					. Credit to be applied Total of lines 92	923 21 to 923	
					Enter at amount q in		14

Apprenticeship Job Creation

Part 21 – Total current-vear	credit – ITC from apprentices	thin ioh creation expend	itures ———	
f you are a related person as defined un who will be claiming the apprenticeship j	der subsection 251(2), has it been agreed ob creation tax credit for this tax year for ene) appears below? (If not, you cannot cla	d in writing that you are the only er each apprentice whose contract n	nployer	1 Yes 2 No
	hs of the apprenticeship, enter the apprer ned to certify or license individuals in the t me of the eligible apprentice.			
A Contract number	B Name of eligible trade	C Eligible salary and	D Column C x	E Lesser of
(SIN or name of apprentice)	. tame of ongreeo trace	wages*	10 %	column D or \$ 2,000
601	602	603	604	605
			edit (total of column E) on line 640 in Part 22.	A5
	rred, and net of any other government or rures are defined under subsection 127(9		ved or to be received. E	ligible salary
		,	a creation avec	diá
•	t and account balances – ITC	from apprenticeship jou	creation expend	
TC at the end of the previous tax year Credit deemed as a remittance of co-ope	corporations	612		B5
Credit expired after 20 tax years				
oredit expired after 20 tax years		(line 612 plus line 615)		C5
TC at the beginning of the tax year (amo			625	C5
Credit transferred on an amalgamation o				
_	in the williu-up of a substituting	-		
TC from repayment of assistance				
	Part 21)	CEE		
Credit allocated from a partnership	• • • • • • • • • • • • • • • • • • • •			
	Subtotal (1	total of lines 630 to 655)	P	D5
Fotal credit available (line 625 plus amo	unt D5)	· · · · · · · · · · · · · · · · · · ·		E5
Credit deducted from Part I tax .		660		
Credit carried back to previous years (ar	mount G5 in Part 23)		r	
	Subtotal (line 660 plus amount r)	>	F5
TC closing balance from apprentices	ship job creation expenditures (amoun	t E5 minus amount F5) .	690	
Part 23 – Request for carryl	pack of credit from apprentice	ship job creation expen-	ditures ———	
Ye	ear Month Day			
st previous tax year		Credit		
2nd previous tax year Brd previous tax year	• • • • • • • • • • • • • • • • • • • •	Credit Credit		
oru previous tax year		To	otal of lines 931 to 933 at amount r in Part 22.	G5

Child Care Spaces

¬ Part 24 – Eligible child care spaces expenditures -

Enter the eligible expenditures that you incurred after March 18, 2007 and before March 22, 2017* to create licensed child care spaces for the children of the employees and, potentially, for other children. You cannot be carrying on a child care services business. The eligible expenditures include:

- the cost of depreciable property (other than specified property); and
- the specified child care start-up expenditures.

Properties should be acquired and expenditures should be incurred only to create new child care spaces at a licensed child care facility.

Capital cost allowance class number	Description of investment	Date available for use	Amount of investment
665	675	685	695
1.			
			ī
	Total cost of depreciable property from the current ta	ex year (total of column 695) 715	
	Total cost of depreciable property from the current ta		
specified child care start-up expendit			
		705	
otal gross eligible expenditures for c	res from the current tax year nild care spaces (line 715 plus line 705)	705	
otal of all assistance (including grant	res from the current tax year nild care spaces (line 715 plus line 705)	705	
otal gross eligible expenditures for contained all assistance (including grant or poration has received or is entitled	res from the current tax year nild care spaces (line 715 plus line 705)	705	
otal gross eligible expenditures for control of all assistance (including grant or poration has received or is entitled excess (amount A6 minus line 725) (res from the current tax year nild care spaces (line 715 plus line 705) s, subsidies, rebates, and forgivable loans) or reimbursements the to receive in respect of the amounts referred to in amount A6 f negative, enter "0")	705	

Part 25 – Current-year credit – ITC from ch	hild care spaces expenditures
---	-------------------------------

The credit is equal to 25% of eligible child care spaces expenditures incurred to a maximum of \$10,000 per child care space created in a licens	ed child
care facility.	

Eligible expenditures (from line 745 in Part 24)	 ^	25 % -	
Number of child care spaces	 x	\$ 10,000 =	: D6

ITC from child care spaces expenditures (amount C6 or D6, whichever is less)

ar credit and account bala	ances – ITC from child care spaces exp	enditures ———	
tax year			F6
e of co-op corporations	765		
ars	770		
	Subtotal (line 765 plus line 770)	>	G6
k year (amount F6 minus amount G	6)	775	
gamation or the wind-up of a subsidi	iary		
ount E6 in Part 25)	<mark>780</mark>		
rship	<mark>782</mark>		
	Subtotal (total of lines 777 to 782)	>	H6
plus amount H6)			16
х			
s years (amount K6 in Part 27)		s	
	Subtotal (line 785 plus amount s)	>	J6
hild care spaces expenditures (ar	mount I6 minus amount J6)	790	
r carryback of credit from	child care space expenditures		
Year Month Day			
2017-12-31		e applied 941	
2016-12-31			
2015-12-31			
			K6
	tax year e of co-op corporations rs e year (amount F6 minus amount G gamation or the wind-up of a subsid bunt E6 in Part 25) rship plus amount H6) x s years (amount K6 in Part 27) hild care spaces expenditures (and r carryback of credit from Year Month Day 2017-12-31 2016-12-31	tax year e of co-op corporations rs Subtotal (line 765 plus line 770) Subtotal (line 765 plus line 770) gamation or the wind-up of a subsidiary ount E6 in Part 25) rship Subtotal (total of lines 777 to 782) plus amount H6) x Subtotal (line 785 plus amount s) syears (amount K6 in Part 27) Subtotal (line 785 plus amount s) nild care spaces expenditures (amount l6 minus amount J6) r carryback of credit from child care space expenditures Year Month Day 2017-12-31 2016-12-31 2015-12-31 Credit to be Total of	Subtotal (line 765 plus line 770 Subtotal (line 765 plus line 770 Subtotal (line 765 plus line 770 Subtotal (line 765 plus line 770 Subtotal (line 765 plus line 770 Subtotal (line 765 plus line 770 Subtotal (line 765 plus line 777 Subtotal (line 785 plus amount E6 in Part 25) Fiship Fishi

Recapture – Child Care Spaces

Part 28 – Recapture of ITC for corporations and partnerships – Child care spaces
The ITC will be recovered against the taxpayer's tax otherwise payable under Part I of the Act if, at any time within 60 months of the day on which the taxpayer acquired the property:
the new child care space is no longer available; or
property that was an eligible expenditure for the child care space is:
- disposed of or leased to a lessee; or
 converted to another use.
If the property disposed of is a child care space, the amount that can reasonably be considered to have been included in the original ITC (paragraph 127(27.12)(a))
In the case of eligible expenditures (paragraph 127(27.12)(b)), the lesser of:
The amount that can reasonably be considered to have been included in the original ITC 795
25% of either the proceeds of disposition (if sold in an arm's length transaction) or the fair market value (in any other case) of the property
Amount from line 795 or line 797, whichever is less A7
Partnerships —
As a member of the partnership, you will report your share of the child care spaces ITC of the partnership after the child care spaces ITC has been reduced by the amount of the recapture. If this amount is a positive amount, you will report it on line 782 in Part 26. However, if the partnership does not have enough ITC otherwise available to offset the recapture, then the amount by which reductions to ITC exceed additions (the excess) will be determined and reported on line 799 below.
Corporate partner's share of the excess of ITC 799
Total recapture of child care spaces investment tax credit (total of line 792, amount A7, and line 799)
Summary of Investment Tax Credits
┌ Part 29 – Total recapture of investment tax credit
Recaptured SR&ED ITC (amount F3 in Part 17)
Recaptured child care spaces ITC (amount B7 in Part 28)
Total recapture of investment tax credit (amount A8 plus amount B8) Enter on line 602 of the T2 return.
Part 30 – Total ITC deducted from Part I tax
ITC from investments in qualified property deducted from Part I tax (line 260 in Part 5)
ITC from SR&ED expenditures deducted from Part I tax (line 560 in Part 12)
ITC from pre-production mining expenditures deducted from Part I tax (line 885 in Part 19)
ITC from apprenticeship job creation expenditures deducted from Part I tax (line 660 in Part 22)
ITC from child care space expenditures deducted from Part I tax (line 785 in Part 26)
Total ITC deducted from Part I tax (total of amounts D8 to H8)
Enter on line 652 of the T2 return.

Summary of Investment Tax Credit Carryovers

CCA class number 99	Cur. or cap. R&	D for ITC			
Current year					
	Addition current year (A)	Applied currentyear (B)	Claimed as a refund (C)	Carried back (D)	ITC end of year (A-B-C-D)
_	41,620	4,462			37,158
Prior years Faxation year		ITC beginning of year (E)	Adjustments (F)	Applied current year (G)	ITC end of year (E-F-G)
2017-12-31		(—)	()	(=)	(= : =)
2016-12-31				·	
2015-12-31					
2014-12-31					
2013-12-31					
2012-12-31					
2011-12-31					
2010-12-31					
2009-12-31					
2008-12-31					
2007-12-31					
2006-12-31					
2005-12-31					
2004-12-31					
2003-12-31					
2002-12-31					
2001-12-31					
	Total	·			
B+C+D+G				Total ITC utilized	4,462

any expired credit will be posted to line 215, 515, 615, 770 or 845, as applicable, in Schedule 31 the following year.

0--:4-1

Agence du revenu du Canada Schedule 33

Taxable Capital Employed in Canada – Large Corporations

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31

- Use this schedule in determining if the total taxable capital employed in Canada of the corporation (other than a financial institution or an insurance corporation) and its related corporations is greater than \$10,000,000.
- If the total taxable capital employed in Canada of the corporation and its related corporations is greater than \$10,000,000, file a completed Schedule 33 with your T2 Corporation Income Tax Return no later than six months from the end of the tax year.
- Unless otherwise noted, all legislative references are to the Income Tax Act and the Income Tax Regulations.
- Subsection 181(1) defines the terms financial institution, long-term debt, and reserves.
- Subsection 181(3) provides the basis to determine the carrying value of a corporation's assets or any other amount under Part I.3 for its capital, investment allowance, taxable capital, or taxable capital employed in Canada, or for a partnership in which it has an interest.
- If the corporation was a non-resident of Canada throughout the year and carried on a business through a permanent establishment in Canada, go to Part 4,
 Taxable capital employed in Canada.

Part 1 - Capital	
Add the following year-end amounts:	
Reserves that have not been deducted in calculating income for the year under Part I 101	178,083
Capital stock (or members' contributions if incorporated without share capital)	10,852,000
Retained earnings	10,032,000
Contributed surplus	1,600,000
Any other surpluses	
Deferred unrealized foreign exchange gains	
All loans and advances to the corporation	293,000
All indebtedness of the corporation represented by bonds, debentures, notes, mortgages, hypothecary claims, bankers' acceptances, or similar obligations	
Any dividends declared but not paid by the corporation before the end of the year 110	
All other indebtedness of the corporation (other than any indebtedness for a lease) that has been outstanding for more than 365 days before the end of the year	
The total of all amounts, each of which is the amount, if any, in respect of a partnership in which the corporation held a membership interest at the end of the year, either directly or indirectly through another partnership (see note below)	
Subtotal (add lines 101 to 112)	22,955,083

Note:

Line 112 is determined by the formula (A – B) x C/D (as per paragraph 181.2(3)(g)) where:

- A is the total of all amounts that would be determined for lines 101, 107, 108, 109, and 111 in respect of the partnership for its last fiscal period that ends at or before the end of the year if
 - a) those lines applied to partnerships in the same manner that they apply to corporations, and
 - b) those amounts were computed without reference to amounts owing by the partnership
 - (i) to any corporation that held a membership interest in the partnership either directly or indirectly through another partnership, or
 - (ii) to any partnership in which a corporation described in subparagraph (i) held a membership interest either directly or indirectly through another partnership.
- B is the partnership's deferred unrealized foreign exchange losses at the end of the period,
- C is the share of the partnership's income or loss for the period to which the corporation is entitled either directly or indirectly through another partnership, and
- D is the partnership's income or loss for the period.



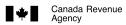
			89242 2817 RC0001
- F	Part 1 – Capital (continued)		
		Subtotal A (from page 1)	22,955,083 A
De	educt the following amounts:		
	Deferred tax debit balance at the end of the year		
	any deficit deducted in calculating its shareholders' equity (including, for this purpose, the imount of any provision for the redemption of preferred shares) at the end of the year		
1	o the extent that the amount may reasonably be regarded as being included in any of lines 01 to 112 above for the year, any amount deducted under subsection 135(1) in calculating ncome under Part I for the year.		
	Deferred unrealized foreign exchange losses at the end of the year		
	Subtotal (add lines 121 to 124)	> _	В
Ca	apital for the year (amount A minus amount B) (if negative, enter "0")	190 <u> </u>	22,955,083
- F	Part 2 – Investment allowance		
Ac	dd the carrying value at the end of the year of the following assets of the corporation:		
P	share of another corporation	401	
A	loan or advance to another corporation (other than a financial institution)	402	3,411,000
	bond, debenture, note, mortgage, hypothecary claim, or similar obligation of another corporation other than a financial institution)	403	
L	ong-term debt of a financial institution	404	
P	a dividend payable on a share of the capital stock of another corporation	405	
n ta	loan or advance to, or a bond, debenture, note, mortgage, hypothecary claim or similar obligation of, a partnersh nember of which was, throughout the year, another corporation (other than a financial institution) that was not exe ax under this Part (otherwise than because of paragraph 181.1(3)(d)), or another partnership described in laragraph 181.2(4)(d.1)	empt from	
P	n interest in a partnership (see note 2 below)	407	
l	nvestment allowance for the year (add lines 401 to 407)	490	3,411,000
No	otes:		_
1.	Lines 401 to 405 should not include the carrying value of a share of the capital stock of, a dividend payable by, c exempt from tax under Part I.3 (other than a non-resident corporation that at no time in the year carried on busin establishment).		
2.	Where the corporation has an interest in a partnership held either directly or indirectly through another partnersh additional rules regarding the carrying value of an interest in a partnership.	hip, refer to subsection 181.2	2(5) for
3.	Where a trust is used as a conduit for loaning money from a corporation to another related corporation (other the considered to have been made directly from the lending corporation to the borrowing corporation. Refer to subset		

- Part	3 –	Taxable	capital -

apply.

Capital for the year (line 190)	22,955,083 C
Deduct: Investment allowance for the year (line 490)	3,411,000 D
Taxable capital for the year (amount C minus amount D) (if negative, enter "0")	19,544,083

	To be com	pleted by a corporation that	was resident in C	anada at	any time in the year		
Taxable capital for the year (line 500)	19,544,083 x				Taxable capital employed in Canada	690	19,544,083
		Taxable income		9,747			
2. Where a co to have a ta	rporation's taxable incom- exable income for that year	ulating the amount of taxable in e for a tax year is "0," it shall, for of \$1,000. Legulation 8601 should be cons	the purposes of th	ne above d	·		
3. III III Case	· · · · · · · · · · · · · · · · · · ·	eted by a corporation that wa	•				
		carried on a business throug					
		value at the end of the year of a usiness during the year through				701	
Deduct the following am	nounts:						
paragraphs 181.2(3)(c)		other than indebtedness descr be regarded as relating to a bunent in Canada		711		-	
described in subsection	181.2(4) of the corporation rrying on any business du	ralue at the end of year of an as n that it used in the year, or hel ring the year through a permand	d in the ent	712		_	
corporation that is a ship personal or movable pro	o or aircraft the corporation operty used or held by the c	value at the end of year of an as operated in international traffic corporation in carrying on any b nt in Canada (see note below)	c, or	713			
		Total deductions (ad	dd lines 711, 712,	and 713)			E
Taxable capital emplo	yed in Canada (line 701 ı	minus amount E) (if negative, e	enter "0")			790	
		nich the corporation is resident a ship or aircraft in international					for the
– Part 5 – Calculat	tion for purposes o	of the small business of	deduction —				
This part is applicable	to corporations that are	e not associated in the curre	nt year, but were	associat	ed in the prior year.		
Taxable capital employe	ed in Canada (amount from	line 690)					F
Deduct:	` 						40 000 000
		E	Excess (amount F	minus an	nount G) (if negative, ent	er "0")	
Calculation for purpos Enter this amount at line		s deduction (amount H x 0.22	5%)			· · · · · <u> </u>	



Agence du revenu du Canada

SCHEDULE 50

SHAREHOLDER INFORMATION

Name of corporation	Business Number	Tax year end Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31

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

		Provide only of	ne number per sha	areholder		
	Name of shareholder (after name, indicate in brackets if the shareholder is a corporation, partnership, individual, or trust)	Business Number (If a corporation is not registered, enter "NR")	Social insurance number	Trust number	Percentage common shares	Percentage preferred shares
	100	200	300	350	400	500
1	Town of Innisfil	12194 7188 RC0001			100.000	
2						
3						
4						
5						
6						
7						
8						
9						
10						

Canada Revenue Agency

Agence du revenu du Canada Schedule 53

General Rate Income Pool (GRIP) Calculation

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31

On: 2018-12-31

- If you are a Canadian-controlled private corporation (CCPC) or a deposit insurance corporation (DIC), use this schedule to determine the general rate income pool (GRIP).
- Credit unions are **not** required to complete this schedule.
- All legislative references are to the Income Tax Act and the Income Tax Regulations.
- When an eligible dividend was paid in the tax year or there was a change in the GRIP balance, file a completed copy of this schedule with your T2 Corporation Income Tax Return. Do not send your worksheets with your return, but keep them in your records in case we ask to see them later.
- Subsection 89(1) defines the terms eligible dividend, excessive eligible dividend designation, general rate income pool, and low rate income pool.

┌ Eligibility for the various additions ───────────────────────	
Answer the following questions to determine the corporation's eligibility for the various additions:	
2006 addition	
1. Is this the corporation's first taxation year that includes January 1, 2006?	Yes X No
2. If not, what is the date of the taxation year end of the corporation's first year that includes January 1, 2006? Enter the date and go directly to question 4	2006-12-31
3. During that first year, was the corporation a CCPC or would it have been a CCPC if not for the election of subsection 89(11) ITA?	Yes No
If the answer to question 3 is yes, complete Part "GRIP addition for 2006".	
Change in the type of corporation	
4. Was the corporation a CCPC during its preceding taxation year?	X Yes No
5. Corporations that become a CCPC or a DIC	Yes X No
If the answer to question 5 is yes, complete Part 4.	
Amalgamation (first year of filing after amalgamation)	
6. Corporations that were formed as a result of an amalgamation	Yes X No
If the answer to question 6 is yes, answer questions 7 and 8. If the answer is no, go to question 9.	
7. Was one or more of the predecessor corporations neither a CCPC nor a DIC? If the answer to question 7 is yes, complete Part 4.	Yes No
8. Was one or more of the predecessor corporation a CCPC or a DIC during the taxation year that ended immediately before amalgamation?	Yes No
If the answer to question 8 is yes, complete Part 3.	
Winding-up	
9. Has the corporation wound-up a subsidiary in the preceding taxation year?	Yes X No
If the answer to question 9 is yes, answer questions 10 and 11. If the answer is no, go to Part 1.	
10. Was the subsidiary neither a CCPC nor a DIC during its last taxation year? If the answer to question 10 is yes, complete Part 4.	Yes No
11. Was the subsidiary a CCPC or a DIC during its last taxation year? If the answer to question 11 is yes, complete Part 3.	Yes No



Part 1 – General rate income pool (GRIP)	
GRIP at the end of the previous tax year	0 A
Taxable income for the year (DICs enter "0") *	
Amount on line 400, 405, 410, or 427 of the T2 return, whichever is less *	
Income taxable at the general corporate rate (amount B minus amount C) (if negative enter "0")	
After-tax income (line 150 multiplied by 0.72 (the general rate factor for the tax year))	0 21,418 D
Eligible dividends received in the tax year 200	
Dividends deductible under section 113 received in the tax year	
Subtotal (line 200 plus line 210)	E
Becoming a CCPC (amount W5 in Part 4) Post-amalgamation (total of amounts E4 in Part 3 and amounts W5 in Part 4) Post-wind-up (total of amounts E4 in Part 3 and amounts W5 in Part 4) Subtotal (add lines 220, 230, and 240) Subtotal (add amounts A, D, E, and F	F) 21,418 G
Eligible dividends paid in the previous tax year	, н
GRIP before adjustment for specified future tax consequences (amount G minus amount H) (amount can be negative) 49	21,418
Total GRIP adjustment for specified future tax consequences to previous tax years (amount N3 in Part 2)	0
GRIP at the end of the tax year (line 490 minus line 560) Enter this amount on line 160 of Schedule 55.	21,418
* For lines 110, 130, and 140, the income amount is the amount before considering specified future tax consequences. This phrase is do subsection 248(1). It includes the deduction of a loss carryback from subsequent tax years, a reduction of Canadian exploration expen Canadian development expenses that were renounced in subsequent tax years (e.g., flow-through share renunciations), reversals of inclusions where an option is exercised in subsequent tax years, and the effect of certain foreign tax credit adjustments.	ses and

First previous tax year 20	17-12-31				
Taxable income before specifie					
			A1		
Enter the following amounts consequences from the curr		ax			
Amount on line 400, 405, 410, of the T2 return, whichever is le		B1			
	<u> </u>				
Subtotal (amount B1 plus	amount C1)	11,000	11,000 D1		
Subtotal (amount A1 i	ninus amount D1) (if nega	tive, enter "0")	<u> </u>	E	1
		re tax consequences that nount carried back from the		•	
Non-capital loss carry-back (paragraph 111 (1)(a) ITA)	Capital loss carry-back	Restricted farm loss carry-back	Farm loss carry-back	Other	Total carrybacks
Taxable income after specified	future tax consequences		F1		
Enter the following amounts	after specified future tax	consequences:			
		G1			
Amount on line 400, 405, 410, of the T2 return, whichever is le		⊔ 4			
	<u> </u>				
of the T2 return, whichever is le Aggregate investment income	·		I1		
of the T2 return, whichever is le Aggregate investment income (line 440 of the T2 return) . Subtotal (amount G1 plus	amount H1)		11 >	J	11

Second previous tax year _	2016-12-31				
Taxable income before specific the current tax year		s from	A2		
Enter the following amounts consequences from the curr		tax			
Amount on line 400, 405, 410, of the T2 return, whichever is le		B2			
Aggregate investment income line 440 of the T2 return) .					
Subtotal (amount B2 plus	amount C2)	>	D2		
		tive, enter "0")		E2	
	Futu	ure tax consequences tha	t occur for the current	year	
	Aı	mount carried back from the	current year to a prior ye	ar	
Non-capital loss			Farm loss		Total
carry-back (paragraph 111 (1)(a) ITA)	Capital loss carry-back	Restricted farm loss carry-back	carry-back	Other	carrybacks
carry-back (paragraph 111 (1)(a) ITA)	carry-back	loss carry-back	carry-back	Other	
carry-back (paragraph 111 (1)(a) ITA)	carry-back	loss carry-back	carry-back	Other	
carry-back (paragraph 111 (1)(a) ITA) axable income after specified	carry-back future tax consequences	loss carry-back	carry-back	Other	
carry-back (paragraph 111 (1)(a) ITA) Taxable income after specified center the following amounts amount on line 400, 405, 410,	carry-back future tax consequences after specified future tax	loss carry-back	carry-back	Other	
carry-back (paragraph 111 (1)(a) ITA) Faxable income after specified Enter the following amounts Amount on line 400, 405, 410, of the T2 return, whichever is leading aggregate investment income line 440 of the T2 return)	carry-back future tax consequences after specified future tax or 427 ess	loss carry-back consequences: G2H2	carry-back	Other	
carry-back (paragraph 111 (1)(a) ITA) Taxable income after specified axable income after specified amounts on line 400, 405, 410, of the T2 return, whichever is leading aggregate investment income line 440 of the T2 return)	carry-back future tax consequences after specified future tax or 427 ess	loss carry-back consequences: G2H2	carry-back	Other	
carry-back (paragraph 111 (1)(a) ITA) Taxable income after specified amounts amount on line 400, 405, 410, of the T2 return, whichever is leading aggregate investment income line 440 of the T2 return) Subtotal (amount G2 plus	carry-back future tax consequences after specified future tax or 427 sss	loss carry-back consequences:	carry-back F2	Other J2	

- Part 2 – GRIP adjustmer	nt for specified fu	ıture tax conseque	nces to previous t	ax years (contin	ued) —
Third previous tax year 2015	12-31				
Taxable income before specified futher current tax year		from 	A3		
Enter the following amounts bef consequences from the current		ax			
Amount on line 400, 405, 410, or 4. of the T2 return, whichever is less		B3			
Aggregate investment income (line 440 of the T2 return)		C3			
Subtotal (amount B3 plus amo	ount C3)	<u> </u>	D3		
		ive, enter "0")		E	3
	Futu	re tax consequences tha	at occur for the current	year	
	An	nount carried back from the	e current year to a prior ye	ear	
Non-capital loss carry-back (paragraph 111 (1)(a) ITA)	Capital loss carry-back	Restricted farm loss carry-back	Farm loss carry-back	Other	Total carrybacks
Taxable income after specified futu	re tax consequences		F3		
Enter the following amounts after	er specified future tax	consequences:			
Amount on line 400, 405, 410, or 4 of the T2 return, whichever is less		G3			
Aggregate investment income line 440 of the T2 return)		H3			
Subtotal (amount G3 plus amo	ount H3)	>	13		
Subtotal (amount F3 mir	ius amount I3) (if negat	ive, enter "0")	>	J	3
		t E3 minus amount J3) (if r		K	3
GRIP adjustment for specified fu					540
(amount K3 multiplied by Total GRIP adjustment for speci (add lines 500, 520, and 540) (if ne	fied future tax consec		years:		
Enter amount L3 on line 560 in part	,				· · · · · <u></u>

Part 3 – Worksheet to calculate the GRIP addition post-amalgamation or post-wind-up (predecessor or subsidiary was a CCPC or a DIC in its last tax year)	
nb. 1 Post amalgamation L Post wind-up L	
Complete this part when there has been an amalgamation (within the meaning assigned by subsection 87(1)) or a wind-up (to which subsection 88(1) applies) and the predecessor or subsidiary corporation was a CCPC or a DIC in its last tax year. The last tax year for a predecessor corporation was its tax year that ended immediately before the amalgamation and for a subsidiary corporation was its tax year during which its assets were distributed to the parent on the wind-up.	
Calculate the GRIP addition of a successor corporation following an amalgamation at the end of its first tax year.	
Calculate the GRIP addition of a parent corporation upon wind-up at the end of the tax year that ends immediately after the tax year in which the parent has received the assets of the subsidiary.	
In the calculation below, corporation means a predecessor or a subsidiary. Complete a separate worksheet for each predecessor and each subsidiary that was a CCPC or a DIC in its last tax year. Keep a copy of this calculation for your records, in case we ask to see it later.	
Corporation's GRIP at the end of its last tax year	A4
Eligible dividends paid by the corporation in its last tax year B4	
Excessive eligible dividend designations made by the corporation in its last tax year C4	
Subtotal (amount B4 minus amount C4)	D4
GRIP addition post-amalgamation or post-wind-up (predecessor or subsidiary was a CCPC or a DIC in its last tax year)	E4
(amount A4 minus amount D4)	= ^{□4}
After you complete this calculation for each predecessor and each subsidiary, calculate the total of all the E4 amounts. Enter this total amount on:	
- line 230 for post-amalgamation; or	
- line 240 for post-wind-up.	

 Part 4 – Worksheet to calculate the GRIP addition (predecessor or subsidiary was not a CC or the corporation is becoming a CCPC 	post-amalgamation, p PC or a DIC in its last t	ost-wind-up ——— ax year),		
	Igamation	Post wind-up		
Complete this part when there has been an amalgamation (within the m and the predecessor or subsidiary was not a CCPC or a DIC in its last timmediately before the amalgamation and for a subsidiary corporation	neaning assigned by subsection ax year.The last tax year for a p	— 87(1)) or a wind-up (to wh redecessor corporation wa	ich subsection 88(1) applies) as its tax year that ended	
Calculate the GRIP addition of a successor corporation following an an	nalgamation at the end of its first	tax year.		
Calculate the GRIP addition of a parent corporation upon wind-up at the received the assets of the subsidiary.	e end of the tax year that ends in	nmediately after the tax ye	ar in which the parent has	
In the calculation below, corporation means a predecessor or a subsic was a CCPC or a DIC in its last year. Keep a copy of this calculation fo			or and each subsidiary that	
Cost amount to the corporation of all property immediately before the er	nd of its previous/last tax year			A5
The corporation's money on hand immediately before the end of its prev	rious/last tax year			 B5
Total of subsection 111(1) losses that would have been deductible in ca the previous/last tax year if the corporation had had unlimited income fr had realized an unlimited amount of capital gains for the previous/last ta	om each business carried on an			
Non-capital losses	C5			
Net conital legge	DE			
Net capital losses				
Restricted farm losses				
Limited partnership losses				
Subtotal (add amounts C5 to G5)			_H5	
Total of all amounts deducted under subsection 111(1) in calculating the	e corporation's taxable income f	or the previous/last tax yea	ar:	
Non-capital losses	15			
Net capital losses				
Farmlosses				
Restricted farm losses				
Limited partnership losses	CIVI			
Subtotal (add amounts I5 to M5)	>		_ N5	
Unused and unexpired losses at the end of the co	rporation's previous/last tax yea (amount H5 minus amount N5		.	O5
	Sub	total (add amounts A5, B5	 . and O5)	— P5
All the corporation's debte and other obligations to pay that were		(222 2		
All the corporation's debts and other obligations to pay that were outstanding immediately before the end of its previous/last tax year			_Q5	
Paid-up capital of all the corporation's issued and outstanding shares				
of capital stock immediately before the end of its previous/last tax year		•	_ R5	
All the corporation's reserves deducted in its previous/last tax year		•	_ S5	
The corporation's capital dividend account immediately before the end of its previous/last tax year		·	_ T5	
The corporation's low rate income pool immediately before the end of				
its previous/last tax year			_ U5	
5	Subtotal (add amounts Q5 to U5	5)	<u> </u>	V5
GRIP addition post-amalgamation or post-wind-up (predecessor or the corporation is becoming a CCPC (amount P5 minus amount	or subsidiary was not a CCP	C or a DIC in its last tax y		W5
				<u> </u>
After you complete this worksheet for each predecessor and each subs	sidiary, calculate the total of all t	ne W5 amounts. Enter this	total amount on:	
 line 220 for a corporation becoming a CCPC; 				
- line 230 for post-amalgamation; or				
line 240 for post-wind-up.				

29,747 A

Ontario taxable income *

Agence du revenu du Canada

Part 1 – Ontario basic income tax -

Ontario Corporation Tax Calculation

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31

- Use this schedule if the corporation had a permanent establishment, under section 400 of the federal Income Tax Regulations, in Ontario at any time in the tax year and had Ontario taxable income in the year.
- Legislative references are to the federal Income Tax Act and Income Tax Regulations.
- This schedule is a worksheet only and is not required to be filed with your T2 Corporation Income Tax Return.

Ontario basic rate of tax for the year				<u></u>	11.5 % B
Ontario basic income tax (amount A multiplied by amount B	**)			<u></u>	3,421 C
* If the corporation has a permanent establishment only in Onto of the T2 return. Otherwise, enter the taxable income allocate				,	
** If the corporation has a permanent establishment in more that income tax, or has Ontario corporate minimum tax or Ontario line 270 of Schedule 5, Tax Calculation Supplementary – Co	special additiona	l tax on life insurance co	orporations payable, enter a		
- Part 2 – Ontario small business deduction (0	OSBD) ——				
Complete this part if the corporation claimed the federal small be	usiness deductior	n under subsection 125	5(1).		
Amount from line 400 of the T2 return			<u>2,151</u> ,	<u>644</u> 1	
Amount from line 405 of the T2 return			29,	<u>747</u> 2	
Amount from line 427 of the T2 return (note)			· · · · · <u> </u>	3	
Enter the least of amounts 1, 2 or 3			· · · · · <u> </u>	<u></u> ►	D
Ontario domestic factor (ODF): Taxable inco	me for Ontario *		29,747.00 = .	<u></u>	1.00000 E
Taxable income	e for all provinces	**	29,747		
Amount D multiplied by amount E			· · · · · <u> </u>	4	
Ontario taxable income (amount A from Part 1)			29,	<u>747</u> 5	
Ontario small business income (lesser of amount 4 or amou	unt 5)		· · · · · <u> </u>	<u></u> ►	F
Ontario small business deduction rate for the year					
Number of days in the tax year before January 1, 2018	х	7 % =	%	G1	
Number of days in the tax year	365			_	
Number of days in the tax year after December 31, 2017	365 x	8 % =	8.00000 %	G2	
Number of days in the tax year	365				
OSBD rate for the year (rate G1 plus rate G2)			8.00000 %	<u> </u>	8.00000 % G
Ontario small business deduction (amount F multiplied by r	ate G)			<u> </u>	н
Enter amount H on line 402 of Schedule 5.					

Note: On November 15, 2018, the Government of Ontario announced, in Bill 57, that the reduction in the business limit relating to the amount of passive investment income for taxation years starting after December 31, 2018, will not be applied when calculating the Ontario small business deduction.

As a result, the calculation on line 3 does not take the amount on line G of Schedule 200 (Jump Code: J) into account.



** Includes the territories and the offshore jurisdictions for Nova Scotia and Newfoundland and Labrador.

* Enter amount A from Part 1.

Complete this part if the corporation was a Canadian-controlled private corporation throughout the tax year and is claiming the Ontario tax credit for manufacturing and processing or the Ontario credit union tax reduction.	
Ontario adjusted small business income (lesser of amount D and amount 5)	I
Enter amount I at amount K in Part 4 of this schedule or at amount B in Part 2 of Schedule 502, Ontario Tax Credit for Manufacturing and Processing, whichever applies.	
Part 4 – Credit union tax reduction	
Complete this part and Schedule 17, Credit Union Deductions, if the corporation was a credit union throughout the tax year.	
Amount 2H from Schedule 17	
Ontario adjusted small business income (amount I)	
Subtotal (amount J minus amount K, if negative, enter "0") L	
Amount L multiplied by amount G	N
Ontario domestic factor (amount E)	1.00000 N
Ontario credit union tax reduction (amount M multiplied by amount N)	c
Enter amount O on line 410 of Schedule 5.	

Schedule 508

Ontario Research and Development Tax Credit

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31

- Use this schedule to:
 - calculate an Ontario research and development tax credit (ORDTC);
 - claim an ORDTC earned in the tax year or carried forward from any of the 20 previous tax years that are a tax year ending after December 31, 2008, to reduce Ontario corporate income tax payable in the current tax year;
 - carry back an ORDTC earned in the tax year to reduce Ontario corporate income tax payable in any of the three previous tax years;
 - add an ORDTC that was allocated to the corporation by a partnership of which it was a member;
 - add an ORDTC transferred after an amalgamation or windup; or
 - calculate a recapture of the ORDTC.
- The ORDTC is a non-refundable tax credit on eligible expenditures incurred by a corporation in a tax year. The ORDTC rate is:
 - 4.5% for tax years that end before June 1, 2016;
 - 3.5% for tax years that start after May 31, 2016; and

Part 1 – Ontario SR&ED expenditure pool

Total eligible expenditures incurred by the corporation in Ontario in the tax year

- prorated for a tax year that ends on or after June 1, 2016, and includes May 31, 2016.
- An eligible expenditure is an expenditure for a permanent establishment in Ontario of a corporation, that is a qualified expenditure for the purposes
 of section 127 of the federal *Income Tax Act* for scientific research and experimental development (SR&ED) carried on in Ontario.
- Only corporations that are not exempt from Ontario corporate income tax and none of whose income is exempt income can claim the ORDTC.
- Complete and attach this schedule to the T2 Corporation Income Tax Return for the tax year.
- To claim this credit, you must also send in completed copies of the Form T661, Scientific Research and Experimental Development (SR&ED) Expenditures Claim, and the Schedule 31, Investment Tax Credit Corporations, within 18 months of the tax year end.

100

292,367 A

Government assistance, non-government assistance, or a contract payment for eligible expenditures	4,839 B
Net eligible expenditures for the tax year (amount A minus amount B) (if negative, enter "0")	
Eligible expenditures transferred to the corporation by another corporation	D
Subtotal (amount C plus amount D)	<u>287,528</u> ► <u>287,528</u> E
Eligible expenditures the corporation transferred to another corporation	
Ontario SR&ED expenditure pool (amount E minus amount F) (if negative, enter "0")	
┌ Part 2 – Eligible repayments	
The repayment of the ORDTC is calculated using the ORDTC rate that you used to determine your tax cred	
Repayments for tax years that end before June 1, 2016	Triamount A minus amount B) 287,528 C corporation by another corporation Subtotal (amount C plus amount D) 8 287,528 \ 287
Repayment for a tax year that ends on or after June 1, 2016 and includes May 31, 2016. Complete the pro-	oration calculation below.
Number of days in the tax year before June 1, 2016 240 152 × 4.5 % = 1.8689 % 1	
Number of days in the tax year	
in the tax year	
Subtotal (percentage 1 plus percentage 2)3.9153 % 3	
Repayments for a tax year that ends on or after June 1, 2016 and includes May 31, 2016	3 3.9153 % = 216



Part 2 – Eligible repayments (continued)	
Repayments for tax years that start after May 31, 2016 212 x 3.5 % = 217	J
Repayments made in the tax year of government or non-government assistance or contract payments that reduced eligible expenditures for first term or second term shared-use equipment acquired before 2014 220	K
Eligible repayments (total of amounts H to K) 229	
Part 3 – Calculation of the current part of the ORDTC	
For tax years that end before June 1, 2016	
Ontario SR&ED expenditure pool (amount G in Part 1)	_ M
ORDTC allocated to the corporation by a partnership of which it is a member (other than a specified member) for a fiscal period that ends in the corporation's tax year *	N
Eligible repayments (amount L in Part 2)	0
Current part of the ORDTC for tax years that end before June 1, 2016 (total of amounts M to O)	Р
For a tax year that ends on or after June 1, 2016, and includes May 31, 2016	
Number of days in the tax year	
Number of days in the tax year after May 31, 2016	
Subtotal (percentage 4 plus percentage 5)% 6	
Ontario SR&ED expenditure pool (amount G in Part 1) x percentage 6% = 201	Q
ORDTC allocated to the corporation by a partnership of which it is a member (other than a specified member) for a fiscal period that ends in the corporation's tax year *	R
Eligible repayments (amount L in Part 2)	s
Part of the ORDTC for a tax year that ends on or after June 1, 2016, and includes May 31, 2016 (total of amounts Q to S)	<u>.</u> T
For tax years that start after May 31, 2016	
Ontario SR&ED expenditure pool (amount G in Part 1) 287,528 × 3.5 % = 202 10,063	U
ORDTC allocated to the corporation by a partnership of which it is a member (other than a specified member)	-
for a fiscal period that ends in the corporation's tax year *	_ V
Eligible repayments (amount L in Part 2)	W
The ORDTC for tax years that start after May 31, 2016 (total of amounts U to W)	_ X
* If there is a disposal or change of use of eligible property, see Part 7 on page 4.	

− Part 4 − Calculation	on of ORDTC available for ded	uction and ORDTC balance —		
			Y	
ORDTC expired after 20 ta	x years		Z	
ORDTC at the beginning o	f the tax year (amount Y minus amount Z)	AA	
ORDTC transferred to the	corporation on amalgamation or windup		BB	
Current part of ORDTC (amount P, T or X in Part 3	whichever applies)	10,063_cc		
Are you waiving all or part of current part of the ORDTC	of the 315 Yes 1 No 2	X		
If you answered yes at line the tax credit waived on line				
If you answered no at line 3	315, enter "0" on line 320.			
Waiver of the current part of	of the ORDTC	320 DD		
	Subtotal (amount CC minus amount I	DD)	10,063 EE	
ORDTC available for ded	luction (total of amounts AA, BB and EE)	·····	10,063	10,063 FF
	416 on page 5 of Schedule 5, <i>Tax Calcula</i>	ntion Supplementary –	3,421_GG	
ORDTC carried back to pre	evious tax years (from Part 5)	<u> </u>	нн	
	S	ubtotal (amount GG plus amount HH)	3,421 ►	3,421
ORDTC balance at the er	nd of the tax year (amount FF minus am	nount II)		<u>6,642</u> JJ
- ORDTC available for	more than the lesser of the following amo deduction (amount FF); or come tax payable before the ORDTC and t	unts: the Ontario corporate minimum tax credit (a	amount from line E6 on page 5 of Sch	nedule 5).
- Part 5 - Request fo	or carryback of tax credit ——			
	Year Month Day			
1 st previous tax year	2017-12-31		edit to be applied 901	
2 nd previous tax year	2016-12-31		edit to be applied 902	
3 rd previous tax year	2015-12-31		edit to be applied 903	
		Total (total of amount 901 to 903)(en	iter at amount HH in Part 4)	

Part 6 – Analysis of tax credit available for carryforward by tax year of origin -

You can complete this part to show all the credits from previous tax years available for carryforward, by year of origin. This will help you determine the amount of credit that could expire in following years.

Tax year of origin (earliest tax year first)

(carii	coi ian y ca	1 111 31)	
Year	Month	Day	Creditavailable
2	001-12-3	31	
2	002-12-3	31	
2	003-12-3	31	
2	004-12-3	31	
2	005-12-3	31	
2	006-12-3	31	
2	007-12-3	31	

Tax year of origin (earliest tax year first)

(,		
Year	Month	Day	Cred	ditavailable
2	008-12-3	31		
2	009-12-3	31		
2	010-12-3	31		
2	011-12-3	31		
2	012-12-3	31		
2	013-12-3	31		
2	014-12-3	31		
2	015-12-3	31		
2	016-12-3	31		
2	017-12-3	31		
2	018-12-3	31		6,642

The amount available from the 20th previous tax year will expire after this year. When you file your return for the next year, you will enter the expired amount on line 300 of Schedule 508 for that year.

Current tax year

Part 7 – Calculation of a recapture of ORDTC -

You will have a recapture of ORDTC in a tax year when you meet all of the following conditions:

- you acquired a particular property in the current year or in any of the 20 previous tax years if the ORDTC was earned in a tax year ending
 after 2008;
- you claimed the cost of the property as an eligible expenditure for the ORDTC;
- the cost of the property was included in computing your ORDTC or was subject to an agreement made under subsection 127(13) of the federal Act to transfer qualified expenditures and section 42 of the *Taxation Act*, 2007 (Ontario) applied; and
- you disposed of the property or converted it to commercial use in a tax year ending after December 31, 2008. You also meet this condition if you disposed of or converted to commercial use a property which incorporates the particular property previously referred to.

Note: The recapture **does not apply** if you disposed of the property to a non-arm's length purchaser who intended to use it all or substantially all for SR&ED in Ontario. When the non-arm's length purchaser later sells or converts the property to commercial use, the recapture rules will apply to the purchaser based on the historical federal investment tax credit (ITC) rate *** of the original user in Calculation 1 below.

You have to report the recapture on Schedule 5 for the year in which you disposed of the property or converted it to commercial use. If the corporation is a member of a partnership, report its share of the recapture.

Complete the columns for each disposition for which a recapture applies, using the calculation formats below.

*** Federal ITC in calculations 1 and 2 should be determined without reference to paragraph (e) of the definition **investment tax credit** in subsection 127(9) of the federal Act.

Calculation 1 - Complete this part If you meet all of the above conditions

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

Total of column MM (enter at amount WW in Part 8) _____NN

Part 7 - Calculation of a recapture of ORDTC (continued) -

Calculation 2 – If the corporation is deemed by subsection 42(1) of the *Taxation Act*, 2007 (Ontario) to have transferred all or part of the eligible expenditure to another corporation as a consequence of an agreement described in subsection 127(13) of the federal Act complete Calculation 2. Otherwise, enter nil on line SS.

Calcu	nation 2. Otherwise, enter hill on line 33.			
	00	PP	QQ	
	Rate percentage that the transferee used to determine its federal ITC for qualified expenditure that was transferred under an agreement under subsection 127(13) of the federal Act	Proceeds of disposition of the property if you dispose of it to a person at arm's length; or, in any other case, the fair market value of the property at conversion or disposition	Amount, if any, already provided for in Calculation 1 (this allows for the situation where only part of the cost of a property is transferred for an agreement under subsection 127(13) of the federal Act)	
	720	730	740	
1.				
	RR	SS	тт	
	Amount determined by the formula (OO x PP) - QQ (using the columns above)	Federal ITC earned by the transferee for the qualified expenditure that was transferred	Amount from column RR or SS, whichever is less	
		750		
1.				
used to determine its federal ITC for qualified expenditure that was transferred under an agreement under subsection 127(13) of the federal Act of the property at conversion or disposition where only part of the cost of a property is transferred from a greement under subsection 127(13) of the federal Act of the property at conversion or disposition where only part of the cost of a property is transferred for an agreement under subsection 127(13) of the federal Act of the property at conversion or disposition where only part of the cost of a property is transferred for an agreement under subsection 127(13) of the federal Act of the property at conversion or disposition where only part of the cost of a partner ship and the formula (OO x PP) - OO (using the columns above) Total of column TT (enter at amount XX in Part 8) Total of column TT (enter at amount XX in Part 8) Total of column TT (enter at amount XX in Part 8) Total of column TT (enter at amount XX in Part 8) Total of column TT (enter at amount XX in Part 8) Date of the partnership, you will report your share of the ORDTC of the partnership after the ORDTC has been reduced by the amount of the ecapture. If this is a positive amount, you will report it on line 205, 206, or 207 in Part 3, whichever applies. However, if the partnership does not have enough ORDTC otherwise available to offset the recapture, then the amount by which reductions to the ORDTC exceeds additions (the excess) will be determined and reported on line VV. Part 8 – Total recapture of ORDTC Recaptured federal ITC for Calculation 1 (amount NN from Part 7) WW Recaptured federal ITC for Calculation 2 (amount UU from Part 7) XX	UU			
Calcı	used to determine its federal ITC for qualifiled expenditure that was transferred under an agreement under subsection 127(13) of the federal Act broken the property at conversion or disposition of the property at conversion or disposition of the property is transferred for an agreement under subsection 127(13) of the federal Act broken the property at conversion or disposition of the property is transferred for an agreement under subsection 127(13) of the federal Act broken the property at conversion or disposition of the property is transferred for an agreement under subsection 127(13) of the federal Act broken the gradient of the property at conversion or disposition of the property is transferred for an agreement under subsection 127(13) of the federal Act broken the gradient of the property at conversion or disposition and the property at conversion or disposition of the cost of a property is transferred for an agreement under subsection 127(13) of the federal Act broken the gradient under subsection 127(13) of the federal Act broken the gradient under subsection 127(13) of the federal Act broken the gradient under subsection 127(13) of the federal Act broken the gradient under subsection 127(13) of the federal Act broken the gradient under subsection 127(13) of the federal Act broken the gradient under subsection 127(13) of the federal Act broken the gradient under subsection 127(13) of the federal Act broken the gradient under subsection 127(13) of the federal Act broken the gradient under subsection 127(13) of the federal Act broken the gradient under subsection 127(13) of the federal Act broken the gradient under subsection 127(13) of the federal Act broken the gradient under subsection 127(13) of the federal Act broken the gradient under subsection 127(13) of the federal Act broken the gradient under subsection 127(13) of the federal Act broken the gradient under subsection 127(13) of the federal Act broken the gradient under subsection 127(13) of the federal Act broken the gradient under subsection 12			
recap enou	oture. If this is a positive amount, you will report it on li gh ORDTC otherwise available to offset the recapture	ne 205, 206, or 207 in Part 3, whichever applies. How	vever, if the partnership does not have	
Corp	orate partner's share of the excess of ORDTC (enter	at amount ZZ in Part 8)		VV
- Pa	rt 8 – Total recapture of ORDTC ——			
	•	n Part 7)	WW	
Reca	ptured federal ITC for Calculation 2 (amount UU fron	n Part 7)	xx	
Amoı	unt WW plus amount XX	<u></u>	x 23.56 % =	YY
Corpo	prate partner's share of the excess of ORDTC for Ca	culation 3 (amount VV from Part 7)		ZZ

Recapture of ORDTC (amount YY plus amount ZZ) (enter amount AAA on line 277 on page 5 of Schedule 5)

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Schedule A - Worksheet for eligible expenditures incurred by the corporation in Ontario for the current taxation year

This worksheet allows you to report the amount of eligible expenditures entered on Form T661, Scientific Research and Experimental Development (SR&ED) Expenditures Claim which represents eligible expenditures as defined in section 127 of the Income Tax Act (ITA) with regard to scientific research and experimental development (SR&ED) carried on in Ontario and attributable to a permanent establishment in Ontario of a corporation.

Data on the worksheet is calculated based on the amounts on Form T661, but will have to be adjusted according to the rules of Ontario, if applicable, in particular when the corporation has had a permanent establishment in more than one jurisdiction. This data will be used when calculating Schedule 508 and Schedule 566.

Inter the breakdown between current and capital expenditures	Current Expenditures		Capital Expenditures
otal expenditures for SR&ED	200,598		
Add			
payment of prior years' unpaid expenses (other than salary or wages) ++			
 prescribed proxy amount (Enter "0" if you use the traditional method) 	96,337		
expenditures on shared-use equipment		+	
• otheradditions + _ Subtotal =		<u>+</u> —	
Subtotal	270,733		
current expenditures (other than salary or wages) not paid within 180 days of the tax year end amounts paid in respect of an SR&ED contract to a person or partnership that is not taxable supplier —			
20% of contract expenditures for SR&ED performed on your behalf	4,568		
prescribed expenditures not allowed by regulations			
other deductions			
- expenditures for non-arm's length SR&ED contracts - purchases (limited to costs) of goods and services from non-arm's length suppliers		_	
	_		
Subtotal = _	292,367	=	
Total eligible expenditures incurred by the corporation in Ontario in the tax year (add amount I and II)		=	292,30
Enter amount III on line 100 of Schedule 508.			

Ontario Corporate Minimum Tax

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31

- File this schedule if the corporation is subject to Ontario corporate minimum tax (CMT). CMT is levied under section 55 of the Taxation Act, 2007 (Ontario), referred to as the "Ontario Act".
- Complete Part 1 to determine if the corporation is subject to CMT for the tax year.
- A corporation not subject to CMT in the tax year is still required to file this schedule if it is deducting a CMT credit, has a CMT credit carryforward, or has a CMT loss carryforward or a current year CMT loss.
- A corporation that has Ontario special additional tax on life insurance corporations (SAT) payable in the tax year must complete Part 4 of this
 schedule even if it is not subject to CMT for the tax year.
- A corporation is exempt from CMT if, throughout the tax year, it was one of the following:
 - 1) a corporation exempt from income tax under section 149 of the federal *Income Tax Act*,
 - 2) a mortgage investment corporation under subsection 130.1(6) of the federal Act;
 - 3) a deposit insurance corporation under subsection 137.1(5) of the federal Act;
 - 4) a congregation or business agency to which section 143 of the federal Act applies;
 - 5) an investment corporation as referred to in subsection 130(3) of the federal Act; or
 - 6) a mutual fund corporation under subsection 131(8) of the federal Act.
- File this schedule with the T2 Corporation Income Tax Return.

┌ Part 1 – Determination of CMT applicability ─────────────────────────────────	
Total assets of the corporation at the end of the tax year *	85,574,000
Share of total assets from partnership(s) and joint venture(s) *	
Total assets of associated corporations (amount from line 450 on Schedule 511)	313,389,194
Total assets (total of lines 112 to 116)	398,963,194
Total revenue of the corporation for the tax year **	43,161,000
Share of total revenue from partnership(s) and joint venture(s) **	
Total revenue of associated corporations (amount from line 550 on Schedule 511)	116,466,146
Total revenue (total of lines 142 to 146)	159,627,146

The corporation is subject to CMT if:

- for tax years ending before July 1, 2010, the total assets at the end of the year of the corporation or the associated group of corporations are more than \$5,000,000, or the total revenue for the year of the corporation or the associated group of corporations is more than \$10,000,000.
- for tax years ending after June 30, 2010, the total assets at the end of the year of the corporation or the associated group of corporations are equal to or more than \$50,000,000, and the total revenue for the year of the corporation or the associated group of corporations is equal to or more than \$100,000,000.

If the corporation is not subject to CMT, do not complete the remaining parts unless the corporation is deducting a CMT credit, or has a CMT credit carryforward, a CMT loss carryforward, a current year CMT loss, or SAT payable in the year.

* Rules for total assets

- Report total assets according to generally accepted accounting principles, adjusted so that consolidation and equity methods are not used.
- Do not include unrealized gains and losses on assets and foreign currency gains and losses on assets that are included in net income for accounting purposes but not in income for corporate income tax purposes.
- The amount on line 114 is determined at the end of the last fiscal period of the partnership or joint venture that ends in the tax year of the corporation. Add the proportionate share of the assets of the partnership(s) and joint venture(s), and deduct the recorded asset(s) for the investment in partnerships and joint ventures.
- A corporation's share in a partnership or joint venture is determined under paragraph 54(5)(b) of the Ontario Act and, if the partnership or joint venture had no income or loss, is calculated as if the partnership's or joint venture's income were \$1 million. For a corporation with an indirect interest in a partnership or joint venture, determine the corporation's share according to paragraph 54(5)(c) of the Ontario Act.

** Rules for total revenue

- Report total revenue in accordance with generally accepted accounting principles, adjusted so that consolidation and equity methods are not used.
- If the tax year is less than 51 weeks, multiply the total revenue of the corporation or the partnership, whichever applies, by 365 and divide by the number of days in the tax year.
- The amount on line 144 is determined for the partnership or joint venture fiscal period that ends in the tax year of the corporation. If the partnership or joint venture has 2 or more fiscal periods ending in the filing corporation's tax year, **multiply** the sum of the total revenue for each of the fiscal periods by 365 and **divide** by the total number of days in all the fiscal periods.
- A corporation's share in a partnership or joint venture is determined under paragraph 54(5)(b) of the Ontario Act and, if the partnership or joint venture had no income or loss, is calculated as if the partnership's or joint venture's income were \$1 million. For a corporation with an indirect interest in a partnership or joint venture, determine the corporation's share according to paragraph 54(5)(c) of the Ontario Act.



─ Part 2 – Adjusted net income/loss for CMT purposes ————			
Net income/loss per financial statements *			2,420,000
Add (to the extent reflected in income/loss):			
Provision for current income taxes/cost of current income taxes	<mark>220</mark>	226,000	
Provision for deferred income taxes (debits)/cost of future income taxes	<mark>222</mark>	513,000	
Equity losses from corporations	<mark>224</mark>		
Financial statement loss from partnerships and joint ventures Dividends deducted on financial statements (subsection 57(2) of the Ontario Act), excluding dividends paid by credit unions under subsection 137(4.1) of the federal Act	226		
Other additions (see note below):			
Share of adjusted net income of partnerships and joint ventures **	<mark>228</mark>		
Total patronage dividends received, not already included in net income/loss	232		
281	<mark>282</mark>		
283	284		
	Subtotal	739,000 ▶	739,000 A
Deduct (to the extent reflected in income/loss):			
Provision for recovery of current income taxes/benefit of current income taxes	320		
Provision for deferred income taxes (credits)/benefit of future income taxes	322		
Equity income from corporations	324		
Financial statement income from partnerships and joint ventures	326		
Dividends deductible under section 112, section 113, or subsection 138(6) of the federa	al Act 330		
Dividends not taxable under section 83 of the federal Act (from Schedule 3)	332		
Gain on donation of listed security or ecological gift	340		
Accounting gain on transfer of property to a corporation under section 85 or 85.1 of the federal Act ***	342		
Accounting gain on transfer of property to/from a partnership under section 85 or 97 of the federal Act ****	344		
Accounting gain on disposition of property under subsection 13(4), subsection 14(6), or section 44 of the federal Act *****	346		
Accounting gain on a windup under subsection 88(1) of the federal Act or an amalgamation under section 87 of the federal Act	348		
Other deductions (see note below):			
Share of adjusted net loss of partnerships and joint ventures **	<mark>328</mark>		
Tax payable on dividends under subsection 191.1(1) of the federal Act multiplied by 3 Interest deducted/deductible under paragraph 20(1)(c) or (d) of the federal Act, not already included in net income/loss	334		
Patronage dividends paid (from Schedule 16) not already included in net income/loss	338		
381 2018 Tax Movement in Reg Accounts	382	513,000	
383	384	2.0/000	
385	386		
387	388		
389	390		
	Subtotal	513,000	513,000 B
Adjusted net income/loss for CMT purposes (line 210 plus amount A minus amount B)		490	2,646,000

If the amount on line 490 is positive and the corporation is subject to CMT as determined in Part 1, enter the amount on line 515 in Part 3.

If the amount on line 490 is negative, enter the amount on line 760 in Part 7 (enter as a positive amount).

Note

In accordance with Ontario Regulation 37/09, when calculating net income for CMT purposes, accounting income should be adjusted to:

- exclude unrealized gains and losses due to mark-to-market changes or foreign currency changes on specified mark-to-market property (assets only);
- include realized gains and losses on the disposition of specified mark-to-market property not already included in the accounting income, if the
 property is not a capital property or is a capital property disposed in the year or in a previous tax year ended after March 22, 2007.

These rules also apply to partnerships. A corporate partner's share of a partnership's adjusted income flows through on a proportionate basis to the corporate partner.

* Rules for net income/loss

Banks must report net income/loss as per the report accepted by the Superintendent of Financial Institutions under the federal Bank Act, adjusted so consolidation and equity methods are not used.

[&]quot;Specified mark-to-market property" is defined in subsection 54(1) of the Ontario Act.

Part 2 – Calculation of adjusted net income/loss for CMT purposes (continued)

- Life insurance corporations must report net income/loss as per the report accepted by the federal Superintendent of Financial Institutions or equivalent provincial insurance regulator, before SAT and adjusted so consolidation and equity methods are not used. If the life insurance corporation is resident in Canada and carries on business in and outside of Canada, multiply the net income/loss by the ratio of the Canadian reserve liabilities divided by the total reserve liability. The reserve liabilities are calculated in accordance with Regulation 2405(3) of the federal Act.
- Other corporations must report net income/loss in accordance with generally accepted accounting principles, except that consolidation and equity methods must not be used. When the equity method has been used for accounting purposes, equity losses and equity income are removed from book income/loss on lines 224 and 324 respectively.
- Corporations, other than insurance corporations, should report net income from line 9999 of the GIFI (Schedule 125) on line 210.
- ** The share of the adjusted net income of a partnership or joint venture is calculated as if the partnership or joint venture were a corporation and the tax year of the partnership or joint venture were its fiscal period. For a corporation with an indirect interest in a partnership through one or more partnerships, determine the corporation's share according to clause 54(5)(c) of the Ontario Act.
- *** A joint election will be considered made under subsection 60(1) of the Ontario Act if there is an entry on line 342, and an election has been made for transfer of property to a corporation under subsection 85(1) of the federal Act.
- **** A joint election will be considered made under subsection 60(2) of the Ontario Act if there is an entry on line 344, and an election has been made under subsection 85(2) or 97(2) of the federal Act.
- ***** A joint election will be considered made under subsection 61(1) of the Ontario Act if there is an entry on line 346, and an election has been made under subsection 13(4) or 14(6) and/or section 44 of the federal Act.

For more information on how to complete this part, see the T2 Corporation - Income Tax Guide.

- Part 3 - CMT	payable —					
Adjusted net income	e for CMT purposes (li	ne 490 in Part 2, if positive)		515	2,646,000	
Deduct:						
CMT loss available	(amount R from Part 7	·)				
		ontrol *				
Adjusted CMT loss				▶	С	
Net income subject	to CMT calculation (if r			520	2,646,000	
Amount from		Number of days in the tax				
line 520	2,646,000 ×	year before July 1, 2010	х	4 % =	1	
	, , , , , , , , , , , , , , , , , , , ,	Number of days in the tax year	365			
Amount from line 520	2,646,000 ×	Number of days in the tax year after June 30, 2010	365 ×	2.7 % =	71,442_2	
		Number of days in the tax year	365			
		Subtotal (amount 1 plus amou	ınt 2)	· · · · · · · · · · · · · · · · · · ·	71,442 3	
Gross CMT: amoun	t on line 3 above x OA	F**			540	71,442
Deduct:						
Foreign tax credit fo	or CMT purposes ***				<u>550</u>	
CMT after foreign ta	ax credit deduction (line					71,442 D
	ncome tax pavable befo	ore CMT credit (amount F6 from	Schedule 5)			
	f negative, enter "0")	,	•		· · · · · · · · · · · · · · · · · · ·	71,442 E
	,	, Tax Calculation Supplementa				
* Enter the portion		le that exceeds the adjusted ne	•	•	on a business before the acquisiti	on of
	` '		igible for this de	duction. For all other o	orporations, enter the cumulative	total
		io from Part 9 of Schedule 21 or				
** Calculation of	f the Ontario allocatio	on factor (OAF):				
If the provincial or	territorial jurisdiction e	entered on line 750 of the T2 ret	turn is "Ontario,	" enter "1" on line F.		
If the provincial or	territorial jurisdiction e	entered on line 750 of the T2 ret	urn is "multiple,	" complete the followir	g calculation, and enter the result	on line F:
Ontario taxable	e income ****	=				
Taxable inc	come ****			 ,		
Ontario allocation	factor					1.00000 F
**** Enter the amou		o from column F in Part 1 of Sch	nedule 5. If the ta	axable income is nil, c	alculate the amount in column F as	s if the
*****Enter the taxah	ole income amount from	m line 360 or amount Z of the T2	return, whiche	ver applies. If the taxa	ble income is nil. enter "1.000".	

Part 4 – Calculation of CMT credit carryforward		
CMT credit carryforward at the end of the previous tax year *	G	
Deduct:		
CMT credit expired *	,	
CMT credit carryforward at the beginning of the current tax year * (see note below)	> 620	
CMT credit carryforward balances transferred on an amalgamation or the windup of a subsidiary (see note belo	ow) 650	
		н
CMT credit deducted in the current tax year (amount P from Part 5)		1
	(amount H minus amount I)	
Add:	,	
Net CMT payable (amount E from Part 3)	71,442	
SAT payable (amount O from Part 6 of Schedule 512)		
Subtotal	71,442	71,442 K
CMT credit carryforward at the end of the tax year (amount J plus amount K)	670	71,442 L
Controlled Carry of ward at the end of the tax year (amount o plus amount ty		
* For the first harmonized T2 return filed with a tax year that includes days in 2009:		
- do not enter an amount on line G or line 600;		
for line 620, enter the amount from line 2336 of Ontario CT23 Schedule 101, Corporate Minimum Tax	x (CMT), for the last tax year that end	ded in 2008.
For other tax years, enter on line G the amount from line 670 of Schedule 510 from the previous tax year.	, (, ,	
Note: If you entered an amount on line 620 or line 650, complete Part 6.		
¬ Part 5 – Calculation of CMT credit deducted from Ontario corporate income ta	x pavable ———	
·		
CMT credit available for the tax year (amount H from Part 4)	· · · · · · · · · · · · · · · · · · ·	M
Ontario corporate income tax payable before CMT credit (amount F6 from Schedule 5)	1	
For a corporation that is not a life insurance corporation:		
CMT after foreign tax credit deduction (amount D from Part 3) 2		
For a life insurance corporation:		
Gross CMT (line 540 from Part 3)		
Gross SAT (line 460 from Part 6 of Schedule 512)		
The greater of amounts 3 and 4		
Deduct: line 2 or line 5, whichever applies:	71,442 6	
Subtotal (if negative, enter "0")	_	N
, · · · · · · · · · · · · · · · · · · ·		
Ontario corporate income tax payable before CMT credit (amount F6 from Schedule 5)		
Deduct: Total refundable tax credits excluding Ontario qualifying environmental trust tax credit		
(amount J6 minus line 450 from Schedule 5)	24,576	
Subtotal (if negative, enter "0")	>	0
CMT credit deducted in the current tax year (least of amounts M, N, and O)		P
Enter amount P on line 418 of Schedule 5 and on line I in Part 4 of this schedule.		
Is the corporation claiming a CMT credit earned before an acquisition of control?		2 No X
If you answered yes to the question at line 675, the CMT credit deducted in the current tax year may be restrict may be restricted, see subsections 53(6) and (7) of the Ontario Act.	ed. For information on how the dedu	ction

− Part 6 – Analysis of CMT credit available for carryforward by year of origin -

Complete this part if:

- the tax year includes January 1, 2009; or
- the previous tax year-end is deemed to be December 31, 2008, under subsection 249(3) of the federal Act.

Year of origin	CMT credit balance *
10th previous tax year	680
9th previous tax year	681
8th previous tax year	682
7th previous tax year	683
6th previous tax year	684
5th previous tax year	685
4th previous tax year	686
3rd previous tax year	687
2nd previous tax year	688
1st previous tax year	689
Total **	

- * CMT credit that was earned (by the corporation, predecessors of the corporation, and subsidiaries wound up into the corporation) in each of the previous 10 tax years and has not been deducted.
- ** Must equal the total of the amounts entered on lines 620 and 650 in Part 4.

Part 7 – Calculation of CMT loss carryforward ————————————————————————————————————	
MT loss carryforward at the end of the previous tax year *Q educt: MT loss expired *	
MT loss transferred on an amalgamation under section 87 of the federal Act ** (see note below)	
MT loss available (line 720 plus line 750)	R
educt: MT loss deducted against adjusted net income for the tax year (lesser of line 490 (if positive) and line C in Part 3) Subtotal (if negative, enter "0")	<u> </u>
dd:	•
djusted net loss for CMT purposes (amount from line 490 in Part 2, if negative) (enter as a positive amount)	т
 For the first harmonized T2 return filed with a tax year that includes days in 2009: do not enter an amount on line Q or line 700; for line 720, enter the amount from line 2214 of Ontario CT23 Schedule 101, Corporate Minimum Tax (CMT), for the last tax year that ended in 2008. 	
For other tax years, enter on line Q the amount from line 770 of Schedule 510 from the previous tax year.	
** Do not include an amount from a predecessor corporation if it was controlled at any time before the amalgamation by any of the other predecessor corporations.	
Note: If you entered an amount on line 720 or line 750, complete Part 8.	

− Part 8 – Analysis of CMT loss available for carryforward by year of origin -

Complete this part if:

- the tax year includes January 1, 2009; or
- the previous tax year-end is deemed to be December 31, 2008, under subsection 249(3) of the federal Act.

Year of origin	Balance earned in a tax year ending before March 23, 2007 *	Balance earned in a tax year ending after March 22, 2007 **
10th previous tax year	810	820
9th previous tax year	811	821
8th previous tax year	812	822
7th previous tax year	813	823
6th previous tax year	814	824
5th previous tax year	815	825
4th previous tax year	816	826
3rd previous tax year	817	827
2nd previous tax year	818	828
1st previous tax year		829
Total ***		

^{*} Adjusted net loss for CMT purposes that was earned (by the corporation, by subsidiaries wound up into or amalgamated with the corporation before March 22, 2007, and by other predecessors of the corporation) in each of the previous 10 tax years that ended before March 23, 2007, and has not been deducted.

^{**} Adjusted net loss for CMT purposes that was earned (by the corporation and its predecessors, but not by a subsidiary predecessor) in each of the previous 20 tax years that ended after March 22, 2007, and has not been deducted.

^{***} The total of these two columns must equal the total of the amounts entered on lines 720 and 750.

SCHEDULE 511

ONTARIO CORPORATE MINIMUM TAX – TOTAL ASSETS AND REVENUE FOR ASSOCIATED CORPORATIONS

Name of corporation	Business Number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31

- For use by corporations to report the total assets and total revenue of all the Canadian or foreign corporations with which the filing corporation was associated at any time during the tax year. These amounts are required to determine if the filing corporation is subject to corporate minimum tax.
- Total assets and total revenue include the associated corporation's share of any partnership(s)/joint venture(s) total assets and total revenue.
- · Attach additional schedules if more space is required.
- File this schedule with the T2 Corporation Income Tax Return.

	Names of associated corporations	Business number (Canadian corporation only) (see Note 1)	Total assets* (see Note 2)	Total revenue** (see Note 2)
	200	300	400	500
1	Innservices Utilities Inc.	81689 7326 RC0001	261,929,000	16,315,000
2	Town of Innisfil	NR	50,000,000	100,000,000
3	Innterprises Inc.	86556 4595 RC0001	1,460,194	151,146
				550
		Total	313,389,194	116,466,146

Enter the total assets from line 450 on line 116 in Part 1 of Schedule 510, *Ontario Corporate Minimum Tax*. Enter the total revenue from line 550 on line 146 in Part 1 of Schedule 510.

Note 1: Enter "NR" if a corporation is not registered.

Note 2: If the associated corporation does not have a tax year that ends in the filing corporation's current tax year but was associated with the filing corporation in the previous tax year of the filing corporation, enter the total revenue and total assets from the tax year of the associated corporation that ends in the previous tax year of the filing corporation.

* Rules for total assets

- Report total assets in accordance with generally accepted accounting principles, adjusted so that consolidation and equity methods are not used.
- Include the associated corporation's share of the total assets of partnership(s) and joint venture(s) but exclude the recorded asset(s) for the
 investment in partnerships and joint ventures.
- Exclude unrealized gains and losses on assets that are included in net income for accounting purposes but not in income for corporate income tax purposes.

** Rules for total revenue

- Report total revenue in accordance with generally accepted accounting principles, adjusted so that consolidation and equity methods are not used.
- If the associated corporation has 2 or more tax years ending in the filing corporation's tax year, multiply the sum of the total revenue for each of those tax years by 365 and divide by the total number of days in all of those tax years.
- If the associated corporation's tax year is less than 51 weeks and is the only tax year of the associated corporation that ends in the filing corporation's tax year, multiply the associated corporation's total revenue by 365 and divide by the number of days in the associated corporation's tax year.
- Include the associated corporation's share of the total revenue of partnerships and joint ventures.
- If the partnership or joint venture has 2 or more fiscal periods ending in the associated corporation's tax year, multiply the sum of the total revenue for each of the fiscal periods by 365 and divide by the total number of days in all the fiscal periods.

T2 SCH 511 Canadä

SCHEDULE 546

CORPORATIONS INFORMATION ACT ANNUAL RETURN FOR ONTARIO CORPORATIONS

Name of corporation	Business Number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31

- This schedule should be completed by a corporation that is incorporated, continued, or amalgamated in Ontario and subject to the Ontario Business Corporations Act (BCA) or Ontario Corporations Act (CA), except for registered charities under the federal Income Tax Act. This completed schedule serves as a Corporations Information Act Annual Return under the Ontario Corporations Information Act.
- Complete parts 1 to 4. Complete parts 5 to 7 only to report change(s) in the information recorded on the Ontario Ministry of Government Services (MGS) public record.
- This schedule must set out the required information for the corporation as of the date of delivery of this schedule.
- A completed Ontario Corporations Information Act Annual Return must be delivered within six months after the end of the corporation's tax year-end.
 The MGS considers this return to be delivered on the date that it is filed with the Canada Revenue Agency (CRA) together with the corporation's income tax return.

blic record)		
10 Date of incorporation or	ı	120 Ontario Corporation No
9 ,	Year Month Day	
modificant	2000-10-05	7284940
	230 Suite number	
nust he completed first)		
,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		
		- ·
ON	CA	L9S 4A2
ton and Cladford and English	determine MOO for the	
ddress or language of preference? To	review the information show	n for the corporation on the
'		a.
box and then go to "Part 4 – Certificat	ion."	
	amalgamation, whichever is the most recent (P.O. box not acceptable as and Concession number must be completed first) 260 Province/state ON t recently filed for the public record maded and, if applicable, the date the elected dress or language of preference? To Profile Report. For more information, versions are considered.	Date of incorporation or amalgamation, whichever is the most recent (P.O. box not acceptable as stand-alone address and Concession number Part Month Day 2000-10-05 (P.O. box not acceptable as stand-alone address and Concession number Part Month Day 2000-10-05 (P.O. box not acceptable as stand-alone address and Concession number Part Month Day 2000-10-05 (P.O. box not acceptable as stand-alone address and Concession number Part Month Day 2000-10-05 (P.O. box not acceptable as stand-alone address and Concession number Part Month Day 2000-10-05 (P.O. box not acceptable as stand-alone address and Concession number 230 Province/state 270 Country 280

- Part 4 – Certification 						
	I certify that all information given in this Corporations Information Act Annual Return is true, correct, and complete.					
450	McAllister 4	51 Glen				
	Lastname	First name				
454	Middle name(s)					
460	Please enter one of the following numbers in this box for the about knowledge of the affairs of the corporation. If you are a director	ove-named person: 1 for director, 2 for officer, or 3 for other individual having and officer, enter 1 or 2.				
Note: S	Note: Sections 13 and 14 of the Ontario Corporations Information Act provide penalties for making false or misleading statements or omissions.					



Complete the applicable parts to report changes in the information recorded on the MGS public record.

- Pa	Part 5 – Mailing address Please enter one of the following numbers in this box: 1 - Show no mailing address on the MGS public record. 2 - The corporation's mailing address is the same as the head or registered office address in Part 2 of this schedule.				
	3 - The corporation's complete mailing address is as follows:				
510	Care of (if applicable)				
520	Street number 530 Street name/Rural route/Lot and Concession number 540 Suite number				
550	Additional address information if applicable (line 530 must be completed first)				
560	Municipality (e.g., city, town) 570 Province/state 580 Country Postal/zip code				
⊢ Pa⊦	rt 6 – Language of preference				
600	Indicate your language of preference by entering 1 for English or 2 for French. This is the language of preference recorded on the MGS public record for communications with the corporation. It may be different from line 990 on the T2 return.				

SCHEDULE 550

ONTARIO CO-OPERATIVE EDUCATION TAX CREDIT

Name of corporation	Business Number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2018-12-31

- Use this schedule to claim an Ontario co-operative education tax credit (CETC) under section 88 of the Taxation Act, 2007 (Ontario).
- The CETC is a refundable tax credit that is equal to an eligible percentage (10% to 30%) of the eligible expenditures incurred by a corporation for
 a qualifying work placement. The maximum credit amount is \$1,000 for each qualifying work placement ending before March 27, 2009, and \$3,000
 for each qualifying work placement beginning after March 26, 2009. For a qualifying work placement that straddles March 26, 2009, the maximum
 credit amount is prorated.
- Eligible expenditures are salaries and wages (including taxable benefits) paid or payable to a student in a qualifying work placement, or fees paid or payable to an employment agency for services performed by the student in a qualifying work placement. These expenditures must be paid on account of employment or services, as applicable, at a permanent establishment of the corporation in Ontario. Expenditures for a work placement (WP) are not eligible expenditures if they are greater than the amounts that would be paid to an arm's length employee.
- A WP must meet all of the following conditions to be a qualifying work placement:
 - the student performs employment duties for a corporation under a qualifying co-operative education program (QCEP);
 - the WP has been developed or approved by an eligible educational institution as a suitable learning situation;
 - the terms of the WP require the student to engage in productive work;
 - the WP is for a period of at least 10 consecutive weeks or, in the case of an internship program, not less than 8 consecutive months and not more than 16 consecutive months;
 - the student is paid for the work performed in the WP;
 - the corporation is required to supervise and evaluate the job performance of the student in the WP;
 - the institution monitors the student's performance in the WP; and
 - the institution has certified the WP as a qualifying work placement.
- Make sure you keep a copy of the letter of certification from the Ontario eligible educational institution containing the name of the student, the employer, the institution, the term of the WP, and the name/discipline of the QCEP to support the claim. Do not submit the letter of certification with the T2 Corporation Income Tax Return.
- File this schedule with the T2 Corporation Income Tax Return.

110 Name of person to contact for more information	120 Telephone number including area of	ode
Lisa McCaskie	(705) 431-6870	
Is the claim filed for a CETC earned through a partnership?*		2 No X
If you answered yes to the question at line 150, what is the name of the partnership?		
Enter the percentage of the partnership's CETC allocated to the corporation		%
* When a corporate member of a partnership is claiming an amount for eligible expenditures incurred by a part partnership as if the partnership were a corporation. Each corporate partner, other than a limited partner, sho the partner's share of the partnership's CETC. The allocated amounts can not exceed the amount of the partnership's ceta.	uld file a separate Schedule 550 to claim	

_ [- Part 2 – Eligibility ————————————————————————————————————						
		7.7					
1.	Did the corporation have a permanent establishment in Ontario in the tax year?	1 Yes X	2 No				
2.	Was the corporation exempt from tax under Part III of the Taxation Act, 2007 (Ontario)?	1 Yes	2 No X				
lfy	f you answered no to question 1 or yes to question 2, then the corporation is not eligible for the CETC.						



Part 3 – Eligible percentage for determining the eligi	ible amount
--	-------------

Corporation's salaries and wages paid in the previous tax year *

300

For eligible expenditures incurred before March 27, 2009:

- If line 300 is \$400,000 or less, enter 15% on line 310.
- If line 300 is \$600,000 or more, enter 10% on line 310.
- If line 300 is more than \$400,000 and less than \$600,000, enter the percentage on line 310 using the following formula:

Eligible percentage for determining the eligible amount

310

15.000 %

For eligible expenditures incurred after March 26, 2009:

- If line 300 is \$400,000 or less, enter 30% on line 312.
- If line 300 is \$600,000 or more, enter 25% on line 312.
- If line 300 is more than \$400,000 and less than \$600,000, enter the percentage on line 312 using the following formula:

Eligible percentage for determining the eligible amount

312

30.000 %

* If this is the first tax year of an amalgamated corporation and subsection 88(9) of the *Taxation Act*, 2007 (Ontario) applies, enter the salaries and wages paid in the previous tax year by the predecessor corporations.

Part 4 – Calculation of the Ontario co-operative education tax credit

Complete a separate entry for each student for each qualifying work placement that ended in the corporation's tax year. If a qualifying work placement would otherwise exceed four consecutive months, divide the WP into periods of four consecutive months and enter each full period of four consecutive months as a separate WP. If the WP does not divide equally into four-month periods and if the period that is less than 4 months is 10 or more consecutive weeks, then enter that period as a separate WP. If that period is less than 10 consecutive weeks, then include it with the WP for the last period of 4 consecutive months. Consecutive WPs with two or more associated corporations are deemed to be with only one corporation, as designated by the corporations.

	A Name of university, college, or other eligible educational institution	B Name of qualifying co-operative education program
	400	405
1.	Georgian College	Electrical Engineering Technology/Technician
2.	Georgian College	Electrical Engineering Technology/Technician
3.	Georgian College	Information Technology
4.	Cambrian College	Powerline Technician
5.	Georgian College	Electrical Engineering Technology/Technician
6.	Georgian College	Information Technology
7.	Georgian College	Business Administration
8.	Cambrian College	Powerline Technician
9.	Georgian College	Electrical Engineering Technology/Technician
10.		

C Name of student	Start date of WP (see note 1 below)	E End date of WP (see note 2 below)	
410	430	435	
1. Samuel Hoover	2018-01-02	2018-04-30	
2. Samuel Hoover	2018-05-01	2018-08-31	
3. Chaz Crocker	2018-01-02	2018-04-06	
4. Michael Bosco	2018-05-14	2018-08-31	
5. Rajeethan Pakeerathan	2018-04-30	2018-08-31	
Tyler Yorsten	2018-04-30	2018-08-31	

C Name of student	Start date of WP (see note 1 below)	E End date of WP (see note 2 below)	
410	430	435	
Naz Hussaini	2018-05-28	2018-08-07	
Brandon Scott	2018-09-04	2018-12-20	
Aaron Nail	2018-09-06	2018-12-31	

Note 1: When the WP has been divided into separate periods because it exceeds four consecutive months, enter the start date for the separate WP.

Note 2: When the WP has been divided into separate periods because it exceeds four consecutive months, enter the end date for the separate WP.

Part 4 - Calculation of the Ontario co-operative education tax credit (continued) -

F1 Eligible expenditures before March 27, 2009 (see note 1 below)	Eligible percentage before March 27, 2009 (from line 310 in Part 3)	F2 Eligible expenditures after March 26, 2009 (see note 1 below)	Eligible percentage after March 26, 2009 (from line 310a in Part 3)	X Number of consecutive weeks of the WP completed by the student before March 27, 2009 (see note 3 below)	Y Total number of consecutive weeks of the student's WP (see note 3 below)
1.	15.000 %	7,974	30.000 %		16
2.	15.000 %	7,974	30.000 %		17
3.	15.000 %	10,932	30.000 %		13
4.	15.000 %	11,303	30.000 %		16
5.	15.000 %	11,382	30.000 %		18
6.	15.000 %	11,698	30.000 %		18
7.	15.000 %	5,974	30.000 %		10
8.	15.000 %	14,205	30.000 %		14
9.	15.000 %	10,508	30.000 %		16
10.	15.000 %		30.000 %		

	G Eligible amount (eligible expenditures multiplied by eligible percentage) (see note 2 below)	H Maximum CETC per WP (see note 3 below)	I CETC on eligible expenditures (column G or H, whichever is less)	J CETC on repayment of government assistance (see note 4 below)	K CETC for each WP (column I or column J)
	460	462	470	480	490
1.	2,392	3,000	2,392		2,392
2.	2,392	3,000	2,392		2,392
3.	3,280	3,000	3,000		3,000
4.	3,391	3,000	3,000		3,000
5.	3,415	3,000	3,000		3,000
6.	3,509	3,000	3,000		3,000
7.	1,792	3,000	1,792		1,792
8.	4,262	3,000	3,000		3,000
9.	3,152	3,000	3,000		3,000
10.					

% =

Ontario co-operative education tax credit (total of amounts in column K) 500 24,576 L

or, if the corporation answered yes at line 150 in Part 1, determine the partner's share of amount L:

Enter amount L or M, whichever applies, on line 452 of Schedule 5, Tax Calculation Supplementary – Corporations. If you are filing more than one

Schedule 550, add the amounts from line L or M, whichever applies, on all the schedules and enter the total amount on line 452 of Schedule 5.

Note 1: Reduce eligible expenditures by all government assistance, as defined under subsection 88(21) of the *Taxation Act, 2007* (Ontario), that the

- corporation has received, is entitled to receive, or may reasonably expect to receive, for the eligible expenditures, on or before the filing due date of the T2 Corporation Income Tax Return for the tax year.
- Note 2: Calculate the eligible amount (Column G) using the following formula:

Column G = (column F1 x percentage on line 310) + (column F2 x percentage on line 312)

Note 3: If the WP ends before March 27, 2009, the maximum credit amount for the WP is \$1,000.

If the WP begins after March 26, 2009, the maximum credit amount for the WP is \$3,000.

x percentage on line 170 in Part 1

If the WP begins before March 27, 2009, and ends after March 26, 2009, calculate the maximum credit amount using the following formula:

 $(\$1,000 \times X/Y) + [\$3,000 \times (Y - X)/Y]$

Amount I

where "X" is the number of consecutive weeks of the WP completed by the student before March 27, 2009, and "Y" is the total number of consecutive weeks of the student's WP.

Note 4: When claiming a CETC for repayment of government assistance, complete a **separate entry** for each repayment and complete columns A to E and J and K with the details for the previous year WP in which the government assistance was received. Include the amount of government assistance repaid in the tax year multiplied by the eligible percentage for the tax year in which the government assistance was received, to the extent that the government assistance reduced the CETC in that tax year.

М



InnPower Corporation EB-2023-0033 Exhibit 6 Appendix 6-2-1 (C) 2019 Tax Return May 12, 2023

Appendix 6-2-1 (C) 2019 Tax Return

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Canada Revenue Agence du revenu du Canada

T2 Corporation Income Tax Return

200

EXEMPT FROM TAX

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

All legislative references on this return are to the federal Income Tax Act and Income Tax Regulations. This return may contain changes that had not yet become law at the time of publication.

Send one completed copy of this return, including schedules and the General Index of Financial Information (GIFI), to your tax centre. You have to file the return within six months after the end of the corporation's tax year.

For more information see **<u>canada.ca/taxes</u>** or Guide T4012, T2 Corporation – Income Tax Guide.

055	Do not use this area
1	

┌ Identification ─────	
Business number (BN) 001 89242 2817 RC0001	
Corporation's name	To which tax year does this return apply?
002 InnPower Corporation	Tax year start Tax year-end
Address of head office	Year Month Day Year Month Day
Has this address changed since the last	060 2019-01-01 061 2019-12-31
time we were notified?	Has there been an acquisition of control
If yes, complete lines 011 to 018.	resulting in the application of
011 7251 Yonge Street	subsection 249(4) since the tax year start on line 060?
012	
City Province, territory, or state	ii yes, provide the date
015 Innisfil 016 ON	
Country (other than Canada) Postal or ZIP code	Is the date on line 061 a deemed tax year-end according to
017 018 L9S 0J3	subsection 249(3:1)? 066 Yes No X
Mailing address (if different from head office address)	
Has this address changed since the last time we were notified?	Is the corporation a professional corporation that is a member of
If yes , complete lines 021 to 028.	a partnership?
021 c/o	Is this the first year of filing after:
022 7251 Yonge Street	Incorporation?
023	Amalgamation?
City Province, territory, or state	
025 Innisfil 026 ON	Has there been a wind-up of a
Country (other than Canada) Postal or ZIP code	subsidiary under section 88 during the
028 L9S 0J3	current tax year?
Location of books and records (if different from head office address)	If yes , complete and attach Schedule 24.
Has this address changed since the	Is this the final tax year
last time we were notified? 030 Yes	before amalgamation? 076 Yes No X
If yes , complete lines 031 to 038.	Is this the final return up to dissolution?
031 7251 Yonge Street	
032	If an election was made under section 261, state the functional
City Province, territory, or state	currency used
035 Innisfil 036 ON	
Country (other than Canada) Postal or ZIP code	Is the corporation a resident of Canada?
038 L9S 0J3	If no , give the country of residence on line 081 and complete and attach Schedule 97.
040 Type of corporation at the end of the tax year (tick one)	081
X 1 Canadian-controlled private corporation (CCPC)	Is the non-resident corporation
2 Other private corporation	claiming an exemption under
	an income tax treaty?
3 Public corporation	If yes , complete and attach Schedule 91.
4 Corporation controlled by a public corporation	If the corporation is exempt from tax under section 149, tick one of the following boxes:
5 Other corporation	085 1 Exempt under paragraph 149(1)(e) or (I)
(specify)	2 Exempt under paragraph 149(1)(i)
If the type of corporation changed during	3 Exempt under paragraph 149(1)(t)
the tax year, provide the effective date of the change	(for tax years starting before 2019)
date of the change	X 4 Exempt under other paragraphs of section 149
Do no	ot use this area
095	898

Attachments		
Financial statement information: Use GIFI schedules 100, 125, and 141. Schedules – Answer the following questions. For each yes response, attach the schedule to the T2 return, unless otherwise instructed.	Yes	Schedule
Is the corporation related to any other corporations?	150 X	9
Is the corporation an associated CCPC?	160 X	23
Is the corporation an associated CCPC that is claiming the expenditure limit?	161	49
Does the corporation have any non-resident shareholders who own voting shares?	151	19
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	11
If you answered yes to the above question, and the transaction was between corporations not dealing at arm's length,	163	1
were all or substantially all of the assets of the transferor disposed of to the transferee?	164	44
Has the corporation paid any royalties, management fees, or other similar payments to residents of Canada?	165	14
Is the corporation claiming a deduction for payments to a type of employee benefit plan?	166	15
Is the corporation claiming a loss or deduction from a tax shelter?	167	T5004
Is the corporation a member of a partnership for which a partnership account number has been assigned?	107	T5013
	168	22
Did the corporation own any shares in one or more foreign affiliates in the tax year?	169	25
Has the corporation made any payments to non-residents of Canada under subsections 202(1) and/or 105(1) of the Income Tax Regulations?	170	20
	171	29
Did the corporation have a total amount over CAN\$1 million of reportable transactions with non-arm's length non-residents? For private corporations: Does the corporation have any shareholders who own 10% or more of the corporation's		T106
common and/or preferred shares?	173 X	50
Has the corporation made payments to, or received amounts from, a retirement compensation plan arrangement during the year?	172	
Does the corporation earn income from one or more Internet web pages or websites?	180	88
Is the net income/loss shown on the financial statements different from the net income/loss for income tax purposes?	201 X	1
Has the corporation made any charitable donations; gifts of cultural or ecological property; or gifts of medicine?	202 X	2
Has the corporation received any dividends or paid any taxable dividends for purposes of the dividend refund?	203	3
Is the corporation claiming any type of losses?	204	4
Is the corporation claiming a provincial or territorial tax credit or does it have a permanent establishment in more than one jurisdiction?	205	5
Has the corporation realized any capital gains or incurred any capital losses during the tax year?	206	6
i) Is the corporation a CCPC and reporting a) income or loss from property (other than dividends deductible on line 320 of the T2 return), b) income from a partnership, c) income from a foreign business, d) income from a personal services business, e) income referred to in clause 125(1)(a)(i)(C) or 125(1)(a)(i)(B), f) aggregate investment income as defined in subsection 129(4), or g) an amount assigned to it under subsection 125(3.2) or 125(8); or ii) Is the corporation a member of a partnership and assigning its specified partnership business limit to a designated member under subsection 125(8)?	207 X	7
Does the corporation have any property that is eligible for capital cost allowance?	208 X	8
Does the corporation have any resource-related deductions?	212	12
Is the corporation claiming deductible reserves?	213	13
Is the corporation claiming a patronage dividend deduction?	216	16
Is the corporation a credit union claiming a deduction for allocations in proportion to borrowing or a provincial credit union tax reduction?	217	17
Is the corporation an investment corporation or a mutual fund corporation?	218	18
Is the corporation carrying on business in Canada as a non-resident corporation?	220	20
Is the corporation claiming any federal, provincial, or territorial foreign tax credits, or any federal logging tax credits?	221	21
Does the corporation have any Canadian manufacturing and processing profits?	227	27
Is the corporation claiming an investment tax credit?	231	31
Is the corporation claiming any scientific research and experimental development (SR&ED) expenditures?	232	T661
Is the total taxable capital employed in Canada of the corporation and its related corporations over \$10,000,000?	233 X	33/34/35
Is the total taxable capital employed in Canada of the corporation and its associated corporations over \$10,000,000?	234 X	
Is the corporation subject to gross Part VI tax on capital of financial institutions?	238	38
Is the corporation claiming a Part I tax credit?	242	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	43
Is the corporation agreeing to a transfer of the liability for Part VI.1 tax?	244	45
Is the corporation subject to Part II tax for the tobacco manufacturers' surcharge?	249	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	39
Is the corporation claiming a Canadian film or video production tax credit?	253	T1131
Is the corporation claiming a film or video production services tax credit?	254	T1177
Is the corporation subject to Part XIII.1 tax? (Show your calculations on a sheet that you identify as Schedule 92.)	255	92

Attachments (continued) Yes Schedule
Did the corporation have any foreign affiliates in the tax year?
Did the corporation own or hold specified foreign property where the total cost amount of all such property, at any time in the year, was
more than CAN\$100,000?
Did the corporation transfer or loan property to a non-resident trust?
Did the corporation receive a distribution from or was it indebted to a non-resident trust in the year?
Has the corporation entered into an agreement to allocate assistance for SR&ED carried out in Canada?
Has the corporation entered into an agreement to transfer qualified expenditures incurred in respect of SR&ED contracts?
Has the corporation entered into an agreement with other associated corporations for salary or wages of specified employees for SR&ED?
Did the corporation pay taxable dividends (other than capital gains dividends) in the tax year?
Has the corporation made an election under subsection 89(11) not to be a CCPC?
Has the corporation revoked any previous election made under subsection 89(11)?
Did the corporation (CCPC or deposit insurance corporation (DIC)) pay eligible dividends, or did its general rate income pool (GRIP) change in the tax year?
Did the corporation (other than a CCPC or DIC) pay eligible dividends, or did its low rate income pool (LRIP) change in the tax year? 54
∼ Additional information
· · · · · ·
What is the corporation's main revenue-generating business activity? 221122 Electric Power Distribution
and constructed or convices provided giving the
approximate percentage of the total revenue that each
product or service represents. 288
Did the corporation immigrate to Canada during the tax year? No X
Did the corporation emigrate from Canada during the tax year?
Do you want to be considered as a quarterly instalment remitter if you are eligible?
If the corporation was eligible to remit instalments on a quarterly basis for part of the tax year, provide
the date the corporation ceased to be eligible
If the corporation's major business activity is construction, did you have any subcontractors during the tax year? 295 Yes No
┌ Taxable income
Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI
Deduct:
Charitable donations from Schedule 2
Cultural gifts from Schedule 2
Ecological gifts from Schedule 2
Gifts of medicine made before March 22, 2017, from Schedule 2
Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3
200
· · · · · · · · · · · · · · · · · · ·
'
Limited partnership losses of previous tax years from Schedule 4
a central credit union
Prospector's and grubstaker's shares
Employer deduction for non-qualified securities under an employee stock options
agreement a a 2,876 ▶ 2,876 _B
`
Section 110.5 additions or subparagraph 115(1)(a)(vii) additions 355 D Taxable income (amount C plus amount D) 360 838,424
Income exempt under paragraph 149(1)(t) (for tax years starting before 2019)
Income exempt under paragraph 149(1)(t) (for tax years starting before 2019) Taxable income for a corporation with exempt income under paragraph 149(1)(t) (line 360 minus line 370) Z
Income exempt under paragraph 149(1)(t) (for tax years starting before 2019)

- Small business deduction Canadian-controlled private corpo		nout the tax vear						
Income eligible for the small busines	• , ,	-				400	2,234,300	Α
Taxable income from line 360 on pag minus 4 times the amount on line federal law, is exempt from Part I tax Business limit (see notes 1 and 2 be	636** on page 8, and min		t, because of			405 410		B C
Notes:								
For CCPCs that are not associate weeks, prorate this amount by the						1		
2. For associated CCPCs, use School	edule 23 to calculate the an	nount to be entered	I on line 410.					
Business limit reduction Taxable capital business limit	reduction							
Amount C	x 415 ***	433,813 11,250	D =	·				Ε
Passive income business limit	reduction							
Adjusted aggregate investment in	come from Schedule 7****	. 417			50	,000 =		F
Amount C	X Amount F		=		,	· · · · · · · · · · · · · · · · · · ·		G
			Subtotal (the	greater of am	ount E and ar	nount G) 422		Н
Reduced business limit for tax years Reduced business limit for tax years Business limit the CCPC assigns un	starting after 2018 (amoun	t C minus amount	H) (if negative		7	425 426		I J K
Reduced business limit after assi	gnment for tax years star	ting before 2019	(amount l' mi	nus amount K)	427		L
Reduced business limit after assi	gnment for tax years star	ting after 2018 (a	mount ∫ min ı	us amount K)		428		M
Small business deduction				//				
Tax years starting before 2019		//						
Amount A, B, C, or L, whichever is the least	x	Number of days i	y 1, 2018		X	17.5 % =		1
Amount A, B, C, or L, whichever is the least		Number of days in to see 31, 2017, and b	he tax year at	fter	365 x	18 % =		2
		Number of days i	n the tax year	r	365			
Amount A, B, C, or L, whichever is the least	xx	lumber of days in t December 3	31, 2018		<u>365</u> ×	19 % =		3
Tow woods atouting a office 2040	,	Number of days i	n the tax year	ſ	365			
Tax years starting after 2018 Amount A, B, C, or M, whichever is t	he least	>			x	19 % =		4
Small business deduction (total of Enter amount N at amount J on page	() .))					430		N
* Calculate the amount of foreign	n non-husiness income tay	credit deductible (n line 632 wi	thout reference	e to the refund	able tay on the CCPC	`'e	

- * Calculate the amount of foreign non-business-income tax credit deductible on line 632 without reference to the refundable tax on the CCPC investment income (line 604) and without reference to the corporate tax reductions under section 123.4.
- ** Calculate the amount of foreign business income tax credit deductible on line 636 without reference to the corporation tax reductions under section 123.4.

*** Large corporations

- If the corporation is not associated with any corporations in both the current and previous tax years, the amount to be entered on line 415 is: (total taxable capital employed in Canada for the **prior** year **minus** \$10,000,000) x 0.225%.
- If the corporation is not associated with any corporations in the current tax year, but was associated in the previous tax year, the amount to be entered on line 415 is: (total taxable capital employed in Canada for the **current** year **minus** \$10,000,000) x 0.225%.
- For corporations associated in the current tax year, see Schedule 23 for the special rules that apply.
- **** Enter the total adjusted aggregate investment income of the corporation and all associated corporations. Each corporation with such income has to file a Schedule 7, which includes a line 744 and a line 745. For the first tax year starting after 2018, use the total of lines 744. Otherwise, use the total of lines 745 of the preceding tax year.

Small business deduction (continued) — Specified corporate income and assignment under su	bsection 125(3.2)		
O1 Name of corporation receiving the income and assigned amount	O Business number of the corporation receiving the assigned amount	P Income paid under clause 125(1)(a)(i)(B) to the corporation identified in column O ³	Q Business limit assigned to corporation identified in column O ⁴
1	490	500	505
1.		otal 510 T	otal 515
lotes:			
B. This amount is [as defined in subsection 125(7) specific business of the corporation for the year from the provisi (A) at any time in the year, the corporation (or one of its shareholders) holds a direct or indirect interest in the property to (I) persons (other than the private corporation) with will (II) partnerships with which the corporation deals at a with the corporation holds a direct or indirect interest.	on of services or property to a private shareholders) or a person who does ivate corporation, and rporation's income for the year from a hich the corporation deals at arm's lerm's length, other than a partnership	e corporation (directly or indirectly, in not deal at arm's length with the con an active business is from the provis ngth, or	any manner whatever) if reporation (or one of its ion of services or
The amount of the business limit you assign to a CCPC income referred to in column P in respect of that CCPC amount of income referred to in clauses 125(1)(a)(i)(A) for tax years starting after 2018).	C cannot be greater than the amount of and B is the portion of the amount d	escribed in A that is deductible by y	ou in respect of the
General tax reduction for Canadian-contr	•		
anadian-controlled private corporations throughout	the tax year	\(\frac{1}{2}\)	
axable income from page 3 (line 360 or amount Z, whiche		() //	
esser of amounts 9B and 9H from Part 9 of Schedule 27			_ B
		432	_ C
mount from line 400, 405, 410, or 427 (428 instead of 427	7 for tax years starting after 2018)	<i></i>	D E
Aggregate investment income from line 440 on page 6*			 F
	Subtatal India ama	unts B to F)	_
	Subtotal (add amo	unis B to F)	= -
mount A minus amount G (if negative, enter "0")			
Seneral tax reduction for Canadian-controlled private	corporations - Amount H multiplie	ed by 13 %	
Enter amount I on line 638 on page 8.		•	
Except for a corporation that is, throughout the year, a co	constitue corporation (within the me	aning assigned by subsection 136/3))) or a credit union
Except for a corporation that is, throughout the year, a co	operative corporation (within the me	aning assigned by subsection 150(2	
General tax reduction On not complete this area if you are a Canadian-control a mutual fund corporation, or any corporation with the			nvestment corporation,
axable income from page 3 (line 360 or amount Z, whiche	/		
esser of amounts 9B and 9H from Part 9 of Schedule 27			
mount 13K from Part 13 of Schedule 27			_ L
ersonal services business income		434	M
	Subtotal (add amou	unts K to M)	■ ▶
mount J minus amount N (if negative, enter "0")			
	%		• • • • • • • • • • • • • • • • • • • •
Enter amount P on line 639 on page 8.			

Canadian-controlled private corporations throughout the tax year
Aggregate investment income
from Schedule 7
Foreign non-business income tax credit from line 632 on page 8 B
Foreign investment income
from Schedule 7
Subtotal (amount B minus amount C) (if negative, enter "0") D
Amount A minus amount D (if negative, enter "0")
Taxable income from line 360 on page 3
Amount from line 400, 405, 410, or 427 (428 instead
of 427 for tax years starting after 2018) on page 4,
whichever is the least G
Foreign non-
business
income tax credit from
line 632 on
page 8 x 75 / 29 = H
Foreign
business
income
tax credit from
line 636
on page 8 x 4 = I
Subtotal (add amounts G to I)
Subtotal (amount F minus amount J) (if negative, enter "0")
Part I tax payable minus investment tax credit refund (line 700 minus line 780 from page 9)
Refundable portion of Part I tax – Amount E, L, or M, whichever is the least
Trefundable portion of Fart flax = Amount E, E, or w, whichever is the least
┌ Refundable dividend tax on hand (for tax years starting before 2019)
Refundable dividend tax on hand at the end of the previous tax year
Dividend for the provided tax year
Subtotal (line 460 minus line 465)
Refundable portion of Part I tax from line 450 above P
Refundable portion of Part I tax from line 450 above P Total Part IV tax payable from Schedule 3 Q
Refundable portion of Part I tax from line 450 above P
Refundable portion of Part I tax from line 450 above P Total Part IV tax payable from Schedule 3 Q Net refundable dividend tax on hand transferred on an amalgamation or the wind-up of a subsidiary 480
Refundable portion of Part I tax from line 450 above P Total Part IV tax payable from Schedule 3 Q Net refundable dividend tax on hand transferred on an amalgamation or the wind-up of a subsidiary Subtotal (amount P plus amount Q plus line 480) R Refundable portion of Part I tax from line 450 above P Subtotal (amount P plus amount Q plus line 480) R
Refundable portion of Part I tax from line 450 above P Total Part IV tax payable from Schedule 3 Q Net refundable dividend tax on hand transferred on an amalgamation or the wind-up of a subsidiary 480
Refundable portion of Part I tax from line 450 above P Total Part IV tax payable from Schedule 3 Net refundable dividend tax on hand transferred on an amalgamation or the wind-up of a subsidiary Subtotal amount P plus amount Q plus line 480) Refundable dividend tax on hand at the end of the tax year—Amount O plus amount R 485
Refundable portion of Part I tax from line 450 above Total Part IV tax payable from Schedule 3 Net refundable dividend tax on hand transferred on an amalgamation or the wind-up of a subsidiary Subtotal (amount P plus amount Q plus line 480) Refundable dividend tax on hand at the end of the tax year - Amount O plus amount R Dividend refund (for tax years starting before 2019)
Refundable portion of Part I tax from line 450 above P Total Part IV tax payable from Schedule 3 Net refundable dividend tax on hand transferred on an amalgamation or the wind-up of a subsidiary Subtotal (amount P plus amount Q plus line 480) Refundable dividend tax on hand at the end of the tax year Amount O plus amount R P Refundable dividend tax on hand at the end of the tax year Amount O plus amount R P P Private and subject corporations at the time taxable dividends were paid in the tax year
Refundable portion of Part I tax from line 450 above Total Part IV tax payable from Schedule 3 Net refundable dividend tax on hand transferred on an amalgamation or the wind-up of a subsidiary Subtotal (amount P plus amount Q plus line 480) Refundable dividend tax on hand at the end of the tax year - Amount O plus amount R Dividend refund (for tax years starting before 2019)
Refundable portion of Part I tax from line 450 above P Total Part IV tax payable from Schedule 3 Net refundable dividend tax on hand transferred on an amalgamation or the wind-up of a subsidiary Subtotal (amount P plus amount Q plus line 480) Refundable dividend tax on hand at the end of the tax year Amount O plus amount R P Refundable dividend tax on hand at the end of the tax year Amount O plus amount R P P Private and subject corporations at the time taxable dividends were paid in the tax year

Enter amount U on line 784 on page 9.

Refundable dividend tax on hand (for tax years starting after 2018)	
Refundable dividend tax on hand (RDTOH) at the end of the previous tax year	
Dividend refund for the previous tax year	
Net RDTOH transferred on an amalgamation or the wind-up of a subsidiary	
Subtotal (line 460 minus line 465 plus line 480)	Α
General rate income pool (GRIP) at the end of the previous tax year (from line 100 of schedule 53)	В
Total eligible dividends paid in the previous tax year (from line 300 of schedule 53)	
Total excessive eligible dividend designation in the previous tax year (from line 310 of Schedule 53) D	
Subtotal (amount C minus amount D) (if negative, enter "0")	Ε
Net GRIP at the end of the previous tax year (amount B minus amount E) (if negative, enter "0")	
Subtotal (amount F plus amount G) 21,418 21,418	Н
Amount H multiplied by 38 1 / 3 %	I
Eligible refundable dividend tax on hand (ERDTOH) at the end of the previous tax year (for the first tax year starting after 2018,	
amount A or I, whichever is less, otherwise, use line 530 of the preceding tax year) 520	J
Non-eligible refundable dividend tax on hand (NERDTOH) at the end of the previous tax year (for the first tax year starting after	
2018, amount A minus amount I, otherwise, use line 545 of the preceding tax year) (if negative, enter "0") 535	K
Part IV tax payable on taxable dividends from connected corporations (amount 2G from Schedule 3)	
Part IV tax payable on eliqible dividends from non-connected corporations (amount 2J from Schedule 3) M	
Subtotal (amount L plus amount M)	N
	``
	0 P
	•
Refundable portion of Part I tax (from line 450 on page 6)	Q
Part IV tax before deductions (amount 2A from Schedule 3)	
Part IV tax allocated to ERDTOH (amount N)	
Part IV tax reduction due to Part IV.1 tax payable (amount 4D of Schedule 43)	
	U
	٧
NERDTOH dividend refund for the previous tax year	W
	Χ
	Υ
NERDTOH at the end of the tax year* (total of amounts K, Q, V, and Y minus amount W) (if negative, enter "0")	Z
ERDTOH at the end of the tax year* (total of amounts J, O, and Z minus amount P) (if negative, enter "0") 530	
* For more information, consult the Help (F1).	
, and a summand, and an are truly (11)	
– Dividend refund (for tax years starting after 2018) ————————————————————————————————————	
38 1/3% of total eligible dividends paid in the tax year (amount 3A from Schedule 3)	AΑ
ERDTOH balance at the end of the tax year (line 530)	ВВ
Eligible dividend refund (amount AA or BB, whichever is less)	CC
38 1/3% of total non-eligible taxable dividends paid in the tax year (amount 3B from Schedule 3)	DD
NERDTOH balance at the end of the tax year (line 545)	EE
	FF
	GG
	НН
	П
	JJ
Enter amount JJ on line 784 on page 9.	,,
* For more information, consult the Help (F1).	
1 of the of the officer of the post of the	

- Part I tax
Base amount Part I tax – Taxable income from page 3 (line 360 or amount Z, whichever applies) multiplied by 38 %
Additional tax on personal services business income (section 123.5)
Taxable income from a personal services business 555 x 5 % = 560 B
Recapture of investment tax credit from Schedule 31 C
Calculation for the refundable tax on the Canadian-controlled private corporation's (CCPC) investment income (if it was a CCPC throughout the tax year)
Aggregate investment income from line 440 on page 6
Taxable income from line 360 on page 3
Deduct:
Amount from line 400, 405, 410, or 427 (428 instead of 427 for tax years
starting after 2018) on page 4, whichever is the least F
Net amount (amount E minus amount F) <u>838,424</u> ▶ <u>838,424</u> G
Refundable tax on CCPC's investment income – 10 2 / 3 % of whichever is less: amount D or amount G 604
Subtotal (add amounts A, B, C, and H) I
Deduct:
Small business deduction from line 430 on page 4
Federal tax abatement
Manufacturing and processing profits deduction from Schedule 27 616
Investment corporation deduction
Taxed capital gains 624
Federal foreign non-business income tax credit from Schedule 21
Federal foreign business income tax credit from Schedule 21
General tax reduction for CCPCs from amount I on page 5
General tax reduction from amount P on page 5
Federal logging tax credit from Schedule 21
Eligible Canadian bank deduction under section 125.21
Federal qualifying environmental trust tax credit
Investment tax credit from Schedule 31
Subtotal ► K
Part I tax payable – Amount I minus amount K L
Enter amount L on line 700 on page 9.

- Privacy statement -

Personal information (including the SIN) is collected for the purposes of the administration or enforcement of the Income Tax Act and related programs and activities such as administering tax and benefits, audit, compliance, and collection. Personal information may be shared for purposes of other federal acts that provide for the imposition and collection of a tax or duty. Personal information may also be shared with other federal, provincial, territorial or foreign government institutions to the extent authorized by law. Failure to provide this information may result in interest payable, penalties or other actions. Under the Privacy Act, individuals have the right to access their personal information, request correction, or file a complaint to the Privacy Commissioner of Canada regarding the handling of the individual's personal information. Perfect to Personal Information Bank CRA PPU 047 at canada.ca/cra-info-source.

- Summary of tax and credits		
Federal tax		700
0 1 7		
. ,		
' '		
' '		
' '		
' '		
' '		700
1 7		
Add provincial or territorial tax:		Total federal tax
Provincial or territorial jurisdiction (if more than one jurisdiction, enter "multiple" and o		
Net provincial or territorial tax payable (except Que		760
1, (1,	,	Total tax payable 770 A
Deduct other credits:		
Investment tax credit refund from Schedule 31		
Dividend refund from amount U on page 6 or JJ or		
Federal capital gains refund from Schedule 18		
Federal qualifying environmental trust tax credit ref		792
Canadian film or video production tax credit (Form		and the same of th
Film or video production services tax credit (Form		*
Canadian journalism labour tax credit from Schedu		
	904	800
Total payments on which tax has been withheld		808
Provincial and territorial capital gains refund from S	//	812
Provincial and territorial refundable tax credits from		840
Tax instalments paid	· · · · · · · · · · · · · · · · · · ·	.// . 840
rax motamono para	T-4-1 -	990
rax motamone para	Total	oredits 890 > B
<u> </u>	Total-c	Balance (amount A minus amount B)
	Total-e	Balance (amount A minus amount B) If the result is negative, you have a refund .
<u> </u>		Balance (amount A minus amount B) If the result is negative, you have a refund . If the result is positive, you have a balance owing .
Refund code 894 Refund code Pirect deposit request To have the corporation's refund deposited directly	undinto the corporation's bank	Balance (amount A minus amount B) If the result is negative, you have a refund .
Refund code 894 Refund code Re	undinto the corporation's bank	Balance (amount A minus amount B) If the result is negative, you have a refund . If the result is positive, you have a balance owing . Enter the amount on whichever line applies.
Refund code 894 Refund Code Re	into the corporation's bank hange banking information you	Balance (amount A minus amount B) If the result is negative, you have a refund . If the result is positive, you have a balance owing . Enter the amount on whichever line applies. Generally, we do not charge or refund a difference
Refund code 894 Refund Code Re	rinto the corporation's bank nange banking information you	Balance (amount A minus amount B) If the result is negative, you have a refund . If the result is positive, you have a balance owing . Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less.
Refund code	rinto the corporation's bank nange banking information you 910 Branch number	Balance (amount A minus amount B) If the result is negative, you have a refund . If the result is positive, you have a balance owing . Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
Refund code 894 Refund Code Re	rinto the corporation's bank nange banking information you 910 Branch number	Balance (amount A minus amount B) If the result is negative, you have a refund . If the result is positive, you have a balance owing . Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing For information on how to make your payment, go to
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Refund code 894 Refund code Direct deposit request To have the corporation's refund deposited directly account at a financial institution in Canada, or to chalready gave us, complete the information below: Start Change information 914	into the corporation's bank hange banking information you 910 Branch number Account number	Balance (amount A minus amount B) If the result is negative, you have a refund . If the result is positive, you have a balance owing . Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing For information on how to make your payment, go to
Refund code Refund code Refund Refund	into the corporation's bank nange banking information you 910 Branch number Account number corporation throughout the tax year, ate the balance of tax is due?	Balance (amount A minus amount B) If the result is negative, you have a refund . If the result is positive, you have a balance owing . Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing For information on how to make your payment, go to canada.ca/payments .
Refund code B94	into the corporation's bank hange banking information you 910 Branch number Account number corporation throughout the tax year, ate the balance of tax is due? ee, provide their EFILE number	Balance (amount A minus amount B) If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing For information on how to make your payment, go to canada.ca/payments. 896 Yes No X 920 G1829
Refund code Refund code Refund Refund	into the corporation's bank nange banking information you 910 Branch number Account number corporation throughout the tax year, ate the balance of tax is due?	Balance (amount A minus amount B) If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing For information on how to make your payment, go to canada.ca/payments. 896 Yes No X 920 G1829
Refund code Refund code Refund Refund	und into the corporation's bank hange banking information you 910 Branch number Account number Account number corporation throughout the tax year, ate the balance of tax is due? ee, provide their EFILE number YEOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIEW FRO	Balance (amount A minus amount B) If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
Refund code Refund code Refund Refund	into the corporation's bank hange banking information you 910 Branch number Account number	Balance (amount A minus amount B) If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
Refund code Refund code Refund Refund	und into the corporation's bank hange banking information you 910 Branch number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number First name	Balance (amount A minus amount B) If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
Refund code Start	Into the corporation's bank hange banking information you 910 Branch number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number First name I certify that I have examined this return, inc	Balance (amount A minus amount B) If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
Refund code Refund code Refund Refund	Into the corporation's bank hange banking information you 910 Branch number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number First name I certify that I have examined this return, incomy knowledge, correct and complete. I also	Balance (amount A minus amount B) If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
Refund code Refund code Refund R	Into the corporation's bank hange banking information you 910 Branch number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number First name I certify that I have examined this return, incomy knowledge, correct and complete. I also	Balance (amount A minus amount B) If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
Refund code Direct deposit request	Into the corporation's bank hange banking information you 910 Branch number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number First name I certify that I have examined this return, incomy knowledge, correct and complete. I also	Balance (amount A minus amount B) If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
Refund code Prepared Soles Prepared Soles Refund code Refund	Into the corporation's bank hange banking information you 910 Branch number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number First name I certify that I have examined this return, incomy knowledge, correct and complete. I also except as specifically disclosed in a statementature of the authorized signing officer of the	Balance (amount A minus amount B) If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
Refund code Direct deposit request	Into the corporation's bank hange banking information you 910 Branch number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number First name I certify that I have examined this return, incomy knowledge, correct and complete. I also except as specifically disclosed in a statementature of the authorized signing officer of the	Balance (amount A minus amount B) If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing For information on how to make your payment, go to canada.ca/payments. 896 Yes No X 920 G1829 MINFORMATION PROVIDED BY THE TAXPAYER. Position, office, or rank studing accompanying schedules and statements, and that coertify that the method of calculating income for this tax ent attached to this return. 956 (705) 431-6870 Telephone number
Refund code Direct deposit request	Into the corporation's bank hange banking information you 910 Branch number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number First name I certify that I have examined this return, incomy knowledge, correct and complete. I also except as specifically disclosed in a statementature of the authorized signing officer of the	Balance (amount A minus amount B) If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
Refund code Direct deposit request	Into the corporation's bank hange banking information you 910 Branch number Account number	Balance (amount A minus amount B) If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing For information on how to make your payment, go to canada.ca/payments. 896 Yes No X 920 G1829 DM INFORMATION PROVIDED BY THE TAXPAYER. Position, office, or rank latter that the method of calculating income for this tax ent attached to this return. 956 (705) 431-6870 Telephone number on below
Refund code Direct deposit request	Into the corporation's bank hange banking information you 910 Branch number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number Account number First name I certify that I have examined this return, income in the sex of t	Balance (amount A minus amount B) If the result is negative, you have a refund. If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing For information on how to make your payment, go to canada.ca/payments. 896 Yes No X 920 G1829 DM INFORMATION PROVIDED BY THE TAXPAYER. Position, office, or rank latter that the method of calculating income for this tax ent attached to this return. 956 (705) 431-6870 Telephone number on below

CORPORATE TAXPREP / TAXPREP DES SOCIÉTÉS - GE03 VERSION 2020 V1.0

Canada Revenue Agency

Agence du revenu du Canada **SCHEDULE 100**

Form identifier 100

GENERAL INDEX OF FINANCIAL INFORMATION – GIFI

1 OHH Identifier 100				
Corporation's name		Business number	Tax year end Year Month Day	
InnPower Corporation		89242 2817 RC0001	2019-12-31	

Balance sheet information

Account	Description	GIFI	Current year	Prior year
Assets –				
	Total current assets	1599 +	15,720,000	10,947,000
	Total tangible capital assets	2008 +	92,944,000	81,416,000
	Total accumulated amortization of tangible capital assets	2009 –	13,864,000	11,200,000
	Total intangible capital assets	. 2178 +		
	Total accumulated amortization of intangible capital assets	2179 –		
	Total long-term assets	2589 +	7,533,000	4,411,000
	*Assets held in trust	2590 +		
	Total assets (mandatory field)	2599	102,333,000	85,574,000
Liabilities			7	
	Total current liabilities	3139 +	12,498,000	8,642,000
	Total long-term liabilities	3450 +	64,618,000	54,422,000
	* Subordinated debt	3460 +		
	*Amounts held in trust) <mark>3470</mark> + _		
	Total liabilities (mandatory field)	3499 = _	77,116,000	63,064,000
Sharehol	der equity			
	Total shareholder equity (mandatory field)	3620 + _	25,217,000	22,510,000
	Total liabilities and shareholder equity	3640 = _	102,333,000	85,574,000
Retained	earnings			
	Retained earnings/deficit – end (mandatory field)	3849 =	12,673,000	10,032,000

^{*} Generic item

PREPARED SOLELY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIEW FROM INFORMATION PROVIDED BY THE TAXPAYER.

SCHEDULE 125

Canada Revenue Agency

GENERAL INDEX OF FINANCIAL INFORMATION - GIFI

Form identifier 125	GENERAL INDEX OF FINANCIAL INFORMATION – GIFI				
Corporation's name		Business number	Tax year-end Year Month Day		
InnPower Corporation		89242 2817 RC0001	2019-12-31		

Income statement information

Description	GIFI
Operating name	0001 0002 0003 01

Account	Description	GIFI	Current year	Prior year
Income s	tatement information			
	Total sales of goods and services	8089 \+	43,514,000	41,722,000
	Cost of sales	8518	34,338,000	31,777,000
	Gross profit/loss	8519 =	9,176,000	9,945,000
	Cost of sales	8518 +	34,338,000	31,777,000
	Total operating expenses	9367 +	9,921,000	9,707,000
	Total expenses (mandatory field)	9368 =	44,259,000	41,484,00
	Total revenue (mandatory field)	8299 +	44,947,000	43,161,00
	Total expenses (mandatory field)	9368 -	44,259,000	41,484,000
	Net non-farming income	9369 =	688,000	1,677,000
	Total farm expenses (mandatory field) Net farm income Net income/loss before taxes and extraordinary items	9898 9899 = 9970 =	688,000	1,677,000
	Total other comprehensive income	9998 =	66,000	
Extraord	inary items and income (linked to Schedule 140) Extraordinary item(s) Legal settlements	9975 – 9976 –		
	Unrealized gains/losses	9980 +		
	Unusual items	9985 –	-2,457,000	-1,482,000
	Current income taxes	9990 –	-42,000	226,00
	_ Future (deferred) income tax provision	9995 – _	546,000	513,000
	_ Total – Other comprehensive income	9998 +	66,000	
	Net income/loss after taxes and extraordinary items (mandatory field)	9999 =	2,707,000	2,420,00

 ${\tt PREPARED SOLELY FOR INCOME\ TAX\ PURPOSES\ WITHOUT\ AUDIT\ OR\ REVIEW\ FROM\ INFORMATION\ PROVIDED\ BY\ THE\ TAXPAYER.}$

Notes Checklist

Corporation's name	Business number	Tax Year End Year Month Day
InnPower Corporation	89242 2817 RC0001	2019-12-31

- Parts 1, 2, and 3 of this schedule must be completed from the perspective of the person (referred to in these parts as the **accountant**) who prepared or reported on the financial statements. If the person preparing the tax return is not the accountant referred to above, they must still complete Parts 1, 2, 3, and 4, as applicable.
- For more information, see Guide RC4088, General Index of Financial Information (GIFI) and T4012, T2 Corporation Income Tax Guide.
- Complete this schedule and include it with your T2 return along with the other GIFI schedules.

Part 1 – Information on the accountant who prepared or reported on the financial statements Does the accountant have a professional designation? No
Is the accountant connected* with the corporation?
Note If the accountant does not have a professional designation or is connected to the corporation, you do not have to complete Parts 2 and 3 of this schedule. However, you do have to complete Part 4, as applicable.
* A person connected with a corporation can be: (i) a shareholder of the corporation who owns more than 10% of the common shares; (ii) a director, an officer, or an employee of the corporation; or (iii) a person not dealing at arm's length with the corporation:
Part 2 – Type of involvement with the financial statements
Choose the option that represents the highest level of involvement of the accountant:
Completed an auditor's report
Completed a review engagement report
Conducted a compilation engagement
¬ Part 3 – Reservations
If you selected option 1 or 2 under Type of involvement with the financial statements above, answer the following question: Has the accountant expressed a reservation? No X
Part 4 – Other information
If you have a professional designation and are not the accountant associated with the financial statements in Part 1 above, choose one of the following options:
Prepared the tax return (financial statements prepared by client)
Prepared the tax return and the financial information contained therein (financial statements have not been prepared)
Were notes to the financial statements prepared? No
If yes, complete lines 104 to 107 below:
Are subsequent events mentioned in the notes? No X
Is re-evaluation of asset information mentioned in the notes?
Is contingent liability information mentioned in the notes?
Is information regarding commitments mentioned in the notes?
Does the corporation have investments in joint venture(s) or partnership(s)?

┌ Part 4 – Other information (continued) ———				
Impairment and fair value changes				
In any of the following assets, was an amount recognized in net incorresult of an impairment loss in the tax year, a reversal of an impairment change in fair value during the tax year?	•	tax year, or a	200 Yes	No X
If yes , enter the amount recognized:	In net income Increase (decrease)	In OCI Increase (decrease)		
Property, plant, and equipment 210		211	_	
Intangible assets	5	216	_	
Investment property				
Biological assets	5			
Financial instruments		231	_	
Other 235	<u> </u>	236	_	
Financial instruments				
Did the corporation derecognize any financial instrument(s) during the	e tax year (other than trade recei	vables)?	250 Yes	No X
Did the corporation apply hedge accounting during the tax year?			255 Yes	No X
Did the corporation discontinue hedge accounting during the tax year	?		260 Yes	No X
Adjustments to opening equity				
Was an amount included in the opening balance of retained earnings recognize a change in accounting policy, or to adopt a new accounting			265 Yes	No X
If yes , you have to maintain a separate reconciliation.				

Canada Revenue Agency

Agence du revenu du Canada

Net Income (Loss) for Income Tax Purposes

Schedule 1

Corporation's name	Business number	Tax year-end
		Year Month Day
InnPower Corporation	89242 2817 RC0001	2019-12-31

- Use this schedule to reconcile the corporation's net income (loss) as reported on the financial statements and its net income (loss) for tax purposes. For more information, see the T2 Corporation – Income Tax Guide.
- All legislative references are to the Income Tax Act.

Net income (loss) after taxes and extraordinary items from line 9999 of Schedule 125	<u>2,707,000</u> A
Add:	
Provision for income taxes – current	
Provision for income taxes – deferred	
Interest and penalties on taxes	
Amortization of tangible assets 2,656,000	
Loss on disposal of assets	
Charitable donations and gifts from Schedule 2 2,876	
Non-deductible meals and entertainment expenses	
Reserves from financial statements – balance at the end of the year	
Subtotal of additions 3,344,945 ►	3,344,945
Other additions:	

Miscellaneous other additions:

	1	2	
	Description	Amount	
	605	295	<u> </u>
1	Inducement under 12(1)(x) ITA	6,456,576	1
2	Amortization expensed in distribution expenses	80,000	
3	Customer Deposits - paragraph 20(1)(a)	39,000	
4	Amortization of Capital Lease	21,000	
5	EFB Movement not in Sch.13S	24,000	
	- 4 • 6 • 4	6 620 576	

Total of column 2	6,620,576	296	6,620,576
	tubtatal of other additions	100	6 620 576 1

Total additions 500	9,965,521	9,965,521
		12.672.521 R

Amount A plus line 500

Deduct:

Capital cost allowance from Schedule 8		
Reserves from financial statements – balar	nce at the beginning of the year	

403	3,932,369
414	178,083
Subtotal of deductions	4,110,452

4,110,452

6,620,576 D

9.965.521

Other deductions:

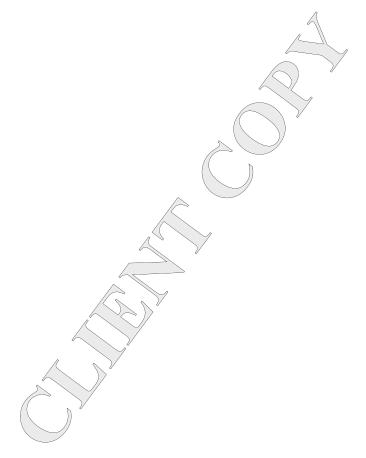
Miscellaneous other deductions:

discendineous other deductions.								
	1	2						
	Description	Amount						
	705	395						
1	13(7.4) electon re contributed capital	6,432,000						
2	Capital Lease payments	25,000						
3	Customer Deposits - paragraph 20(1)(m)	39,000						
4	Amortization of deferred contribution	540,000						
5	2019 tax movement in reg. account	571,000						
6	Gov't asistance adding back for SR&ED	1,577						
7	SR&ED expenditures capitalized for accounting	112,192						
	Total of column 2	7,720,769						

7	,7	20),7	6	9

	other deductions 499 _ otal deductions 510 _	7,720,769 > 11,831,221 >	7,720,769 E
Net income (loss) for income tax purposes (amount B minus line 510) Enter amount C on line 300 of the T2 return.			841,300 C

T2 SCH 1 E (19) Canadä



Inducement

0--4-----

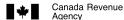
This form is used to calculate inducements that a corporation must add to its income under paragraph 12(1)(x) ITA. If an amount reduces the capital cost of a property, this amount will be indicated in Part "Tax credits whose amount should reduce the capital cost of property."

If you want to transfer an amount to Schedule 1 and include it in the corporation's income for tax purposes, select the corresponding check box in column A. You can also select the option **Select this check box to add all the amounts to income calculated in Schedule 1** to transfer all the amounts to Schedule 1. In either case, the column A check box will be selected for that amount and it will therefore be updated to Schedule 1.

Tax credits whose amount should be added to income

Ontario		
<u>A</u>		
Portion of the Ontario research and development tax credit that relates to the prescribed proxy amount (PP portion of the Ontario investment tax credit that relates to contributions made to SR&ED farming organizati		
X Ontario co-operative education tax credit	<u> </u>	24,576
Ontario apprenticeship training tax credit	<u> </u>	
Ontario computer animation and special effects tax credit*		
 Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1). 	A	
Ontario film and television tax credit*	∖ \	
* Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1).		
Ontario production services tax credit*		
* Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1).	·	
Ontario interactive digital media tax credit*		
* Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1).		
Ontario sound recording tax credit*		
* Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1).		
Ontario book publishing tax credit		
Portion of the Ontario innovation tax credit that relates to the prescribed proxy amount (PPA) and portion of Ontario investment tax credit that relates to contributions made to SR&ED farming organizations	f the	
Ontario business-research institute tax credit		
Ontario community food program donation tax credit for farmers		
Other amounts		
X		
Contributed capital for fixed assets		6,432,000
	Total	6,432,000

Tax credits whose amount should reduce the capital cost of property



Agence du revenu du Canada

Charitable Donations and Gifts

Schedule 2

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2019-12-31

- For use by corporations to claim any of the following:
 - the eligible amount of charitable donations to qualified donees
 - the Ontario, Nova Scotia, and British Columbia food donation tax credits for farmers
 - the eligible amount of gifts of certified cultural property
 - the eligible amount of gifts of certified ecologically sensitive land or
 - the additional deduction for gifts of medicine made before March 22, 2017
- All legislative references are to the federal Income Tax Act, unless stated otherwise.
- The eligible amount of a gift is the amount by which the fair market value of the gifted property exceeds the amount of an advantage, if any, for the gift.
- The donations and gifts can be carried forward for 5 years except for gifts of certified ecologically sensitive land made after February 10, 2014, which can be carried forward for 10 years. Provincial food donation tax credits must be applied in the current tax year.
- Use this schedule to show a transfer of unused amounts from previous years following an amalgamation or the wind-up of a subsidiary as described under subsections 87(1) and 88(1).
- Subsection 110.1(1.2) provides as follows:
 - Where a particular corporation has undergone an acquisition of control, for tax years that end on or after the acquisition of control, no corporation can claim a deduction for a gift made by the particular corporation to a qualified donee before the acquisition of control.
 - If a particular corporation makes a gift to a qualified donee pursuant to an arrangement under which both the gift and the acquisition of control is
 expected, no corporation can claim a deduction for the gift unless the person acquiring control of the particular corporation is the qualified donee.
- An eligible medical gift made before March 22, 2017, to a qualifying organization for activities outside of Canada may be eligible for an additional deduction. Calculate the additional deduction in Part 5.
- File this schedule with your T2 Corporation Income Tax Return.
- For more information, see the T2 Corporation Income Tax Guide.

□ Part 1 – Charitable donations		
Part 1 - Charitable donations		
Charity/Recipient		Amount (\$100 or more only)
Move to Give		250
Rizzardo Health and Wellness		1,165
Senior wish Birthday/Christmas		250
Innisfil Community Church		1,211
	Subtota	al2,876_
	Add: Total donations of less than \$100 eac	h
	Total donations in current tax year	2,876

Part 1 - Charitable donations			
	Federal	Québec	Alberta
Charitable donations at the end of the previous tax year	A		
Charitable donations expired after 5 tax years*			
wind-up of a subsidiary			
Total charitable donations made in the current year	2,876	2,876	2,876
Subtotal (line 250 plus line 210)	2,876 B		2,876
Subtotal (line 240 plus amou <u>nt B)</u>	2,876 c	2,876	2,876
Adjustment for an acquisition of control			
Total charitable donations available (amount C minus line 255)	2,876 D	2,876	2,876
Amount applied in the current year against taxable income (cannot be more than amount L in Part 2)	2,876	2,876	2,876
(enter this amount on line 311 of the T2 return)			
Charitable donations closing balance (amount D minus line 260)		<u> </u>	
The amount of qualifying donations for the Ontario community food program donation tax credit for farmers included in the amount on line 260 (for donations made after December 31, 2013)			
Ontario community food program donation tax credit for farmers (amount on line 262 multiplied by 25 %)	1,	9	
Enter amount 1 on line 420 of Schedule 5, Tax Calculation Supplementary – Corporati is less: the Ontario income tax otherwise payable or amount 1. For more information, s			vhichever
The amount of qualifying donations for the Nova Scotia food bank tax credit for farmers included in the amount on line 260 (for donations made after December 31, 2015)			
Nova Scotia food bank tax credit for farmers (amount on line 263 multiplied by 25 %)	2		
Enter amount 2 on line 570 of Schedule 5, Tax Calculation Supplementary – Corporati is less: the Nova Scotia income tax otherwise payable or amount 2. For more information			vhichever
The amount of qualifying gifts for the British Columbia farmers' food donation tax credit included in the amount on line 260 (for donations made after February 16, 2016 and before January 1, 2021)			
British Columbia farmers' food donation tax credit (amount on line 265 multiplied by 25 %)	3		
Enter amount 3 on line 683 of Schedule 5, Tax Calculation Supplementary – Corporati is less: the British Columbia income tax otherwise payable or amount 3. For more infor	ons. The maximum you ca mation, see section 20.1 c	an claim in the current year is v of the British Columbia Income	vhichever Tax Act.
* For federal and Alberta tax purposes, donations and gifts expire after five tax years. It that ended before March 24, 2006, expire after five tax years; otherwise, donations a	For Québec tax purposes, nd gifts expire after twenty	donations and gifts made in a tax years.	tax year

	d forward – Charitable dona	lions		0 //	A.II
Year of origin:		2010 12 21	Federal	Québec	Alberta
. ,		2018-12-31			
2 nd prior year		2017-12-31			
3 rd prior year		2016-12-31			
4 th prior year		2015-12-31			
5 th prior year		2014-12-31		·	
6 th prior year*		2013-12-31			
7 th prior year		2012-12-31			
8 th prior year		2011-12-31			
9 th prior year		2010-12-31			
10 th prior year		2009-12-31			
11 th prior year		2008-12-31			
12 th prior year		2007-12-31			
13 th prior year		2006-12-31			
14 th prior year		2005-12-31			
15 th prior year		2004-12-31			
		2003-12-31			
		2002-12-31		Λ	
18 th prior year		2001-12-31			
19 th prior year			/		
20 th prior year					
21 st prior year*					
Total (to line A)					
donations and gifts m	ta tax purposes, donations and gifts inc nade in a tax year that ended before Mar r expire automatically in the current tax y	rch 24, 2006, that are	included on line 6th prior ye	ear and donations and gifts that	are included
– Part 2 – Maximu	um allowable deduction for o	charitable dona	tions		
Net income for tax purp	poses Note 1 multiplied by 75 %.				630,975 E
Taxable capital gain in under subsection 40(1. The amount of the rec	capture of capital cost of charitable donations on, less	erty included in Part 1 ing security	225 227	I	
Capital cost Note 2	· · · · · · · · · · · · · · · · · · ·	G Y			
Amount F or G, which	never is less	235			
Amount on line 230 or 2	235, whichever is less	····		H	
		Subtotal (add lin	e 225, 227, and amount H)	1	
			Am	ount I multiplied by 25 % _	J
	<i>"</i>	<i></i>		al (amount E plus amount J) _	630,975 _K
Maximum allowable of	deduction for charitable donations			· · · · · · · · · · · · · · · · · · ·	
(enter amount D from F	Part 1, amount K, or net income for tax p	ourposes, whichever is	s least)	=	<u>2,876</u> L
	ns, subsection 137(2) states that this and bonus interest.	nount is before the de	duction of payments pursua	ant to allocations in proportion	

Note 2 This amount must be prorated by the following calculation: eligible amount of the gift divided by the proceeds of disposition of the gift.

Part 3 – Gifts of certified cultural property				
	Federal		Québec	Alberta
Gifts of certified cultural property at the end of the previous tax year		M		
Gifts of certified cultural property expired after 5 tax years* 439				
Gifts of certified cultural property at the beginning				
of the current tax year (amount M minus line 439)				
Total gifts of certified cultural property in the current year				
(include this amount on line 112 of Schedule 1)				
Subtotal (line 450 plus line 410)		N		
Subtotal (line 440 plus amount N)		0		
Adjustment for an acquisition of control				
Amount applied in the current year against taxable income				
(enter this amount on line 313 of the T2 return)				
Subtotal (line 455 plus line 460)		P		
Gifts of certified cultural property closing balance (amount O minus amount P)		4_		
* For federal and Alberta tax purposes, donations and gifts expire after five tax years. For ended before March 24, 2006, expire after five tax years; otherwise, donations and gift				n a tax year that

┌ Amount carr	ried forward – Gifts of certified cultural property -			
Year of origin:		Federal	Québec	Alberta
44.	2013-12-31			
44.				
l	2011-12-31	<u>−</u>		
44.	2010-12-31	_		
1	2009-12-31	-		
11 th prior year .	2008-12-31	_		
12 th prior year .	2007-12-31	_		
13 th prior year .	2006-12-31	_		
14 th prior year .	2005-12-31	_		
	2004-12-31	_		
	2003-12-31	-		
. 45 .	2002-12-31	-		
18 th prior year .	2001-12-31	-		
19 th prior year .		_		
20 th prior year .		_		
21 st prior year*		_		
Total				

^{*} For federal and Alberta tax purposes, donations and gifts included on line 6th prior year expire automatically in the current tax year. For Québec tax purposes, donations and gifts made in a tax year that ended before March 24, 2006, that are included on line 6th prior year and donations and gifts that are included on line 21st prior year expire automatically in the current tax year.

Part 4 – Gifts of certified ecologically sensitive land			
• •	Federal	Québec	Alberta
Gifts of certified ecologically sensitive land at the end of the previous tax year $$		_ Q	
Gifts of certified ecologically sensitive land expired after			
5 tax years, or after 10 tax years for gifts made after February 10, 2014*			
Gifts of certified ecologically sensitive land at the beginning			-
of the current tax year (amount Q minus line 539)			
Gifts of certified ecologically sensitive land transferred on an			
amalgamation or the wind-up of a subsidiary			
Total current-year gifts of certified ecologically sensitive land 520			
(include this amount on line 112 of Schedule 1)			
Subtotal (line 550 plus line 520)		R	-
Subtotal (line 540 plus amount R)		_ S	
Adjustment for an acquisition of control			
Amount applied in the current vear against taxable income			
(enter this amount on line 314 of the T2 return)			
Subtotal (line 555 plus line 560)		_ T	
Gifts of certified ecologically sensitive land closing balance [amount S minus amount T]		2	
For federal and Alberta tax purposes, donations and gifts made before February 11, 2 expire after ten tax years. For Québec tax purposes, donations and gifts made during otherwise, donation and gifts expire after twenty tax years.			

- Amounts carried forward – Gifts of certified ecologically sensitive land

Amount of carried forward gifts made on or after February 11, 2014, in the tax year including this date Alberta Federal Québec Year of origin: 2018-12-31 1st prior year 2nd prior year 2017-12-31 3rd prior year 2016-12-31 2015-12-31/ 4th prior year 2014-12-31 5th prior year 2013-12-31 6th prior year* 2012-12-31 7th prior year 2011-12-31 8th prior year 2010-12-31 9th prior year 2009-12-31 10th prior year 2008-12-31 11th prior year* 2007-12-31 12th prior year 2006-12-31 13th prior year **2**005-12-31 14th prior year 2004-12-31 15th prior year 2003-12-31 16th prior year 17th prior year 2002-12-31 2001-12-31 18th prior year 19th prior year 20th prior year 21st prior year Total

The field "Amount of carried forward gifts made on or after February 11, 2014, in the tax year including this date" is used to distinguish the portion of the gifts made in the tax year straddling February 11, 2014, that expires after ten tax years, from the portion that expires in the current tax year.

For Québec tax purposes, donations and gifts made during a tax year that ended before March 24, 2006, that are included on line 6th prior year and gifts that are included on line 21st prior year expire automatically in the current tax year.

^{*} For federal and Alberta tax purposes, donations and gifts made before February 11, 2014, that are included on line 6th prior year and gifts that are included on line 11th prior year expire automatically in the current year.

Part 5 – Additional deduction for gifts of r	medicine ————			
		Federal	Québec	Alberta
Additional deduction for gifts of medicine at the end of the p	revious tax year	U		
Additional deduction for gifts of medicine expired after 5 tax				
Additional deduction for gifts of medicine at the beginning of	0.40			
current tax year (amount U minus line 639)				
Additional deduction for gifts of medicine made before Marc transferred on an amalgamation or the wind-up of a subsidia				
Additional deduction for gifts of medicine made before Marc	h 22, 2017:			
Proceeds of disposition	602			
Cost of gifts of medicine made before March 22, 2017	601			
	ne 602 minus line 601)	v		
Amount V multiplied by 50 %				
Eligible amount of gifts				
	lditional			
	duction for gifts medicine made			
Fodoral	fore March 22,			
a x (<u>b</u>) = 20	17 610			
\ c	Iditional	, 1		
	duction for gifts			
	medicine made fore March 22.			
,	117			
(c) Ad	dditional			
	duction for gifts			
Alborta	medicine made			
a x / b \ = 20	fore March 22, 117			
$\left(\frac{1}{c}\right)^{-2\delta}$	(n		
where:				
a is the lesser of line 601 and amount W				
b is the eligible amount of gifts (line 600)				
c is the proceeds of disposition (line 602)				
Subtotal ((line 650 plus line 610)	Υ		
	ne 640 plus amount X)	^		
(
Adjustment for an acquisition of control	655			
Amount applied in the current year against taxable income	660			
(enter this amount on line 315 of the T2 return)				
Subtoţal ((line 655 plus line 660)	Z		
Additional deduction for gifts of medicine closing balance				
(amount Y minus amount Z)	/ 680			
* For federal and Alberta tax purposes, donations and gifts ended before March 19, 2007, expire after five tax years,				in a tax year that

Year of origin:			Federal	Québec	Alberta
1 st prior year		2018-12-31			
2 nd prior year		2017-12-31			
3 rd prior year		2016-12-31			
4 th prior year		2015-12-31			
5 th prior year		2014-12-31			
6 th prior year*		2013-12-31			
7 th prior year		2012-12-31			
3 th prior year		2011-12-31			
th prior year		2010-12-31			
10 th prior year		2009-12-31			
11 th prior year		2008-12-31			
12 th prior year		2007-12-31			
13 th prior year		2006-12-31			
14 th prior year		2005-12-31			
15 th prior year		2004-12-31			
6 th prior year		2003-12-31			
17 th prior year		2002-12-31		\overline{A}	
18 th prior year		2001-12-31		r \\	
19 th prior year			4		
20 th prior year				\	
21 st prior year*				/	
Γotal				<u> </u>	
donations and	d Alberta tax purposes, donations and gifts incl gifts made in a tax year that ended before Mar year expire automatically in the current tax year	ch 19, 2007, that are i	vear expire automatically ncluded on line 6 th prior	√in the current tax year. For Québe year and donations and gifts that a	c tax purposes, re included on
Québec -	Gifts of musical instruments ——				
Gifts of musical	instruments at the end of the previous tax year				
Deduct: Gifts o	f musical instruments expired after twenty tax y	ears,	·		
Gifts of musical	instruments at the beginning of the tax year		·		
Add:	- 3 ,		Y	_	
Gifts of music	al instruments transferred on an amalgamation	or the wind-up of a sul	bsidiary		
	ear gifts of musical instruments				
ĺ	-			Subtotal (line D plus line E)	
Deduct: Adjust	ment for an acquisition of control	£			
Γotal gifts of mu	sical instruments available	· //		· · · · · · · · · · · · · · · · · · ·	
Jaduati Amaii	t applied against taxable income (enter this am	ount on line 255 of for	m CO-17)		

Gifts of musical instruments closing balance

Canadä

Amounts ca	rried forward – Gifts of musical instruments	
Year of origin:		Québec
1 st prior year		
2 nd prior year		
3 rd prior year		
4 th prior year		
5 th prior year		
6 th prior year*		
7 th prior year		
8 th prior year		
9 th prior year		
10 th prior year		
11 th prior year		
12 th prior year		
13 th prior year		
14 th prior year		
15 th prior year		
16 th prior year		
17 th prior year		
18 th prior year		
19 th prior year		
20 th prior year		
21st prior year*		
Total		
* These gifts expi	ired in the current year.	

T2 SCH 2 E (19)

e Agence du revenu du Canada

Aggregate Investment Income and Income Eligible for the Small Business Deduction

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2019-12-31

- Use this schedule if you are a Canadian-controlled private corporation (CCPC) to calculate:
 - your aggregate investment income and foreign investment income, as defined in subsection 129(4), to determine the refundable portion of Part I tax, and your adjusted aggregate investment income, as defined in subsection 125(7), for the purpose of the business limit reduction
 - your specified partnership income, as defined in subsection 125(7), if you are a member (or designated member) of one or more partnerships, and
 - your income from an active business carried on in Canada eligible for the small business deduction including any specified corporate income
 as defined in subsection 125(7)
- Use this schedule if another CCPC is making an assignment of business limit under subsection 125(3.2) to you.
- Use this schedule if you are a corporation that is a member of a partnership to assign **specified partnership business limit** to a **designated member** under subsection 125(8).

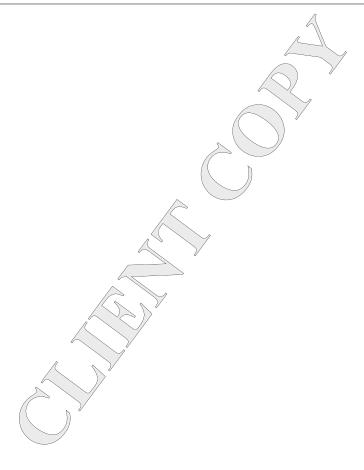
Note: If you are a corporation that is not a CCPC, only complete Table 1 (columns A1, B1, C1, G1, H1 and J1) and Table 3 to make this assignment.

- The adjusted aggregate investment income, for the purpose of the business limit reduction, also applies to a tax year of a corporation that begins before 2019 and ends after 2018 under the following circumstances:
 - the corporation's preceding tax year was, because of a transaction or event or a series of transactions or events, shorter than it would have been in the absence of that transaction, event or series, and
 - one of the reasons for the transaction, event or series was to defer the application of subsections 125(5.1), (5.2) and (7) to the corporation
- All legislative references are to the Income Tax Act.
- For more information, see Small Business Deduction and Refundable Portion of Part I Tax in Guide 74012, T2 Corporation Income Tax Guide.
- See the notes at the end of the form.

┌ Part 1 – Aggregate investment income
Aggregate investment income is all world source income.
Eligible portion of taxable capital gains for the year
Eligible portion of allowable capital losses for the year (including allowable business investment losses)
Net capital losses of previous years claimed on line 332 on the T2 return
Subtotal (line 012 plus line 022) A
Line 002 minus amount A (if negative, enter "0") B
Total income from property (include income from a specified investment business carried on in Canada other than income from a source outside Canada)
Exempt income
Amounts received from Agrilnvest Fund No. 2 that were included in computing the corporation's income for the year
Taxable dividends deductible (total of column F on Schedule 3 minus related expenses)
Business income from an interest in a trust that is considered property income under paragraph 108(5)(a) . 072
Subtotal (add lines 042, 052, 062 and 072) C
Subtotal (line 032 minus amount C) 5,000 ▶ 5,000 D
Amount B plus amount D 5,000 E
Total losses from property (include losses from a specified investment business carried on in Canada other than a loss from a source outside Canada) 1,398,000
Amount E minus line 082 (if negative, enter "0") (enter on line 440 of the T2 return)

┌ Part 2 – Adjusted aggregate investment income ──────	
Eligible portion of taxable capital gains for the year (other than taxable capital gains from the disposition of an active asset note 13)	
Eligible portion of allowable capital losses for the year (including allowable business investment losses) (other than allowable capital losses from the disposition of an active asset note 13)	
Subtotal (line 705 minus line 710) (if negative, enter "0")	_ F
Total income from property note 14 5,000	_
Exempt income	
Amounts received from Agrilnvest Fund No. 2 that were included in computing the corporation's income for the year . 725	
Dividends from connected corporations	
Business income from an interest in a trust that is considered property income under paragraph 108(5)(a)	
Subtotal (add lines 720, 725, 730 and 735)	
Subtotal (line 715 minus amount G) 5,000 ▶ 5,00	<u>О</u> н
Amount F plus amount H	<u>0</u> ı
Total losses from property note 14 1,398,00	0_
Amount, if any, deducted under subsection 91(4) in computing the corporation's income for the year	_
Adjusted aggregate investment income (amount I minus line 740, plus line 741) (if negative, enter "0")	_
If this is your first tax year starting after 2018, complete the following portion.	
Eligible portion of taxable capital gains for each tax year that ended in the preceding calendar year (other than taxable capital gains from the disposition of an active asset note 13)	2A
Eligible portion of allowable capital losses for each tax year that ended in the preceding calendar year (including allowable business	
investment losses)(other than allowable capital losses from the disposition of an active asset note 13)	_ 2B
Subtotal (amount 2A minus amount 2B) (if negative, enter "0")	=2C
Total income from property for each tax year that ended in the preceding calendar year note 14 16,000 2D	
Exempt income for each tax year that ended in the preceding calendar year	
Amounts received from Agrilnvest Fund No. 2 that were included in computing the corporation's income for each tax year that ended in the preceding calendar year	
Dividends from connected corporations for each tax year that ended in the preceding calendar year	
Business income from an interest in a trust that is considered property income under paragraph 108(5)(a) for each tax year that ended in the preceding calendar year	
Subtotal (add amounts 2E, 2F, 2G and 2H) 2l	
Subtotal (amount 2D minus amount 2l) 16,000 ▶ 16,00	<u>0</u> 2J
Amount 2C plus amount 2J 16,00	0 2K
Total losses from property for each tax year that ended in the preceding calendar year note 14	
Amount, if any, deducted under subsection 91(4) in computing the corporation's income for each tax year that ended in the preceding calendar year	_
Adjusted aggregate investment income (amount 2K minus amount 2L, plus line 742) (if negative, enter "0")	_
(enter the total of line 744 and the adjusted aggregate investment income of all associated corporations on line 417 of the T2 return)	

Part 3 – Foreign investment income ————————————————————————————————————		
oreign investment income is all income from sources outside Canada .		
ligible portion of taxable capital gains for the year	001	
ligible portion of allowable capital losses for the year (including allowable business investment losses)	009	_
Subtotal (line 001 minus line 009)	(if negative, enter "0")	J
otal income from property from a source outside Canada (net of related expenses) 019		
xempt income		
axable dividends deductible (total of column F n Schedule 3 minus related expenses)		
usiness income from an interest in a trust that is onsidered property income under paragraph 108(5)(a) . 059		
Subtotal (add lines 029, 049, and 059)	K	
Subtotal (line 019 minus amount K)	>	L
Am	nount J plus amount L	M
otal losses from property from a source outside Canada	069	
mount M minus line 069 (if negative, enter "0") (enter on line 445 of the T2 return)	079	



	Canadian investment income	Foreign investment income	C Adjusted aggregate investment income*
gible portion of the taxable capital gains for the year before taking into count the capital gains reserves (federal) of Schedule 13*			
gible portion of capital gains reserves ddition/deduction)*, **			
ıxable capital gains under section 34.2 ne 275 on Schedule 73)**			
gible portion of the taxable capital gains for the year dd amounts 1.1, 1.2, and 1.3)			
gible portion of allowable capital losses for the year cluding allowable business investment losses)*			
et capital losses of previous years (line 332 on the T2 return)			
owable capital losses for the year dd amounts 2.1, 2.2 and 2.3)			
nount 1 minus amount 2 (if negative, enter "0")			
ıxable dividends		\triangleleft	
ental property income (under regulation 1100(11))			
her property income*	/	7	5,000
operty income under section 34.2 ne 280 of Schedule 73)**			
tal property income dd amounts 4.1, 4.2, 4.3 and 4.4)	5,000	7	5,000
tempt income			
nounts received from Agrilnvest Fund No. 2 that were included in			
mputing the corporation's income for the year			
Schedule 3 minus related expenses)*			
siness income from an interest in a trust that is nsidered property income under paragraph 108(5)(a)	<u> </u>		
dd amounts 5.1, 5.2, 5.3 and 5.4			
nount 4 minus amount 5	5,000		5,000
nount 3 plus amount 6	5,000		5,000
ental property losses (under regulation 1100(11))			
vidend losses			
her property losses*	1,398,000		1,398,000
otal property losses dd amounts 8.1, 8.2, 8.3 and 8.4)	1,398,000		1,398,000
nount 7 minus amount 8 (if negative, enter "0")			
rporation's income for the year			

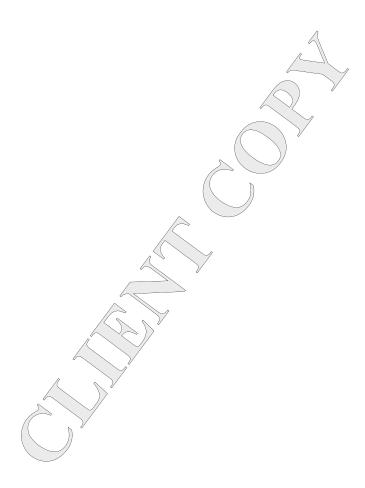
- * To calculate the adjusted aggregate investment income under column C:
 - On lines 1.1, 1.2 and 2.1, only capital gains and losses resulting from the disposition of property other than an active asset (as defined under subsection 125(7) ITA) are to be taken into account.
 - On line 4.3, include amounts in respect of a life insurance policy that are included in computing the corporation's income for the year (even if those
 amounts are not included in the calculation of the corporation's investment income in column A and B) as well as the income from a specified foreign
 investment business.
 - On line 5.3, only the dividends received from a connected corporation should be included.
 - On line 8.3, include the loss from a specified foreign investment business.

For more information on the calculation of the adjusted aggregate investment income, consult notes 13 and 14 at the end of this form as well as the Help (F1).

**When an amount is entered on these lines in column B, it reduces the corresponding amount in column A. For more information, consult the Help (F1).

Net taxable dividends	Canadian	Foreign	Total	
Taxable dividends deducted per Schedule 3				
Less: Expenses related to such dividends	A*			
Total expenses	11 1			
Net taxable dividends				

^{*} Column A – Enter an "X" if the expense is related to a dividend received from a connected corporation.



¬ Part 4 – Specified partnership income Table 1 - Specified partnership income Α1 1A Is the corporation Partnership name Partnership's a designated member account number of the partnership? 200 Yes No В1 C1 D1 1D 2D **E1** F1 Expenses Total income Corporation's Income of the Prorated amounts Adjustments Corporation's income the corporation (loss) of share of corporation from calculated under (column 1D minus (loss) in respect of section 34.2 partnership amount in providing (directly incurred to column 2D) the partnership earn partnership from an column B1 or indirectly) active services or property income (add columns C1, business to the partnership D1 and E1) 310 315 300 311 320 Total 350 G1 H1 11 J1 K1 L1 М1 Specified Prorated business Number of Specified Specified Column F1 minus Lesser of days in the limit partnership partnership partnership column K1 (if negative, columns F1 and notes 2 and 3 partnership's business limit business limit business limit enter "0") K1 (if column F1 is negative, enter "0") fiscal period (column C1 ÷ assigned to you assigned by you amount (column H1 plus column B1) × (from H2 in Table 2) from F3 in Table 3) note 5 note 6 [\$ 500 000 × column I1 minus (column G1 ÷ 365)] column J1) (if column C1 is negative, enter "0") 325 330 335 336 340 Total 385 360 Corporation's losses for the year from an active business carried on in Canada 370 (other than as a member of a partnership) – enter as a positive amount Specified partnership loss of the corporation for the year - enter as a positive amount 380 (total of all negative amounts in column F1) 1. Subtotal (line 370 **plus** line 380) 390 Amount at line 385 or amount N, whichever is less Specified partnership income (line 360 plus line 390) 400 (enter at amount R in Part 5)

¬ Part 4 – Specified partnership income (continued) –

Tables 2 and 3 are used to make an assignment of **specified partnership business limit** under subsection 125(8). A person that is a member of a partnership can make an assignment of **specified partnership business limit** under subsection 125(8) to a **designated member**.

If you are a CCPC that is a designated member and receiving specified partnership business limit from a person that is a member of the partnership complete

	A2		l partnership bւ	2/		(3)		B2		
P	artnership nam	ne		Partnership's account number		hip's Name of the member			er	
	405							406		
C2	C2 D2 E					F2	G	2	H2	
Business number of the member (if applicable)	Business number of Social insurance number of the		Trust acc number of memb (if applic	count of the per	ount Tax year start of the the member (yyyymmdd)		rt of Tax year-end of er the member		Specified partnership business limit assigned to you by the member note 7	
410	41	1	412	2		415	41	16	420	
							4			
ole 3 – You are assign	ing to a desi	gnated mem	nber (CCPC) spe	ecified partr	nership bus	iness limit und	er subsection	n 125(8) ——		
		3/	A (В3				
•	artnership nam	ie		Partnei account			Name of the	e designated m	lember	
	425					/		426		
C3			D3			E3			F3	
Business number of the designated member		Tax year start of the designated member (yyyymmdd)		Tax year-end of the designated member (yyyymmdd)			Specified partnership business limit assigned by you to the designated member note 8			
430			435	435		436		440		
		//								
4.5. Danta analain		-4 -1:-31-1	•	-11		-4!				
t 5 – Partnership ration's income from act	ive businesse	es carried on	in Canada as a r	nember or de	esignated m	ember of a partne				
ting related expenses) -			//			,				
ied partnership loss (fro	m line 380 in	Part 4)				Cubtotal (an				
:	/f li 400) in Don't 4)				•	-	, –		
ied partnership income	(Irom line 400	Jin Part 4)						· · · · · · <u> </u>		

				89242 2817 RC0001
– Pa	rt 6 – Income eligible for the small business dec	luction ———		
Net i	ncome for income tax purposes from line 300 of the T2 return .		841,300	S
Allow	vable business investment loss from line 406 of Schedule 1			Т
	Subto	otal (amount S plus amount T)	<u>841,300</u>	841,300 U
Forei	gn business income after deducting related expenses note 9 .	500		
Taxa	ble capital gains from line 113 of Schedule 1		,	V
Net p	property income (line 032 ^{note 10} minus the total of lines 042, 052 and	d 082 ^{note 9} in Part 1)	-1,393,000	N
	onal services business income after deducting related nses note 9	e1		
Othe	r income after deducting related expenses note 9	e2		
	Subtotal (amount e1 plus amount e2) note 9	> 520		
	Subtotal (add line 500, amo	unt V, amount W and line 520)	-1,393,000	► -1,393,000 x
Net a		· · · · · · · · · · · · · · · · · · ·		
Partr	nership income not eligible for the small business deduction (line 45	0 in Part 5)		
	nership income allocated to your corporation under subsection 96(1.	· · · · · · · · · · · · · · · · · · ·	_	
	ne referred to in clause 125(1)(a)(i)(C)	· ·		
	ne referred to in clause 125(1)(a)(i)(B) (from line 615 in Part 7)			۸۸
IIICOI		530, line 540 and amount AA)		→ BB
C		,		
Spec	ified corporate income (from line 625 in Part 7)			CC
Inco	me eligible for the small business deduction (amount Y minus	amount BB, plus amount CC)	<u></u>	<u>2,234,300</u> _{DD}
(ente	r amount DD on line 400 of the T2 return - if negative, enter "0")		\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \	
Da	rt 7 Charified cornerate income and assignmen	nt under eubereties	125(2.2)	
– Pa	rt 7 – Specified corporate income and assignme	ent under subsection	125(3.2)	
	1EE	EE . (FF	GG
	Name of the corporation	\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \	ome described under clause (1)(a)(i)(B) received from the	J 3
		TEST TEST TEST TEST TEST TEST TEST TEST	corporation identified in column EE note 11	column EE note 12

600

610

Total 615

See the privacy statement on your return.

Total 625

620

Notes

Note 1 Do not include expenses that were deducted in computing the income of the corporation in column D1.

In general, amounts included under subsections 34.2(2) and 34.2(3) or claimed under subsection 34.2(4) are deemed to have the **same character** and be in the **same proportions** as the partnership income they relate to. For example, if a corporation receives \$100,000 of partnership income for the partnership's fiscal period ending in its tax year, and that income is made up of \$40,000 of active business income, \$30,000 of income from property, and \$30,000 as a taxable capital gain, the corporation's adjusted stub period accrual (ASPA) in respect of the partnership would be 40% active business income, 30% property income, and 30% taxable capital gains. Add or deduct only the portion of the following amounts that are characterized as **active business income** in accordance with subsection 34.2(5):

Add:

- the ASPA under subsection 34.2(2) (column 4 of Schedule 73)
- the income inclusion for a new corporate member of a partnership under subsection 34.2(3) (column 6 of Schedule 73)
- the previous-year transitional reserve under subsection 34.2(12) (column 12 of Schedule 73)

Deduct

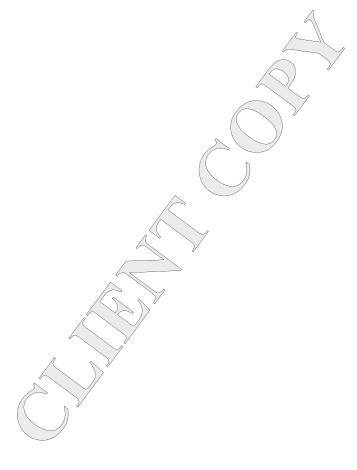
- the previous-year ASPA under subsection 34.2(4) (column 5 of Schedule 73)
- the previous-year income inclusion for a new corporate member of a partnership under subsection 34.2(4) (column 7 of Schedule 73)
- Note 2 When a partnership carries on more than one business, one of which generates income and another of which realizes a loss, the loss is **not** netted against the partnership's income when calculating the prorated business limit (column H1). Enter on line 380 the total of all losses from column F1.
- Note 3 If you are a designated member of the partnership, enter "0".
- Note 4 You must enter "0" if the partnership provides services or property to either:
 - (A) a private corporation (directly or indirectly in any manner whatever) in the year, if:
 - you (or one of your shareholders) or a person that does **not** deal at arm's length with you (or one of your shareholders) holds a direct or indirect interest in the private corporation, and
 - it is not the case that all or substantially all of the partnership's income for the year from an active business is from providing services or property to
 - persons (other than the private corporation) that deal at arm's length with the partnership and each person that holds a direct or indirect interest in the partnership, or
 - partnerships with which the partnership deals at arm's length, other than a partnership in which a person that does not deal at arm's length with you holds a direct or indirect interest, or
 - (B) a particular partnership (directly or indirectly in any manner whatever) in the year, if:
 - you (or one of your shareholders) do **not** deal at arm's length with the particular partnership or a person that holds a direct or indirect interest in the particular partnership, and
 - it is not the case that all or substantially all of the partnership's income for the year from an active business is from providing services or property to
 - persons that deal at arm's length with the partnership and each person that holds a direct or indirect interest in the partnership, or
 - partnerships (other than the particular partnership) with which the partnership deals at arm's length, other than a partnership in which a person that does not deal at arm's length with you holds a direct or indirect interest.
- Note 5 If you are a CCPC that is a designated member receiving an assignment of specified partnership business limit, complete Table 2 to determine the amounts to enter in Table 1 column I1.
- Note 6 If you are a corporation that is a **member** of the partnership and you are assigning **specified partnership business limit**, complete Table 3 to determine the amounts to enter in Table 1 column J1.
- Note 7 Add the amounts in column H2 that are for the same partnership and enter it in Table 1 column I1, in the row of the applicable partnership.
- Note 8 Add the amounts in column F3 that are for the same partnership and enter it in Table 1 column J1, in the row of the applicable partnership. This amount cannot be higher than the amount of prorated business limit you would otherwise be entitled to in Table 1 column H1 for that partnership.
- Note 9 If negative, enter amount in brackets, and add instead of subtracting.
- Note 10 Net of related expenses.
- Note 11 This amount is [as defined in subsection 125(7) specified corporate income (a)(i)] the total of all amounts, each of which is your income from an active business for the year from providing services or property to a private corporation (directly or indirectly, in any manner whatever) if
 - (A) at any time in the year, you (or one of your shareholders) or a person that does **not** deal at arm's length with you (or one of your shareholders) holds a direct or indirect interest in the private corporation, and
 - (B) it is not the case that all or substantially all-of your income for the year from an active business is from providing services or property to
 - (I) persons (other than the private corporation) with which you deal at arm's length, or
 - (II) partnerships with which you deal at arm's length, other than a partnership in which a person that does **not** deal at arm's length with you holds a direct or indirect interest.

Do **not** include specified farming or fishing income. If the conditions described in subsection 125(10) are met, do not include income from an associated corporation.

Note 12 The amount of business limit that a CCPC can assign to you cannot be greater than the amount in column FF that is from providing services or property directly to that CCPC. If there is an amount included in column FF that is deductible by that CCPC in respect of the amount of its income referred to in clause 125(1)(a)(i)(A) or (B) for its tax year, you need to deduct it from column FF for the purpose of determining the amount that can be assigned to you.

Notes (continued)

- Note 13 Active asset, of a particular corporation at any time, means property that is:
 - (A) used at that time principally in an active business carried on primarily in Canada by the particular corporation or by a Canadian-controlled private corporation that is related to the particular corporation,
 - (B) a share of the capital stock of another corporation if, at that time,
 - the other corporation is connected with the particular corporation (within the meaning assigned by subsection 186(4) on the assumption that the other corporation is at that time a payer corporation within the meaning of that subsection), and
 - the share would be a qualified small business corporation share (as defined in subsection 110.6(1)) if:
 - the references in that definition to an "individual" were references to the particular corporation, and
 - that definition were read without reference to "the individual's spouse or common-law partner", or
 - (C) an interest in a partnership, if:
 - at that time, the fair market value of the particular corporation's interest in the partnership is equal to or greater than 10% of the total fair market value of all interests in the partnership,
 - throughout the 24-month period ending before that time, more than 50% of the fair market value of the property of the partnership was attributable to property described in this paragraph or in paragraph (A) or (B), and
 - at that time, all or substantially all of the fair market value of the property of the partnership was attributable to property described in this paragraph or in paragraph (A) or (B).
- Note 14 Income or loss from property of a particular corporation, for the purposes of calculating the corporation's adjusted aggregate investment income, includes income or loss from a specified investment business, as well as all amounts in respect of a life insurance policy that are included in computing the corporation's income for the year (even if those amounts were not included in the computation of the corporation's aggregate investment income in Part 1).



Schedule 8

Canada Revenue Agence du revenu du Canada

Capital Cost Allowance (CCA)

Corporation's name	Business number	Tax year-end
		Year Month Day
InnPower Corporation	89242 2817 RC0001	2019-12-31

For more information, see the section called "Capital Cost Allowance" in the T2 Corporation Income Tax Guide.

Is the corporation electing under Regulation 1101(5g)?	101	Yes	No X
13 the corporation electing under reculation 110 (130):			

1		2	3	4	5	6	7	8	
Class	Description	Undepreciated	Cost of acquisitions	Cost of acquisitions	Adjustments and	Amount from	Amount from	Proceeds of	For tax years ending before
number *		capital cost (UCC) at the beginning of	during the year (new property must	from column 3 that are accelerated	transfers	column 5 that is assistance received	column 5 that is repaid during the	dispositions	November 21,
		the year	be available for use)	investment incentive	See note 4	or receivable	year for a property,	See note 7	2018:
See		, and the second second second second second second second second second second second second second second se	•	properties (AIIP)		during the year for	subsequent to its		50% rule (1/2 of net
note 1			See note 2	See note 3		a property, subsequent to	disposition		acquisitions)
				See note 3	6	its disposition	See note 6		aoquioino,
						See note 5			
200		201	203	225	205	221	222	207	211
1	Buildings	21,221,151						0	
8	Equipment and tools	1,525,115	43,691	43,691				0	
10	Rolling stock and vehicles	549,533	6,000	6,000				0	
45	Computer equipment and software	85						0	
47	Electrical energy distribution	25,379,808	2,451,505	2,451,505				6,000	
50	Computer equipment	258,684	125,612	125,612				0	
47	WIP							0	
8	WIP							0	
14.1		188,919						0	
1b	Building	189,996	38,000	38,000				0	
95	WIP	1,267,000	2,470,000	2,470,000				0	
	Totals	50,580,291	5,134,808	5,134,808				6,000	·

1		9	10	11	12	13	14	15	16	17	18
Class number * See note 1	Des- crip- tion	UCC (column 2 plus column 3 plus or minus column 5 minus column 8) See note 8	Proceeds of disposition available to reduce the UCC of AIIP (column 8 plus column 6 minus column 3 plus column 7 minus column 7) (if negative, enter "0")	Net capital cost additions of AIIP acquired during the year (column 4 minus column 10) (if negative, enter "0")	UCC adjustment for AIIP acquired during the year (column 11 multiplied by the relevant factor)	UCC adjustment for non-AlIP acquired during the year (0.5 multiplied by the result of column 3 minus column 4 minus column 6 plus column 7 minus column 8) (if negative, enter "0")	CCA rate % See note 11	Recapture of CCA See note 12	Terminal loss See note 13	CCA (for declining balance method, the result of column 9 plus column 12 minus column 13, multiplied by column 14 or a lower amount) See note 14	UCC at the end of the year (column 9 minus column 17)
200						224	212	213	215	217	220
. 1	Buildin	21,221,151					4	0	0	848,846	20,372,305
. 8	Equipn	1,568,806		43,691	21,846		20	0	0	318,130	1,250,676
. 10	Rolling	555,533		6,000	3,000		30	0	0	167,560	387,973
. 45	Compu	85					45	0	0	38	47
. 47	Electric	27,825,313	6,000	2,445,505	1,222,753		8	0	0	2,323,845	25,501,468
. 50	Compu	384,296		125,612	62,806		55 ~	0	0	245,906	138,390
. 47	WIP						8	0	0		
. 8	WIP						20	0	0		
. 14.1		188,919					5	0	0	13,224	175,695
. 1b	Buildin	227,996		38,000	19,000		6	0	0	14,820	213,176
. 95	WIP	3,737,000		2,470,000	1,235,000		0	0	0		3,737,000
	Totals	55,709,099	6,000	5,128,808	2,564,405					3,932,369	51,776,730

Enter the total of column 15 on line 107 of Schedule 1. Enter the total of column 16 on line 404 of Schedule 1. Enter the total of column 17 on line 403 of Schedule 1.

- Note 1. If a class number has not been provided in Schedule II of the Income Tax Regulations for a particular class of property, use the subsection provided in Regulation 1101. Class numbers followed by a letter indicate the basic rate of the class taking into account the additional deduction allowed. Class 1a: 4% + 6% = 10% (class 1 to 10%), class 1b: 4% + 2% = 6% (class 1 to 6%).
- Note 2. 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 of property in the class that are not subject to the 50% rule. See Income Tax Folio S3-F4-C1, General Discussion of Capital Cost Allowance, for exceptions to the 50% rule.
- Note 3. An accelerated investment incentive property (AIIP) is a property (other than property included in Class 54 or 55) that you acquired after November 20, 2018 and became available for use before 2028. See the T2 Corporation Income Tax Guide for more information. Classes 54 and 55 include property that is a zero-emission vehicle you acquired after March 18, 2019 and became available for use before 2028.
- Note 4. Enter in column 5, "Adjustments and transfers", amounts that increase or reduce the undepreciated capital cost (column 9). Items that increase the undepreciated capital cost include amounts transferred under section 85, or transferred on amalgamation or winding-up of a subsidiary. Items that reduce the undepreciated capital cost (show amounts that reduce the undepreciated capital cost in brackets) include government assistance received or entitled to be received in the year, or a reduction of capital cost after the application of section 80. See the T2 Corporation Income Tax Guide for other examples of adjustments and transfers to include in column 5.
- Note 5. Include all amounts of assistance you received (or were entitled to receive) after the disposition of a depreciable property that would have decreased the capital cost of the property by virtue of paragraph 13(7.1)(f) if received before the disposition.
- Note 6. Include all amounts you have repaid during the year with respect to any legally required repayment, made after the disposition of a corresponding property, of:
 - assistance that would have otherwise increased the capital cost of the property under paragraph 13(7.1)(d); and
 - an inducement, assistance or any other amount contemplated in paragraph 12(1)(x) received, that otherwise would have increased the capital cost of the property under paragraph 13(7.4)(b).

Also include the UCC of each property of a prescribed class acquired in the course of a corporate reorganization described under paragraph 55(3)(b) of the Act (also known as "butterfly reorganization") or in a non-arm's length transaction (other than by virtue of a right referred to in paragraph 251(5)(b) of the Act) if the property was a depreciable property acquired by the transferor less than 364 days before the end of your tax year.

- Note 7. For each property disposed of during the year, deduct from the proceeds of disposition any outlays and expenses to the extent that they were made or incurred for the purpose of making the disposition(s). The amount reported in respect of the property cannot exceed the property's capital cost, unless that property is a timber resource property as defined in subsection 13(21).
- Note 8. If the amount in column 5 reduces the undepreciated capital cost (i.e. it is shown in brackets), you must subtract it for the purposes of the calculation. Otherwise, add the amount in column 5 for the purposes of the calculation.
- Note 9. The relevant factors for AllP of a class in Schedule II and for property included in classes 54 and 55, available for use before 2024, are:
 - 2 1/3 for property in Classes 43.1 and 54;
 - 1 1/2 for property in Class 55;
 - 1 for property in Classes 43.2 and 53;
 - 0 for property in Classes 12, 13, 14, and 15, as well as properties that are Canadian vessels included in paragraph 1100(1)(v) of the Regulations (see note 14 for additional information); and
 - 0.5 for all other property that is AIIP.
- Note 10. The UCC adjustment for non-AllP acquired during the year (formerly known as the half-year rule or 50% rule) does not apply to certain property (including AllP). For special rules and exceptions, see Income Tax Folio S3-F4-C1, General Discussion of Capital Cost Allowance.
- Note 11. Enter a rate only if you are using the declining balance method. For any other method (for example the straight-line method, where calculations are always based on the cost of acquisitions), enter N/A. Then enter the amount you are claiming in column 17.
- Note 12. If the amount in column 9 is negative, you have a recapture of CCA. If applicable, enter the negative amount from column 9 in column 15 as a positive. The recapture rules do not apply to passenger vehicles in Class 10.1.
- Note 13. If no property is left in the class at the end of the tax year and there is still a positive amount in the column 9, you have a terminal loss. If applicable, enter the positive amount from column 9 in column 16. The terminal loss rules do not apply to:
 - passenger vehicles in Class 10.1;
 - property in Class 14.1, unless you have ceased carrying on the business to which it relates; or
 - limited-period franchises, concessions, or licences in Class 14 if, at the time of acquisition, the property was a former property of the transferor or any similar property attributable to the same fixed place of business, and you had jointly elected with the transferor to have the replacement property rules apply.
- Note 14. If the tax year is shorter than 365 days, prorate the CCA claim. Some classes of property do not have to be prorated. See the T2 Corporation Income Tax Guide for more information. For property in class 10.1 disposed of during the year, deduct a maximum of 50% of the regular CCA deduction if you owned the property at the beginning of the tax year. For AllP listed below, the maximum first year allowance you can claim is determined as follows:
 - Class 13: the lesser of 150% of the amount calculated in Schedule III of the Regulations and the UCC at the end of the tax year (before any CCA deduction).
 - Class 14: the lesser of 150% of the allocation for the year of the capital cost of the property apportioned over the remaining life of the property (at the time the cost was incurred) and the UCC at the end of the tax year (before any CCA deduction).
 - Class 15: the lesser of 150% of an amount computed on the basis of a rate per cord, board foot or cubic metre cut in the tax year and the UCC at the end of the tax year (before any CCA deduction).
 - Canadian vessels described under paragraph 1100(1)(v) of the Regulations: the lesser of 50% of the capital cost of the property and the UCC at the end of the tax year (before any CCA deduction).
 - Class 41.2: use a 25% CCA rate. The additional allowance under paragraph 1100(1)(y.2)(for single mine properties) and 1100(1)(ya.2)(for multiple mine properties) of the Regulations is not eligible for the accelerated investment incentive. The additional allowance in respect of natural gas liquefaction under paragraph 1100(1)(yb) of the Regulations is eligible for the accelerated investment incentive.
 - Property (other than a timber resource property) that is a timber limit or a right to cut timber from a limit: 150% of the amount determined by first subtracting the total of the residual value of the timber limit and all amounts you expended for the 1949 or later tax years for surveys, cruises or preparation of prints, maps or plans for the purpose of obtaining a licence or right to cut timber from the capital cost of the limit or right, and then dividing the result by the quantity of timber in the limit or the quantity of timber you have the right to cut.
 - Industrial mineral mine or a right to remove industrial minerals from an industrial mineral mine: 150% of the amount determined by first subtracting the residual value, if any, of the mine or right from the capital cost of the mine or right, and then dividing the result by the number of units of commercially mineable material estimated to be in the mine when the mine or right was acquired (alternatively, if you have acquired a right to remove only a specified number of units, that number of units that you acquired a right to remove).

T2 SCH 8 (19)

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Agence du revenu du Canada

SCHEDULE 9

RELATED AND ASSOCIATED CORPORATIONS

Name of corporation	Business Number	Tax year end Year Month Day
InnPower Corporation	89242 2817 RC0001	2019-12-31

- Complete this schedule if the corporation is related to or associated with at least one other corporation.
- For more information, see the T2 Corporation Income Tax Guide.

	Name	Country of resi- dence (other than Canada)	Business number (see note 1)	Relation-ship code (see note 2)	Number of common shares you own	% of common shares you own	Number of preferred shares you own	% of preferred shares you own	Book value of capital stock
	100	200	300	400	500	550	600	650	700
1.	Innservices Utilities Inc.		81689 7326 RC0001	3					
2.	Town of Innisfil		NR	1					
3.	Innterprises Inc.		86556 4595 RC0001	3		1			

Note 1: Enter "NR" if the corporation is not registered or does not have a business number.

Note 2: Enter the code number of the relationship that applies from the following order: 1 - Parent 2 - Subsidiary 3 - Associated 4 - Related but not associated

T2 SCH 9 (11)

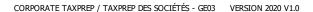


Continuity of financial statement reserves (not deductible)

 Financial sta 	tement reserves (not deductible) —	
Balance at the	Transfer on an	Add	De

	Description	Balance at the beginning of the year	Transfer on an amalgamation or the wind-up of a subsidiary	Add	Deduct	Balance at the end of the year
1	Post retirement benefits	178,083		12,000	90,000	100,083
2	Reserves from Part 2 of Schedule 13					
	Totals	178,083		12,000	90,000	100,083

The total opening balance plus the total transfers should be entered on line 414 of Schedule 1 as a deduction. The total closing balance should be entered on line 126 of Schedule 1 as an addition.



Agreement Among Associated Canadian-Controlled Private Corporations to Allocate the Business Limit

- For use by a Canadian-controlled private corporation (CCPC) to identify all associated corporations and to assign a percentage for each associated corporation. This percentage will be used to allocate the business limit for the small business deduction. Information from this schedule will also be used to determine the date the balance of tax is due and to calculate the reduction to the business limit.
- An associated CCPC that has more than one tax year ending in a calendar year must file an agreement for each tax year ending in that calendar year.
- Column 1: Enter the legal name of each of the corporations in the associated group, including those deemed to be associated under subsection 256(2) of the Income Tax Act.
- Column 2: Provide the business number for each corporation (if a corporation is not registered, enter "NR").
- Column 3: Enter the association code from the list below that applies to each corporation:
 - 1 Associated for purposes of allocating the business limit (unless association code 5 applies)
 - 2 CCPC that is a **third corporation** as referred to in subsection 256(2) and has filed Schedule 28, Election not to be Associated Through a Third Corporation
 - 3 Non-CCPC that is a third corporation
 - 4 Associated non-CCPC
 - 5 Associated CCPC to which association code 1 does not apply because a third corporation has filed Schedule 28
- **Column 4:** Enter the business limit for the year of each corporation in the associated group. Enter "0" if the corporation has association code 2, 3 or 4 in column 3 (except if the corporation is a cooperative or a credit union eligible for the SBD and it has association code 4).
- **Column 5:** Assign a percentage to allocate the business limit to each corporation that has association code 1 in column 3. The total of all percentages in column 5 cannot exceed 100%.
- **Column 6:** Enter the business limit allocated to each corporation by multiplying the amount in column 4 by the percentage in column 5. Add all business limits allocated in column 6 and enter the total at line A.

Ensure that the total at line A does not exceed \$500,000.

- Allocating the business limit			<u> </u>		
Date filed (do not use this area)		.)		. 025	Year Month Day
Enter the calendar year the agreement applies to				050	Year 2019
Is this an amended agreement for the above calend an agreement previously filed by any of the associa				. 075	Yes X No
1 Name of associated corporations 100	Business number of associated corporations	3 Association code	4 Business limit for the year before the allocation \$	5 Percentage of the business limit % 350	6 Business limit allocated* \$
1 InnPower Corporation	89242 2817 RC0001	1	500,000		
2 Innservices Utilities Inc.	81689 7326 RC0001	1	500,000		
3 Town of Innisfil	NR	1	500,000		
4 Innterprises Inc.	86556 4595 RC0001	1	500,000	100.0000	500,000
			Total	100.0000	500,000

Business limit reduction under subsection 125(5.1) of the Act

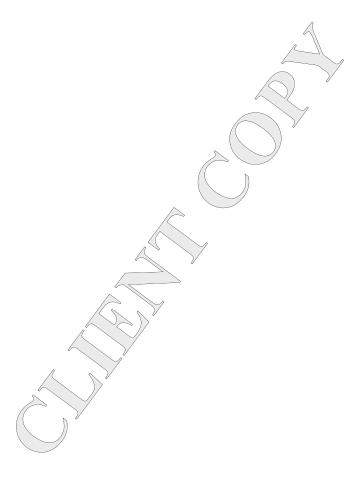
The business limit reduction is calculated in the small business deduction area of the T2 return. One of the factors used in this calculation is the "large corporation amount" at line 415 of the T2 return. The amount at line 415 is determined using the formula 0.225% x (C - \$10,000,000). Another factor is the "adjusted aggregate investment income" from lines 744 and 745 of Schedule 7, Aggregate Investment Income and Income Eligible for the Small Business Deduction. Details of these formulas and variable C are in subsection 125(5.1) of the Act.

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

Special rules for business limit

Special rules apply under subsection 125(5) if a CCPC has more than one tax year ending in the same calendar year and it is associated in more than one of those tax years with another CCPC that has a tax year ending in that calendar year. The business limit for the second or later tax year will be equal to the lesser of: the business limit determined for the first tax year ending in the calendar year or the business limit determined for the second or later tax year ending in the same calendar year.

T2 SCH 23 E (19) Canadä



Summary of Investment Tax Credit Carryovers

CCA class number 99	Cur. or cap. R&	D for ITC			
Current year	Addition current year (A)	Applied current year (B)	Claimed as a refund (C)	Carried back (D)	ITC end of year (A-B-C-D)
Prior years					
Faxation year		ITC beginning of year (E)	Adjustments (F)	Applied current year (G)	ITC end of year (E-F-G)
2018-12-31		37,158	()	(-)	37,158
2017-12-31					
2016-12-31					
2015-12-31					
2014-12-31					
2013-12-31					
2012-12-31					
2011-12-31				7	
2010-12-31					
2009-12-31					
2008-12-31					
2007-12-31					
2006-12-31					
2005-12-31					
2004-12-31					
2003-12-31					
2002-12-31					
2001-12-31					
	—	37 100	7		27 150
	Total	37,158			37,158
3+C+D+G				Total ITC utilized	

^{*} The **ITC** end of year includes the amount of ITC expired from the 10th preceding year if it is before January 1, 1998, or the amount of ITC expired from the 20th preceding year if it is after December 31, 1997. Note that this credit expires at the end of the tax year and any expired credit will be posted to line 215, 515, 615, 770 or 845, as applicable, in Schedule 31 the following year.

Agence du revenu du Canada Schedule 33

Taxable Capital Employed in Canada – Large Corporations

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2019-12-31

- Use this schedule in determining if the total taxable capital employed in Canada of the corporation (other than a financial institution or an insurance corporation) and its related corporations is greater than \$10,000,000.
- If the total taxable capital employed in Canada of the corporation and its related corporations is greater than \$10,000,000, file a completed Schedule 33 with your T2 Corporation Income Tax Return no later than six months from the end of the tax year.
- Unless otherwise noted, all legislative references are to the Income Tax Act and the Income Tax Regulations.
- Subsection 181(1) defines the terms financial institution, long-term debt, and reserves.
- Subsection 181(3) provides the basis to determine the carrying value of a corporation's assets or any other amount under Part I.3 for its capital, investment
 allowance, taxable capital, or taxable capital employed in Canada, or for a partnership in which it has an interest.
- If the corporation was a non-resident of Canada throughout the year and carried on a business through a permanent establishment in Canada, go to Part 4,
 Taxable capital employed in Canada.

Part 1 – Capital	
Add the following year-end amounts:	
Reserves that have not been deducted in calculating income for the year under Part I 101	<u>86</u>
Capital stock (or members' contributions if incorporated without share capital)	00_
Retained earnings	<u>10</u>
Contributed surplus	00_
Any other surpluses	
Deferred unrealized foreign exchange gains	_
All loans and advances to the corporation	00
All indebtedness of the corporation represented by bonds, debentures, notes, mortgages, hypothecary claims, bankers' acceptances, or similar obligations	_
Any dividends declared but not paid by the corporation before the end of the year	
All other indebtedness of the corporation (other than any indebtedness for a lease) that has been outstanding for more than 365 days before the end of the year	_
The total of all amounts, each of which is the amount, if any, in respect of a partnership in which the corporation held a membership interest at the end of the year, either directly or indirectly through another partnership (see note below)	_
Subtotal (add lines 101 to 112)25,716,33	<u>25,716,336</u> A

Note:

Line 112 is determined by the formula (A - B) x C/D (as per paragraph 181/2(3)(g)) where:

- A is the total of all amounts that would be determined for lines 101, 107, 108, 109, and 111 in respect of the partnership for its last fiscal period that ends at or before the end of the year if
 - a) those lines applied to partnerships in the same manner that they apply to corporations, and
 - b) those amounts were computed without reference to amounts owing by the partnership
 - (i) to any corporation that held a membership interest in the partnership either directly or indirectly through another partnership, or
 - (ii) to any partnership in which a corporation described in subparagraph (i) held a membership interest either directly or indirectly through another partnership.
- B is the partnership's deferred unrealized foreign exchange losses at the end of the period,
- C is the share of the partnership's income or loss for the period to which the corporation is entitled either directly or indirectly through another partnership, and
- D is the partnership's income or loss for the period.

Deduct the following amounts: Deferred tax debit balance at the end of the year Any deficit deducted in calculating its shareholders' equity (including, for this purpose, the amount of any provision for the redemption of preferred shares) at the end of the year To the extent that the amount may reasonably be regarded as being included in any of lines 101 to 112 above for the year, any amount deducted under subsection 135(1) in calculating income under Part I for the year. Deferred unrealized foreign exchange losses at the end of the year Subtotal (add lines 121 to 124) Part 2 – Investment allowance Add the carrying value at the end of the year of the following assets of the corporation: A share of another corporation A loan or advance to another corporation (other than a financial institution) A load, debenture, note, mortgage, hypothecary claim, or similar obligation of another corporation (other than financial institution) A load payable on a share of the capital stock of another corporation (other than a financial institution) A load or advance to, or a bond, debenture, note, mortgage, hypothecary claim or similar obligation of, a partnership each member of which was, throughout the year, another corporation (other than a financial institution) A load or advance to, or a bond, debenture, note, mortgage, hypothecary claim or similar obligation of, a partnership each member of which was, throughout the year, another corporation (other than a financial institution) hat was not exempt from tax under this Part (otherwise than because of paragraph 181.1(3)(d)), or another partnership described in paragraph 181.2(4)(d.1) An interest in a partnership (see note 2 below) Investment allowance for the year (add lines 401 to 407) Notes: 1. Lines 401 to 405 should not include the carrying value of a share of the capital stock of additional rules regarding the carrying value of an interest in a partnership. 2. Where the corporation has an interest in a partnership hed either directify of indirectify throu				89242 2817 RC000
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A dividend payable on a share of the capital stock of another corporation A loan or advance to, or a bond, debenture, note, mortgage, hypothecary claim or similar obligation of, a partnership each member of which was, throughout the year, another corporation (other than a financial institution) that was not exempt from tax under this Part (otherwise than because of paragraph 181.1(3)(d)), or another partnership described in paragraph 181.2(4)(d.1) An interest in a partnership (see note 2 below) Investment allowance for the year (add lines 401 to 407) Notes: 1. Lines 401 to 405 should not include the carrying value of a share of the capital stock of, a dividend payable by, or indebtedness of a corporation that is exempt from tax under Part I.3 (other than a non-resident corporation that at no time in the year carried on business in Canada through a permanent establishment). 2. Where the corporation has an interest in a partnership held either directly or indirectly through another partnership, refer to subsection 181.2(5) for additional rules regarding the carrying value of an interest in a partnership. 3. Where a trust is used as a conduit for loaning money from a corporation to another related corporation (other than a financial institution), the loan will be			403	
A loan or advance to, or a bond, debenture, note, mortgage, hypothecary claim or similar obligation of, a partnership each member of which was, throughout the year, another corporation (other than a financial institution) that was not exempt from tax under this Part (otherwise than because of paragraph 181.1(3)(d)), or another partnership described in paragraph 181.2(4)(d.1) An interest in a partnership (see note 2 below) Investment allowance for the year (add lines 401 to 407) Notes: 1. Lines 401 to 405 should not include the carrying value of a share of the capital stock of, a dividend payable by, or indebtedness of a corporation that is exempt from tax under Part I.3 (other than a non-resident corporation that at no time in the year carried on business in Canada through a permanent establishment). 2. Where the corporation has an interest in a partnership held either directly or indirectly through another partnership, refer to subsection 181.2(5) for additional rules regarding the carrying value of an interest in a partnership. 3. Where a trust is used as a conduit for loaning money from a corporation to another related corporation (other than a financial institution), the loan will be	Long-term debt of a financial institution		404	
member of which was, throughout the year, another corporation (other than a financial institution) that was not exempt from tax under this Part (otherwise than because of paragraph 181.1(3)(d)), or another partnership described in paragraph 181.2(4)(d.1) An interest in a partnership (see note 2 below) Investment allowance for the year (add lines 401 to 407) Notes: 1. Lines 401 to 405 should not include the carrying value of a share of the capital stock of, a dividend payable by, or indebtedness of a corporation that is exempt from tax under Part I.3 (other than a non-resident corporation that at no time in the year carried on business in Canada through a permanent establishment). 2. Where the corporation has an interest in a partnership held either directly or indirectly through another partnership, refer to subsection 181.2(5) for additional rules regarding the carrying value of an interest in a partnership. 3. Where a trust is used as a conduit for loaning money from a corporation to another related corporation (other than a financial institution), the loan will be	A dividend payable on a share of the capital stock of another corporation	1	405	
Investment allowance for the year (add lines 401 to 407) Notes: 1. Lines 401 to 405 should not include the carrying value of a share of the capital stock of, a dividend payable by, or indebtedness of a corporation that is exempt from tax under Part I.3 (other than a non-resident corporation that at no time in the year carried on business in Canada through a permanent establishment). 2. Where the corporation has an interest in a partnership held either directly or indirectly through another partnership, refer to subsection 181.2(5) for additional rules regarding the carrying value of an interest in a partnership. 3. Where a trust is used as a conduit for loaning money from a corporation to another related corporation (other than a financial institution), the loan will be	member of which was, throughout the year, another corporation (other the tax under this Part (otherwise than because of paragraph 181.1(3)(d)), or paragraph 181.2(4)(d.1)	han a financial institution) that was not or another partnership described in	exempt from	
Notes: 1. Lines 401 to 405 should not include the carrying value of a share of the capital stock of, a dividend payable by, or indebtedness of a corporation that is exempt from tax under Part I.3 (other than a non-resident corporation that at no time in the year carried on business in Canada through a permanent establishment). 2. Where the corporation has an interest in a partnership held either directly or indirectly through another partnership, refer to subsection 181.2(5) for additional rules regarding the carrying value of an interest in a partnership. 3. Where a trust is used as a conduit for loaning money from a corporation to another related corporation (other than a financial institution), the loan will be	· · · · · · · · · · · · · · · · · · ·			3,622,000
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additional rules regarding the carrying value of an interest in a partnership. 3. Where a trust is used as a conduit for loaning money from a corporation to another related corporation (other than a financial institution), the loan will be	 Lines 401 to 405 should not include the carrying value of a share of the exempt from tax under Part I.3 (other than a non-resident corporation 			
			ership, refer to subsection 181.2(5	5) for
considered to have been made directly from the lending corporation to the borrowing corporation. Refer to subsection 181.2(6) for special rules that may apply.	considered to have been made directly from the lending corporation to			
Part 3 – Taxable capital	Part 3 – Tayable capital			
·	•			25 716 336 <i>c</i>

	- Part 3 – Taxable capital				
	Part 3 - Taxable Capital	6			
	Capital for the year (line 190)		,	 	25,716,336 C
	Deduct: Investment allowance for	the year (line 490) / .		 	3,622,000 D
	Taxable capital for the year (am	ount C minus amount D) (i	if negative, enter "0")	 500 _	22,094,336
- 1					

┌ Part	4 – Taxable	capital employ	ed in Ca	nada ———					
		To be o	ompleted	by a corporation that	t was resident i	in Canada at	any time in the yea	r	
	e capital for r (line 500)	22,094,336	Xi	e income earned in Canada 610 cable income]	1,000 =	Taxable capital employed in Cana	da 690	22,094,336
Notes:	Where a cor to have a tax	poration's taxable inc able income for that	ome for a to	the amount of taxable i ax year is "0," it shall, f 100. on 8601 should be cor	for the purposes	of the above		ed	
				a corporation that w				ear	
				the end of the year of a during the year through				701	
Deduc	t the following amo	ounts:							
paragra	aphs 181.2(3)(c) to		ably be rega	nan indebtedness desc arded as relating to a b Canada	ousiness it carrie	ed 711			
describ year, in	ed in subsection 1	81.2(4) of the corpo	ration that it	the end of year of an a used in the year, or he year through a perman	eld in the	712			
corpora person	ation that is a ship al or movable prop	or aircraft the corpor erty used or held by	ation operat the corporat	the end of year of an a red in international traff tion in carrying on any nada (see note below)	fic, or business	713			
				Total deductions (a	add lines 711, 7	12, and 713)	<u>Z</u>	 ►	E
Taxab	e capital employ	ed in Canada (line 7	701 minus a	amount E) (if negative,	, enter "0")	()		790	
Note:	Complete line 71 year on the incor	3 only if the country ne from the operation	n which the of a ship o	corporation is residen r aircraft in internationa	nt did not impose al traffic, of any	a capital tax corporation re	for the year on similar sident in Canada duri	assets, or a ta ng the year.	c for the
_ Part	5 – Calculati	on for purpose	s of the	small business	deduction				
This p	art is applicable	o corporations tha	t are not as	ssociated in the curre	ent year, but w	ere associat	ed in the prior year.		
Taxable	e capital employed	in Canada (amount	from line 69	00)	<u></u>				F
Deduc	t:							<u></u>	10,000,000 G
Calcul	ation for nurnose	es of the small busi	ness dedu	ction (amount H x 0.2)	,	nt F minus an	nount G) (if negative,	enter "0")	H
		415 of the T2 return.		5511 Jeinoune 13 A 0.22					'

Attached Schedule with Total

Part 1 – All loans and advances to the corporation

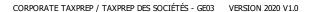
Title Part 1 – All loans and advances to the corporation

Explanatory note

Per note 19 of the 2019 FS (w/p FS.1)

Description	Operator (Note)	Amount
Town of Innisfil - receivable		183,000 00
InnServices Utilities Inc receivable	+	
Innterprises Inc receivable	+	308,000 00
	+	
	Total	491,000 00

Note: The calculations are performed one at a time, from the first to the last line, and not according to the priority rules of the operations. For example, the formula 1+2*3 will not result in the same thing as the formula 1+3*2.



Attached Schedule with Total

Part 2 – A loan or advance to another corporation (other than a financial institution)

Title Part 2 – A loan or advance to another corporation (other than a financial in

Explanatory note

Per note 19 of the 2019 FS (w/p FS.1)

Description	Operator (Note)	Amount
InnServices Utilities Inc payable		3,282,000 00
Innterprises Inc payable	+	
InnServices Utilities Inc receivable (negative balance)	+	340,000 00
· -	+	
	Total	3,622,000 00

1

Note: The calculations are performed one at a time, from the first to the last line, and not according to the priority rules of the operations. For example, the formula 1+2*3 will not result in the same thing as the formula 1+3*2.

Agence du revenu du Canada

Schedule 50

Shareholder Information

Corporation's name		Business number	Tax year-end Year Month Day
InnPower Corporation	1	89242 2817 RC0001	2019-12-31

- All private corporations must complete this schedule for any shareholder who holds 10% or more of the corporation's common and/or preferred shares.
- Provide only one number per shareholder (business number, social insurance number or trust number).

	Name of shareholder (after name, indicate in brackets if the shareholder is a corporation, partnership, individual, or trust)	Business number (If a corporation is not registered, enter "NR")	Social insurance number	Trust number	Percentage common shares	Percentage preferred shares
	100	200	300	350	400	500
1	Town of Innisfil	12194 7188 RC0001			100.000	
2						
3						
4			Δ			
5			, \			
6				,		
7						
8						
9						
10						



nue Agence du revenu du Canada

SCHEDULE 546

CORPORATIONS INFORMATION ACTANNUAL RETURN FOR ONTARIO CORPORATIONS

Name of corporation	Business Number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2019-12-31

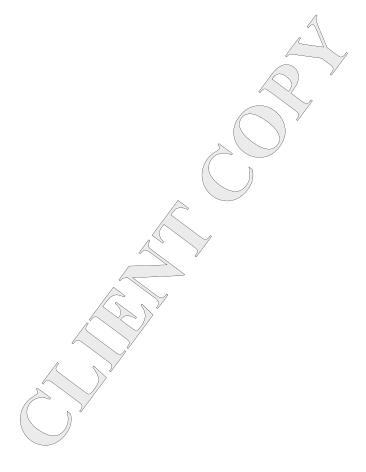
- This schedule should be completed by a corporation that is incorporated, continued, or amalgamated in Ontario and subject to the Ontario *Business Corporations Act* (BCA) or Ontario *Corporations Act* (CA), except for registered charities under the federal *Income Tax Act*. This completed schedule serves as a *Corporations Information Act* Annual Return under the *Ontario Corporations Information Act*.
- Complete parts 1 to 4. Complete parts 5 to 7 only to report change(s) in the information recorded on the Ontario Ministry of Government Services (MGS) public record.
- This schedule must set out the required information for the corporation as of the date of delivery of this schedule.
- A completed Ontario Corporations Information Act Annual Return must be delivered within six months after the end of the corporation's tax year-end.
 The MGS considers this return to be delivered on the date that it is filed with the Canada Revenue Agency (CRA) together with the corporation's income tax return.

 It is the corporation's responsibility to ensure that the inforr shown for the corporation on the public record maintained information. 	by the MGS, obtain a Corporation	n Profile Report. Visit www.\$	ServiceOntario.ca for more
This schedule contains non-tax information collected unde MGS for the purposes of recording the information on the purposes.			nis information will be sent to the
Part 1 – Identification			
OO Corporation's name (exactly as shown on the MGS pul	blic record)		
InnPower Corporation			
whichever is the most recent	Date of incorporation or amalgamation, whichever is most recent	I cal Month D	,
Ontario	most recent	2000-10-0	5 7284940
Part 2 – Head or registered office address (OO Care of (if applicable)	(P.O. box not acceptabl	e as stand-alone add	dress) ———————————————————————————————————
Street number 220 Street name/Rural route/Lot a 2073 COMMERCE PARK DR	and Concession number	230 Suite number	er
Additional address information if applicable (line 220 m	nust be completed first)		
Municipality (e.g., city, town) INNISFIL	Province/state	270 Country CA	280 Postal/zip code L9S 4A2
Part 3 – Change identifier Have there been any changes in any of the information most names, addresses for service, and the date elected/appoints senior officers, or with respect to the corporation's mailing a public record maintained by the MGS, obtain a Corporation. If there have been no changes, enter 1 in this lift there are changes, enter 2 in this box and contains the composition of the corporation.	ed and, if applicable, the date the address or language of preference Profile Report. For more informat box and then go to "Part 4 – Cert	election/appointment ceased? To review the information ion, visit www.ServiceOnta ification."	d of the directors and five most shown for the corporation on the rio.ca.
Part 4 – Certification I certify that all information given in this Corporations Inform. 450 McAllister	nation Act Annual Return is true, o	correct, and complete.	
Last name		First name	
Middle name(s)			
Please enter one of the following numbers in the knowledge of the affairs of the corporation. If y	his box for the above-named pers	son: 1 for director, 2 for office	er, or 3 for other individual having

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

Complete the applicable parts to report changes in the information recorded on the MGS public record.

Please enter one of the following numbers in this box:	1 - Show no mailing address on the MGS public record.2 - The corporation's mailing address is the same as the head or registered office address in Part 2 of this schedule.			
	3 - The corporation's complete mailing address is as follows:			
Care of (if applicable)				
Street number 530 Street name/Rural route/Lot and Cor	ncession number	540 So	uite number	
Additional address information if applicable (line 530 must be	completed first)			
Municipality (e.g., city, town) 5	70 Province/state	580 Country	590 Postal/zip code	



Corporate Taxpayer Summary

┌ Corporate information ────────────────────────────────────	
Corporation's name InnPower Corporation	
Taxation Year	
Jurisdiction Ontario	
BC AB SK MB ON QC NB NS NO PE NL XO YT NT	NU OC
Corporation is associated Y	
Corporation is related Y	
Number of associated corporations	
Type of corporation Canadian-Controlled Private Corporation	
Total amount due (refund) federal and provincial*	
* The amounts displayed on lines "Total amount due (refund) federal and provincial" are all listed in the help. Press F1 to consult the context-sens	sative help.
Summary of fodoval information	
Summary of federal information	0.44.200
Net income	841,300
Taxable income	
Donations	2,876
Calculation of income from an active business carried on in Canada	2,234,300
Dividends paid	
Dividends paid – Regular Dividends paid – Eligible	
Balance of the low rate income pool at the end of the previous year	
Balance of the low rate income pool at the end of the year	
Balance of the general rate income pool at the end of the previous year	21,418
Balance of the general rate income pool at the end of the year	21,418
Part I tax (base amount)	
Summary of federal carryforward/carryback information	
Carryforward balances	
Investment tax credits	37,158
Financial statement reserve	100,083

Oursement of many deals informed the construction of the	a a b.l -			332.2.2377.10000
─ Summary of provincial information – provincial income tax	C payable Ontario		ébec D-17)	Alberta (AT1)
Net income	841	.,300	, , ,	(/ (1 /)
Taxable income				
% Allocation	10	0.00		
Attributed taxable income				
Tax payable before deduction* Deductions and credits				
Net tax payable				
Attributed taxable capital				N/A N/A
Capital tax payable**	N/A			N/A
Total tax payable***				
Instalments and refundable credits				
Balance due/Refund (-)	• =			
Logging tax payable (COZ-1179)				
Tax payable	N/A	<u></u>		N/A
* For Québec, this includes special taxes.				
** For Québec, this includes compensation tax and registration fee.				
*** For Ontario, this includes the corporate minimum tax, the Crown royalties' addit development tax credit and the special additional tax debit on life insurance corp Balance due/refund.				
Summary of provincial carryforward amounts				
Other carryforward amounts)/		
Ontario				
Corporate minimum tax credit that can be carried forward over 20 years – Schedule	510			71,442
Summary – taxable capital				
Federal	\searrow			
Corporate name	Taxable capital	Taxable capital	Taxable capital	Taxable capital
	used to calculate the business limit reduction	used to calculate the SR&ED expenditure limit	used to calculate line 233 of the T2 return	used to calculate line 234 of the T2 return
	(T2, line 415)	for a CCPC	the 12 return	the 12 return
		(Schedules 31		
		and 49)		
InnPower Corporation	19,544,083	19,544,083	22,094,336	22,094,336
Innservices Utilities Inc.	182,708,032	182,708,032	187,892,000	187,892,000
Town of Innisfil Innterprises Inc.	553,661	553,661	802,084	802,084
Total		202,805,776	210,788,420	210,788,420
, John J. Grand J. Gr	202,003,110	202,003,770	210,700,120	210,700,120
Québec				
	Daid un capital	Doid up copital	Doid up conital	Doid up conital
Corporate name	Paid-up capital used to calculate	Paid-up capital used to calculate	Paid-up capital used to calculate	Paid-up capital used to
	the Québec	the tax credit	the \$1 million	determine the
	business limit reduction (CO-771)	for investment (CO-1029.8.36.IN)	deduction (CO-1137.A and	applicability of Form CO-737.SI
	and to calculate	`and to determine	CO-1137.E)	. 3 33 707.31
	the additional deduction for	the applicability of Form		
	transportation	CO-1029.8.33.TE		
	costs of remote			
	manufacturing SMEs (CO-156.TR)			

Total

Total

Ontario	
Corporate name	Specified capital used to calculate the expenditure limit – Ontario innovation tax credit (Schedule 566)
Total	

Corporate name Capital used to calculate the Newfoundland and Labrador capital deduction on financial institutions (Schedule 306)

Five-Year Comparative Summary

- Fodoral information (T2)	Current year	1st prior year	2nd prior year	3rd prior year	4th prior year
- Federal information (T2) —— Taxation year end	2019-12-31	2018-12-31	2017-12-31	2016-12-31	2015-12-31
Net income	841,300	874,644	-1,317,808		
	041,300	29,747	-1,317,000		
Taxable income	2 224 200				
Active business income	2,234,300	2,151,644			
Dividends paid					
Dividends paid – Regular					
Dividends paid – Eligible LRIP – end of the	-		-		
previous year					
_RIP – end of the year GRIP – end of the					-
previous year	21,418				
GRIP – end of the year	21,418	21,418			
Donations	2,876	11,070			
Balance due/refund (-)	2,070	46,866			
Dalance due/reidild (-)		10,000			
Line 996 – Amended ax return				7 🗆	
Loss carrybacks requested in prior years to reduce taxable income					
Faxation year end	2019-12-31	2018-12-31	2017-12-31	2016-12-31	2015-12-31
Γaxable income before	N/A				
oss carrybacks	N/A	N/A			702.00
Non-capital losses			-		793,05
Net capital losses (50%)	N/A	N/A			
Restricted farm losses	N/A	N/A	-		
Farm losses	N/A	N/A			
Listed personal property losses (50%)	N/A	N/A			
Total loss carried back	14// (
o prior years	N/A	N/A			793,05
Adjusted taxable income					
after loss carrybacks	N/A	N/A			
Losses in the current year carried bac to previous years to reduce taxable income (according to Schedule 4)	k				
Γaxation year end	2019-12-31	2018-12-31	2017-12-31	2016-12-31	2015-12-31
Adjusted taxable income before current year loss carrybacks*	N/A	29,747			N/A
Non-capital losses	N/A	·			N/A
Net capital losses (50%)	N/A	· -			N/A
Restricted farm losses	N/A	· -			N/A
Farm losses	N/A				N/A
Listed personal property losses (50%)	N/A	·	· · · · · · · · · · · · · · · · · · ·		N/A
Total current year losses carried pack to prior years	N/A				N/A
Adjusted taxable income					
after loss carrybacks	N/A	29,747			N/A

Lace communicated in prior					
Loss carrybacks requested in prior years to reduce taxable dividends subject to Part IV tax					
Taxation year end	2019-12-31	2018-12-31	2017-12-31	2016-12-31	2015-12-31
Adjusted Part IV tax multiplied					
by the multiplication factor**,	NI/A	NI/A			
before loss carrybacks	N/A N/A	N/A			
Non-capital losses					
Farm losses Total loss carried back	N/A	N/A	·		_
to prior years	N/A	N/A			
Adjusted Part IV tax multiplied					
by the multiplication factor**,	NI/A	NI/A			
after loss carrybacks	N/A	N/A			
Losses in the current year carried be to previous years to reduce taxable dividends subject to Part IV tax (according to Schedule 4)					
Taxation year end	2019-12-31	2018-12-31	2017-12-31	2016-12-31	2015-12-31
Adjusted Part IV tax multiplied by the multiplication factor**, before current-year loss					
carrybacks***	N/A				N/A
Non-capital losses	N/A			7	N/A
Farm losses	N/A				N/A
Total current year losses	N/A				N/A
carried back to prior years Adjusted Part IV tax multiplied	IN//A				11/73
by the multiplication factor**,					
	by the multiplication factor	r before current-year loss ca	rrybacks takes into accou	unt loss carrybacks that w	ere made in prior
after loss carrybacks ** The multiplication factor is 3 for divi *** The adjusted Part IV tax multiplied taxation years. This amount is multi to zero.	idends received before Ja	r before current-year loss ca	rrybacks takes into accou	unt loss carrybacks that w	5. rere made in prior
after loss carrybacks ** The multiplication factor is 3 for divi *** The adjusted Part IV tax multiplied taxation years. This amount is multi to zero. Federal taxes	idends received before Ja by the multiplication factor iplied by the multiplication	r before current-year loss ca factor to help you determine	rrybacks takes into account the loss amount that mu	unt loss carrybacks that w	5. rere made in prior
after loss carrybacks ** The multiplication factor is 3 for divi *** The adjusted Part IV tax multiplied taxation years. This amount is multi to zero. Federal taxes Taxation year end	idends received before Ja	r before current-year loss ca	rrybacks takes into accou	unt loss carrybacks that w st be used to reduce Part	5. ere made in prior IV tax payable
after loss carrybacks ** The multiplication factor is 3 for divi *** The adjusted Part IV tax multiplied taxation years. This amount is multi to zero. Federal taxes Taxation year end Part I	idends received before Ja by the multiplication factor iplied by the multiplication	r before current-year loss ca factor to help you determine	rrybacks takes into account the loss amount that mu	unt loss carrybacks that w st be used to reduce Part	5. ere made in prior IV tax payable
after loss carrybacks ** The multiplication factor is 3 for divi *** The adjusted Part IV tax multiplied taxation years. This amount is multi to zero. Federal taxes Taxation year end Part I Part IV	idends received before Ja by the multiplication factor iplied by the multiplication	r before current-year loss ca factor to help you determine	rrybacks takes into account the loss amount that mu	unt loss carrybacks that w st be used to reduce Part	5. ere made in prior IV tax payable
after loss carrybacks ** The multiplication factor is 3 for divi *** The adjusted Part IV tax multiplied taxation years. This amount is multi to zero. Federal taxes Taxation year end Part I Part III.1	idends received before Ja by the multiplication factor iplied by the multiplication	r before current-year loss ca factor to help you determine	rrybacks takes into account the loss amount that mu	unt loss carrybacks that w st be used to reduce Part	5. ere made in prior IV tax payable
after loss carrybacks ** The multiplication factor is 3 for divi *** The adjusted Part IV tax multiplied taxation years. This amount is multi to zero. Federal taxes Taxation year end Part I Part IV Part III.1 Other*	idends received before Ja by the multiplication factor iplied by the multiplication 2019-12-31	r before current-year loss ca factor to help you determine	rrybacks takes into account the loss amount that mu	unt loss carrybacks that w st be used to reduce Part	5. ere made in prior IV tax payable
after loss carrybacks ** The multiplication factor is 3 for divi *** The adjusted Part IV tax multiplied taxation years. This amount is multi to zero. Federal taxes Taxation year end Part I Part IV	idends received before Ja by the multiplication factor iplied by the multiplication 2019-12-31	r before current-year loss ca factor to help you determine	rrybacks takes into account the loss amount that mu	unt loss carrybacks that w st be used to reduce Part	5. ere made in prior IV tax payable
after loss carrybacks ** The multiplication factor is 3 for divi *** The adjusted Part IV tax multiplied taxation years. This amount is multi to zero. Federal taxes Taxation year end Part I Part IV Part III.1 Other*	idends received before Ja by the multiplication factor iplied by the multiplication 2019-12-31	r before current-year loss ca factor to help you determine	rrybacks takes into account the loss amount that mu	unt loss carrybacks that w st be used to reduce Part	5. ere made in prior IV tax payable
after loss carrybacks ** The multiplication factor is 3 for divi *** The adjusted Part IV tax multiplied taxation years. This amount is multi to zero. Federal taxes Taxation year end Part I Part IV Part III.1 Other* * The amounts displayed on lines "Others"	idends received before Ja by the multiplication factor iplied by the multiplication 2019-12-31	r before current-year loss ca factor to help you determine	rrybacks takes into account the loss amount that mu	unt loss carrybacks that w st be used to reduce Part	5. ere made in prior IV tax payable
after loss carrybacks ** The multiplication factor is 3 for divi *** The adjusted Part IV tax multiplied taxation years. This amount is multi to zero. - Federal taxes - Taxation year end Part I Part IV Part III.1 Other* * The amounts displayed on lines "Other Credits against part I tax — Taxation year end	idends received before Ja by the multiplication factor iplied by the multiplication 2019-12-31 er" are all listed in the help	p before current-year loss cat factor to help you determine 2018-12-31 D. Press F1 to consult the co	rrybacks takes into account the loss amount that mu 2017-12-31 Intext-sensative help.	unt loss carrybacks that w st be used to reduce Part 2016-12-31	5. ere made in prior IV tax payable 2015-12-31
after loss carrybacks ** The multiplication factor is 3 for divi *** The adjusted Part IV tax multiplied taxation years. This amount is multito zero. Federal taxes Taxation year end Part I Part IV Part III.1 Other* * The amounts displayed on lines "Other amounts displa	idends received before Ja by the multiplication factor iplied by the multiplication 2019-12-31 er" are all listed in the help	p before current-year loss cat factor to help you determine 2018-12-31 D. Press F1 to consult the co	rrybacks takes into account the loss amount that mu 2017-12-31 Intext-sensative help.	unt loss carrybacks that w st be used to reduce Part 2016-12-31	5. ere made in prior IV tax payable 2015-12-31
after loss carrybacks ** The multiplication factor is 3 for divi *** The adjusted Part IV tax multiplied taxation years. This amount is multito zero. Federal taxes Taxation year end Part I Part IV Part III.1 Other* * The amounts displayed on lines "Other additional year end Credits against part I tax Taxation year end Small business deduction M&P deduction	idends received before Ja by the multiplication factor iplied by the multiplication 2019-12-31 er" are all listed in the help	p before current-year loss cat factor to help you determine 2018-12-31 D. Press F1 to consult the co	rrybacks takes into account the loss amount that mu 2017-12-31 Intext-sensative help.	unt loss carrybacks that w st be used to reduce Part 2016-12-31	5. ere made in prior IV tax payable 2015-12-31
after loss carrybacks ** The multiplication factor is 3 for divi *** The adjusted Part IV tax multiplied taxation years. This amount is multi to zero. Federal taxes Taxation year end Part I Part IIV Part III.1 Other* * The amounts displayed on lines "Other additional year end Credits against part I tax Taxation year end Small business deduction M&P deduction Foreign tax credit	idends received before Ja by the multiplication factor iplied by the multiplication 2019-12-31 er" are all listed in the help	2018-12-31 2018-12-31 2018-12-31	rrybacks takes into account the loss amount that mu 2017-12-31 Intext-sensative help.	unt loss carrybacks that w st be used to reduce Part 2016-12-31	5. ere made in prior IV tax payable 2015-12-31
after loss carrybacks ** The multiplication factor is 3 for divi *** The adjusted Part IV tax multiplied taxation years. This amount is multi to zero. - Federal taxes Taxation year end Part I Part IV Part III.1 Other* * The amounts displayed on lines "Other - Credits against part I tax — Taxation year end Small business deduction M&P deduction Foreign tax credit Investment tax credit	idends received before Ja by the multiplication factor iplied by the multiplication 2019-12-31 er" are all listed in the help	2018-12-31 2018-12-31 2018-12-31 2018-12-31	rrybacks takes into account the loss amount that mu 2017-12-31 Intext-sensative help.	unt loss carrybacks that w st be used to reduce Part 2016-12-31	5. ere made in prior IV tax payable 2015-12-31
after loss carrybacks *** The multiplication factor is 3 for divi *** The adjusted Part IV tax multiplied I taxation years. This amount is multi to zero. - Federal taxes Taxation year end Part I Part IIV Part III.1 Other* * The amounts displayed on lines "Other amounts	idends received before Ja by the multiplication factor iplied by the multiplication 2019-12-31 er" are all listed in the help	2018-12-31 2018-12-31 2018-12-31 2018-12-31	2017-12-31 2017-12-31 2017-12-31	unt loss carrybacks that w st be used to reduce Part 2016-12-31	5. ere made in prior IV tax payable 2015-12-31
after loss carrybacks ** The multiplication factor is 3 for divi *** The adjusted Part IV tax multiplied taxation years. This amount is multito zero. - Federal taxes Taxation year end Part I Part IV Part III.1 Other* * The amounts displayed on lines "Other axation year end Small business deduction M&P deduction Foreign tax credit Investment tax credit Abatement/other* * The amounts displayed on lines "Other axation year end axation year end business deduction Foreign tax credit Abatement/other* * The amounts displayed on lines "Other axation year end business deduction business deduction for eign tax credit Abatement/other*	idends received before Ja by the multiplication factor iplied by the multiplication 2019-12-31 er" are all listed in the help	2018-12-31 2018-12-31 2018-12-31 2018-12-31	2017-12-31 2017-12-31 2017-12-31	unt loss carrybacks that w st be used to reduce Part 2016-12-31	5. ere made in prior IV tax payable 2015-12-31
after loss carrybacks ** The multiplication factor is 3 for divi *** The adjusted Part IV tax multiplied taxation years. This amount is multi to zero. - Federal taxes - Taxation year end Part II Part IV Part III.1 Other* * The amounts displayed on lines "Other against part I tax - Taxation year end Small business deduction M&P deduction Foreign tax credit Investment tax credit Abatement/other* * The amounts displayed on lines "Other against part I tax Taxation year end Small business deduction M&P deduction Foreign tax credit Investment tax credit Abatement/other* * The amounts displayed on lines "Other against part I tax Taxation year end Taxation year end Taxation year end Taxation year end Small business deduction M&P deduction Foreign tax credit Investment displayed on lines "Other against part I tax Taxation year end Ta	idends received before Ja by the multiplication factor iplied by the multiplication 2019-12-31 er" are all listed in the help er" are all listed in the help	2018-12-31 2018-12-31 2018-12-31 2018-12-31 2018-12-31 2018-12-31 2018-12-31 2018-12-31	2017-12-31 2017-12-31 2017-12-31 antext-sensative help.	2016-12-31	5. ere made in prior IV tax payable 2015-12-31 2015-12-31
after loss carrybacks *** The multiplication factor is 3 for divi *** The adjusted Part IV tax multiplied I taxation years. This amount is multi to zero. - Federal taxes Taxation year end Part I Part IV Part III.1 Other* * The amounts displayed on lines "Other axation year end Small business deduction M&P deduction Foreign tax credit Investment tax credit Abatement/other* * The amounts displayed on lines "Other axation year end Refunds/credits Taxation year end	idends received before Ja by the multiplication factor iplied by the multiplication 2019-12-31 er" are all listed in the help	2018-12-31 2018-12-31 2018-12-31 2018-12-31	2017-12-31 2017-12-31 2017-12-31	unt loss carrybacks that w st be used to reduce Part 2016-12-31	5. ere made in prior IV tax payable 2015-12-31
after loss carrybacks ** The multiplication factor is 3 for divi *** The adjusted Part IV tax multiplied taxation years. This amount is multito zero. - Federal taxes Taxation year end Part I Part IV Part III.1 Other* * The amounts displayed on lines "Otheraxation year end Small business deduction M&P deduction Foreign tax credit Investment tax credit Abatement/other* * The amounts displayed on lines "Otheration year end tax credit Abatement/other* * The amounts displayed on lines "Otheration year end tax credit Abatement/other* * The amounts displayed on lines "Otheration year end tax credits Taxation year end Taxation year end Taxation year end ITC refund	idends received before Ja by the multiplication factor iplied by the multiplication 2019-12-31 er" are all listed in the help er" are all listed in the help	2018-12-31 2018-12-31 2018-12-31 2018-12-31 2018-12-31 2018-12-31 2018-12-31 2018-12-31	2017-12-31 2017-12-31 2017-12-31 antext-sensative help.	2016-12-31	5. ere made in prior IV tax payable 2015-12-31 2015-12-31
after loss carrybacks ** The multiplication factor is 3 for divi *** The adjusted Part IV tax multiplied taxation years. This amount is multi to zero. - Federal taxes Taxation year end Part II Part IV Part III.1 Other* * The amounts displayed on lines "Other axation year end Small business deduction M&P deduction Foreign tax credit Investment tax credit Abatement/other* * The amounts displayed on lines "Other axation year end Part III.1 Abatement/other axation year end Taxation year end To refund Dividend refund	idends received before Ja by the multiplication factor iplied by the multiplication 2019-12-31 er" are all listed in the help er" are all listed in the help	2018-12-31 2018-12-31 2018-12-31 2018-12-31 2018-12-31 2018-12-31 2018-12-31 2018-12-31	2017-12-31 2017-12-31 2017-12-31 antext-sensative help.	2016-12-31	5. ere made in prior IV tax payable 2015-12-31 2015-12-31
after loss carrybacks ** The multiplication factor is 3 for divi *** The adjusted Part IV tax multiplied taxation years. This amount is multi to zero. - Federal taxes - Taxation year end Part IV Part III.1 Other* * The amounts displayed on lines "Other The amounts displayed on lines "Other The amounts displayed on lines "Other Taxation year end Small business deduction M&P deduction Foreign tax credit Investment tax credit Abatement/other* * The amounts displayed on lines "Other	idends received before Ja by the multiplication factor iplied by the multiplication 2019-12-31 er" are all listed in the help er" are all listed in the help	2018-12-31 2018-12-31 2018-12-31 2018-12-31 2018-12-31 2018-12-31 2018-12-31 2018-12-31	2017-12-31 2017-12-31 2017-12-31 antext-sensative help.	2016-12-31	5. ere made in prior IV tax payable 2015-12-31 2015-12-31
after loss carrybacks ** The multiplication factor is 3 for divi *** The adjusted Part IV tax multiplied taxation years. This amount is multito zero. - Federal taxes - Taxation year end Part II Part IV Part III.1 Other* * The amounts displayed on lines "Other against part I tax - Taxation year end Small business deduction M&P deduction Foreign tax credit Investment tax credit Abatement/other* * The amounts displayed on lines "Other against part I tax - Taxation year end Foreign tax credit Investment tax credit Abatement/other* * The amounts displayed on lines "Other against part I tax Taxation year end ITC refund Dividend refund - Eligible dividends - Non-eligible dividends	idends received before Ja by the multiplication factor iplied by the multiplication 2019-12-31 er" are all listed in the help er" are all listed in the help	2018-12-31 2018-12-31 2018-12-31 2018-12-31 2018-12-31 2018-12-31 2018-12-31 2018-12-31	2017-12-31 2017-12-31 2017-12-31 antext-sensative help.	2016-12-31	5. ere made in prior IV tax payable 2015-12-31 2015-12-31
after loss carrybacks ** The multiplication factor is 3 for divi *** The adjusted Part IV tax multiplied taxation years. This amount is multito zero. - Federal taxes - Taxation year end Part II Part IV Part III.1 Other* * The amounts displayed on lines "Other axation year end Small business deduction M&P deduction Foreign tax credit Investment tax credit Abatement/other* * The amounts displayed on lines "Other axation year end Foreign tax credit Investment tax credit Abatement/other* * The amounts displayed on lines "Other axation year end Investment tax credit Abatement/other axation year end ITC refund Dividend refund Eligible dividends	idends received before Ja by the multiplication factor iplied by the multiplication 2019-12-31 er" are all listed in the help er" are all listed in the help	2018-12-31 2018-12-31 2018-12-31 2018-12-31 2018-12-31 2018-12-31 2018-12-31 2018-12-31	2017-12-31 2017-12-31 2017-12-31 antext-sensative help.	2016-12-31	5. ere made in prior IV tax payable 2015-12-31 2015-12-31

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Taxation year end	2019-12-31	2018-12-31	2017-12-31	2016-12-31	2015-12-31
				2010 12 01	
Net income	841,300	874,644	-1,317,808		
Taxable income		29,747			
% Allocation	100.00	100.00	100.00		
Attributed taxable income		29,747			
Surtax					
Income tax payable before deduction		3,421			
Income tax deductions /credits		3,421			
Net income tax payable					
Taxable capital					
Capital tax payable					
Total tax payable*		71,442			
Instalments and refundable credits		24,576			
Balance due/refund**		46,866			

^{*} For taxation years ending before January 1, 2009, this includes the corporate minimum tax and the premium tax. For taxation years ending after December 31, 2008, this includes the corporate minimum tax, the Crown royalties' additional tax, the transitional tax debit, the recaptured research and development tax credit and the special additional tax debit on life insurance corporations.

For taxation years ending after December 31, 2008, the Balance due/Refund is included in the federal Balance due/refund.



Code 1501

Agence du revenu du Canada

Scientific Research and Experimental **Development (SR&ED) Expenditures Claim**

Use this form:

- to provide technical information on your SR&ED projects;
- to calculate your SR&ED expenditures; and
- to calculate your qualified SR&ED expenditures for investment tax credits (ITC).

To claim an ITC, use either:

- Schedule T2SCH31, Investment Tax Credit Corporations, or
- Form T2038(IND), Investment Tax Credit (Individuals).

The information requested in this form and documents supporting your expenditures and project information (Part 2) are prescribed information.

Your SR&ED claim must be filed within 12 months of the filing due date of your income tax return.

To help you fill out this form, use the T4088, Guide to Form T661, which is available on our Web site: www.cra.gc.ca/sred.

Part 1 - General information

010 Name of claimant	Enter one of the following:
InnPower Corporation	89242 2817 RC0001
	Business number (BN)
Tax year From: 2019-01-01	
Year Month Day	
то: 2019-12-31	
Year Month Day	
050 Total number of projects you are claiming	Social insurance number (SIN)
this tax year:	
1	
100 Contact person for the financial information	105 Telephone number/extension 110 Fax number
Lisa McCaskie	(705) 431-6870
115 Contact person for the technical information	120 Telephone number/extension 125 Fax number
Danny Persaud	(705) 431-6870
	(100) 102 0010
151 KALL LINE STATE TO SELECT TO SEL	4
151 If this claim is filed for a partnership, was Form T5013 filed?	1 Yes 2 No
If you answered no to line 151, complete lines 153, 156 and 157	
Names of the partners	156 % 157 BN or SIN
1	
2	
3	
4	
[5	

Part 2 - Project information

CRA internal form identifier 060 Code 1501

Complete a separate Part 2 for each project claimed this year.

Sec	ction A - Project identification			
200	Project title (and identification code if applicable)			
	See schedule			

Canadä

Part 3 - Calculation of SR&ED expenditures

What did you spend on your SR&ED projects?

Section A – Select the method to calculate the SR&ED expenditures
I elect (choose) to use the following method to calculate my SR&ED expenditures and related investment tax credits (ITC) for this tax year. I understand that my election is irrevocable (cannot be changed) for this tax year.
160 1 X I elect to use the proxy method (Enter "0" on line 360 and complete Part 5.)
162 1 Choose to use the traditional method (Enter "0" on lines 355 and 502. Complete line 360.)

Section B – Calculation of allowable SR&ED expenditures (to the nearest dollar)	
SR&ED portion of salary or wages of employees directly engaged in the SR&ED:	
a) Employees other than specified employees for work performed in Canada	59,853
b) Specified employees for work performed in Canada	
Subtotal (add lines 300 and 305)	59,853
c) Employees other than specified employees for work performed outside Canada (subject to limitations – see guide) 307 +	
d) Specified employees for work performed outside Canada (subject to limitations – see guide)	
• Salary or wages identified on line 315 in prior years that were paid in this tax year	
• Salary or wages incurred in the year but not paid within 180 days of the tax year end 315	
• Cost of materials consumed in performing SR&ED	
• Cost of materials transformed in performing SR&ED	
Contract expenditures for SR&ED performed on your behalf:	
a) Arm's length contracts (see note 1)	52,743
b) Non-arm's length contracts (see note 1)	
Lease costs of equipment used before 2014 :	
a) All or substantially all (90% of the time or more) for SR&ED	
b) Primarily (more than 50% of the time but less than 90%) for SR&ED. (Enter 50% of lease costs if you use the proxy	-
method or enter "0" if you use the traditional method)	
• Overhead and other expenditures (enter "0" if you use the proxy method)	
• Third-party payments (see note 2) (complete Form T1263*)	
Total current SR&ED expenditures (add lines 306 to 370; do not add line 315)	112,596
• Capital expenditures for depreciable property available for use before 2014	
(Do not include these capital expenditures on schedule T2SCH8)	
Total allowable SR&ED expenditures (add lines 380 and 390) 400 =	112,596
Section C – Calculation of pool of deductible SR&ED expenditures (to the nearest dollar)	
Amount from line 400	112,596
	3,516
	1,577
	1,5//
	4 462
• SR&ED ITCs applied and/or refunded in the prior year (see guide)	4,462
• sale of SR&ED capital assets and other deductions	102.041
Subtotal (line 420 minus lines 429 to 440) 442 =	103,041
Add	
• repayments of government and non-government assistance that previously reduced the SR&ED expenditure pool	
• prior year's pool balance of deductible SR&ED expenditures (from line 470 of prior year T661)	
SR&ED expenditure pool transfer from amalgamation or wind-up SR&ED expenditure pool transfer from amalgamation or wind-up	
amount of SR&ED ITC recaptured in the prior year	
Amount available for deduction (add lines 442 to 453)	103,041
• Deduction claimed in the year	103,041
(Corporations should enter this amount on line 411 of schedule T2SCH1)	
Pool balance of deductible SR&ED expenditures to be carried forward to future years (line 455 minus 460) 470 =	

^{*} Form T1263, Third-Party Payments for Scientific Research and Experimental Development (SR&ED)

Note 1 – For contract expenditures made after 2013, no amounts for purchasing or leasing capital property can be included.

Note 2 – For third-party payments made after 2013, no amounts for purchasing or leasing capital property can be included.

Part 4 - Calculation of qualified SR&ED expenditures for investment tax credit (ITC) purposes

The resulting amount is used to calculate your refundable and/or non refundable ITC.

Enter the breakdown between current and capital expenditures (to the nearest dollar) Curre Expendit			Capital Expenditures
·	112,596	496	
Add			
 payment of prior years' unpaid amounts (other than salary or wages) (see note 5) 			
• prescribed proxy amount (complete Part 5)			
(Enter "0" if you use the traditional method)	32,417		
• expenditures on shared-use equipment for property acquired before 2014		504 +	
• qualified expenditures transferred to you (see note 3) (complete Form T1146**)		510 +	
Subtotal (add lines 492 to 508, and add lines 496 to 510) 511 =	145,013	512 =	
Deduct (see note 4)			
• provincial government assistance	4,651	514 –	
• other government assistance	1,577	516 -	
• non-government assistance and contract payments 517 –		518 -	
• current expenditures (other than salary or wages) not paid within 180 days of the tax year end (see note 5)			
amounts paid in respect of an SR&ED contract to a person or partnership that is not a taxable supplier			
• 20% of expenditures included on lines 340 and 370	10,549		
• prescribed expenditures not allowed by regulations (see guide)		532 –	
• other deductions (see guide)		535 -	
• non-arm's length transactions			
- assistance allocated to you (complete Form T1145*)		540 -	
- expenditures for non-arm's length SR&ED contracts (from line 345)			
adjustments to purchases (limited to costs) of goods and services from			
non-arm's length suppliers (see guide)		543	
- qualified expenditures you transferred (complete Form T1146**) 544 -		546 -	
Subtotal (line 511 minus lines 513 to 544 and line 512 minus lines 514 to 546)	128,236	558 = _	
Qualified SR&ED expenditures (add lines 557 and 558)		559 = _	128,236
Add			
repayments of assistance and contract payments made in the year		560 +	
Total qualified SR&ED expenditures for ITC purposes (add lines 559 and 560)		570 =	128,236

^{*} Form T1145, Agreement to Allocate Assistance for SR&ED Between Persons Not Dealing at Arm's Length

^{**} Form T1146, Agreement to Transfer Qualified Expenditures Incurred in Respect of SR&ED Contracts Between Persons Not Dealing at Arm's Length

Note 3 - On line 510 (capital) - Only include expenditures made before 2014 by the transferor (performer). Complete the latest version of Form T1146.

Note 4 - On lines 514, 516, 518, 532, 535, 540, 543 and 546 Only include amounts related to expenditures of a capital nature made before 2014.

Note 5 – For arm's length contracts, only include 80% of the contract amount.

816 +

818 =

Part 5 - Calculation of prescribed proxy amount (PPA)

A notional amount representing your overhead and other expenditures.

This part calculates the PPA to enter on line 502 in Part 4. Do not complete this part if you have chosen to use the traditional method in Part 3 (line 162). You can only claim a PPA if you elected to use the proxy method for the year in Part 3 (line 160).

Special rules apply for specified employees. Calculate your salary base in Section A and the PPA in Section B.

or wages of employees othe	r than specified employe	ees (from lines	300 and 307)			810 +	!
ct							
ses, remuneration based on p	orofits, and taxable bene	fits that were in	cluded on line 810			812 -	
otal (line 810 minus 812)						814 =	5
ry or wages of specified er	nployees						
850	852	854	856	858	860	Ī	
Column 1	Column 2	Column 3	Column 4	Column 5	Column 6		
Name of specified employee	Total salary or wages for the year (SR&ED and non-SR&ED) excluding bonuses, remuneration based on profits, and taxable benefits (to the nearest dollar)	% of time spent on SR&ED (maximum 75%)	Amount in column 2 multiplied by percentage in column 3	2,5 x A x B/365 A = Year's maximum pensionable earnings B = Number of days employed in tax year	Amount in column 4 or 5, whichever amount is less		
				1(1	

Section B - Prescribed proxy amount (PPA)

Salary base (total of lines 814 and 816)

(Enter total of column 6 on line 816)

Enter the amount from line 820 on line 502 in Part 4 unless the overall cap on PPA applies to you.

(See the guide for explanation and example of the overall cap on PPA)

Part 6 - Project costs

Section A - Salary base

Information requested in this part must be provided for all SR&ED projects claimed in the year. Expenditures should be recorded and allocated on a project basis.

750	752	754	756
Project title or identification code	Salary or wages in the tax year	Cost of materials in the tax year	Contract expenditures for SR&ED performed on your behalf in the tax year
	(Total of lines 306 to 309)	(Total of lines 320 and 325)	(Total of lines 340 and 345)
1. 2019-01 Smart Devices for Grid Management	59,853		52,743
Tota	59,853		52,743

58,940

Part 7 - Additional information

Expenditures for SR&ED performed by you in Canada (line 400 minus lines 307, 309, 340, 345, and 370)	6	59,853
From the total you entered on line 605, estimate the percentage of distribution of the sources of funds for SR&ED performed within your organization.	Canadian (%)	Foreign (%)
Internal	100.000	
Parent companies, subsidiaries, and affiliated companies	6	04
Federal contracts		
Provincial funding		
SR&ED contract work performed for other companies on their behalf	6	14
Other funding (e.g., universities, foreign governments) 616	6	18
For statistical purposes indicate whether the work you performed falls within the realm of Basic or Applied research Experimental development (to achieve a technological advancement):	n (to advance scientific kr	owledge) or
620 1 Basic or Applied research 622 1 X Experimental de	evelopment	
Enter the number of SR&ED personnel in full-time equivalents (FTE): Scientists and engineers Technologists and technicians Managers and administrators Other technical supporting staff	6 6	32 1 34 1 36 1 38 1
Part 8 – Claim checklist		
To ensure your claim is complete, make sure you have:		
1. used the current version of this form		X
2. entered the method you have chosen for reporting your SR&ED expenditures in Section A of Part 3		X
3. completed Part 2 for each project		X
4. filed a completed Schedule T2SCH31 or Form T2038(IND) to claim ITCs on your qualified SR&ED expenditu	ures	X
5. filed a completed Form T1145*, T1146**, T1174*** and/or T1263**** including any required attachments, if a	applicable	X
To expedite the processing of your claim, make sure you have:		
1. completed Form T2, Corporation Income Tax Return or Form T1, Income Tax and Benefit Return		X

3. retained documents to support the SR&ED work performed and SR&ED expenditures you claimed

4. checked boxes 231 and 232 on page 2 of your T2 return to indicate attachment of Form T661 and Schedule T2SCH31

2. filed the appropriate provincial and/or territorial tax credit forms, if applicable

<u>x</u>

x

^{*} Form T1145, Agreement to Allocate Assistance for SR&ED Between Persons Not Dealing at Arm's Length

^{**} Form T1146, Agreement to Transfer Qualified Expenditures Incurred in Respect of SR&ED Contracts Between Persons Not Dealing at Arm's Length

^{***} Form T1174, Agreement Between Associated Corporations to Allocate Salary or Wages of Specified Employees for Scientific Research and Experimental Development (SR&ED)

^{****} Form T1263, Third Party Payments for Scientific Research and Experimental Development (SR&ED)

Part 9 - Claim preparer information

No (complete lines 970 and 975)

Information requested in this part must be provided for each claim preparer that has accepted consideration to prepare or assist in the preparation of this SR&ED claim. Certification is required on lines 935, 970, and 975.

A \$1000 penalty may be assessed if the information requested below about the claim preparer(s) and billing arrangement(s), is missing, incomplete, or inaccurate. Where a claim preparer has prepared or assisted in the preparation of this SR&ED form, the claimant and the claim preparer will be jointly and severally, or solidarily, liable for the penalty.

935	Was a claim preparer engaged in any aspect of the preparation of this SR&ED claim?
	1 X Yes (complete the claim preparer information table and lines 970 and 975 below)

Claim preparer information table

	940	945	950	955	960	965		
	Name of claim preparer (company or individual)	Business number	Billing arrangement code (see codes*)	Billing rate (percentage, hourly/daily rate or flat fee)	Other billing arrangement(s) (Maximum 10 words)	Total fee paid, payable, or expected to pay		
					Total			
* Billing	arrangement codes				,			
Code	Code Type of billing arrangement							
1	Contingency fee arrangement – where the fe	e is based on a percenta	age of the investm	ent tax credit earned				
2	Hourly rate							
3	Daily rate							
4	Flat fee arrangement (lump sum)		(\					
5	Other arrangements – describe the arrangen	ent in box 960 in 10 wo	rds or less					
970 I,	Glen McAllister Name of authorized signing officer of the cor	poration, or individual (prin		certify that the informa	ation provided in this part is o	complete		
and	d accurate.							
		//			975	2020-06-24		
	Signature		· \/			Year Month Day		

PREPARED SOLELY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIEW FROM INFORMATION PROVIDED BY THE TAXPAYER.

Part 10 - Certification

		// ~)/					
I cert	certify that I have examined the information provided on this form and on the attachments and it is true, correct, and complete.						
165	Glen McAllister			170			
	Name of authorized s	igning officer of the corporation, or individual	Signature	Date			
175	KPMG LLP						
	Name of pe	erson/firm who completed this form					

Privacy Notice

Personal information is collected pursuant to subsections 37(1), 37(11), and 162(5.1) of the *Income Tax Act* (the Act) and is used for verification of compliance, administration and enforcement of the Scientific Research and Experimental Development (SR&ED) program requirements.

Information may also be used for the administration and enforcement of other provisions of the Act, including assessment, audit, enforcement, collections, and appeals, and may be disclosed under information-sharing agreements in accordance with the Act. Incomplete or inaccurate information may result in assessment of monetary penalties and delays in processing SR&ED claims.

The social insurance number is collected pursuant to section 237 of the Act and is used for identification purposes.

Information is described in personal information bank CRA PPU 441 "Scientific Research and Experimental Development" in the Canada Revenue Agency (CRA) chapter of *Info Source*. Personal information is protected under the *Privacy Act*, and individuals have a right of access to, correction, and protection of their personal information. Further details regarding requests for personal information at the CRA and our *Info Source* chapter can be found at www.cra.gc.ca/atip.

Part 2 – Project information (continued)

Project number 1

CRA internal form identifier 060 Complete a separate Part 2 for each project claimed this year. Code 1501 Section A - Project identification 200 Project title (and identification code if applicable) 2019-01 Smart Devices for Grid Management 206 Field of science or technology code 202 Project start date 204 Completion or expected completion date (See guide for list of codes) 2017-10 2020-11 Electrical and electronic engineering Month Month Project claim history 208 1 X Continuation of a previously claimed project First claim for the project **210** 1 2 X No Was any of the work done jointly or in collaboration with other businesses? If you answered **yes** to line 218, complete lines 220 and 221. 220 221 Names of the businesses BN 2 3 Section B - Project descriptions What scientific or technological uncertainties did you attempt to overcome? (Maximum 50 lines) InnPower Inc. ("InnPower" or "the company") operates ten substations, each with an incoming voltage of 44,000 volts. There are over 525 kilometers of 2. high voltage lines under the company's jurisdiction, covering a 290 square kilometer service area within the Town of Innisfit and South Barrie. In 4. seeking to advance technologies required to achieve smart grid capabilities, 5. the following technological uncertainties needed to be addressed. 6. Smart grid technologies invariably leverage networks for inter-connectivity, multiple sensors and remotely activated/controlled devices and micro-8. controllers. Exposure to the cyber world necessitates research rigor to 9. 10. understand implications to the security of the grid and the confidentiality 11. of the information that is transmitted. With the increase in advanced attack vectors, InnPower is seeking to improve the cyber security on various 12. 13. segments of the smart grid. However, constantly evolving cyber security 14. threats presents challenges in determining a robust solution, given the trade-15. off relationship that can exist between communication throughput performance 16. and security. GIS network is a critical grid system for various purposes including 17. 18. pinpointing the geospatia / location of assets and faults. Due to legacy 19. issues, InnPower sought to advance their system by integrating with ESRI's 20. geometric network. However, a challenge with the existing model was that it 21. did not allow for single phase tracing. Therefore, it was unknown how to 22. develop a GIS model that would allow better asset management, web based trace reporting, enhanced troubleshooting and analysis from the field in real-time. 23. 24. Power distribution networks are susceptible to faults caused by different 25. sources such as adverse weather conditions and equipment failure. InnPower sought to integrate fault indicators in the transmission lines to identify 26. faults. However, it was unknown if the proposed number of fault indicators 27. 28. will be sufficient to track the faults, while not impacting on the power 29. quality monitoring. 30. InnPower sought to develop techniques to accurately predict future 31. distribution loads with an objective of meeting the demand and supply 32. equilibrium. However, accurate load forecasting calculations is challenging 33. due to the arbitrary nature of loads which may vary depending on complex

parameters such as change in temperature, humidity, and other factors that

34.

242 What scientific or technological uncertainties did you attempt to overcome? (Maximum 50 lines)

influence consumption.

244 What work did you perform in the tax year to overcome the scientific or technological uncertainties described in line 242? (Summarize the systematic investigation or search) (Maximum 100 lines) Experiments carried out in FY19 focused on preventing unauthorized access to nodes within the grid, along with role-based authentication. A standard based 2. framework (Authentication Authorization and Accounting-AAA)) was implemented 3. 4. to control the use of network resources. This was achieved using a three element approach: authentication; authorization and accounting. Authentication process is used to identify and authenticate if a given user 6. 7. seeks to access the network. After the subject gains access to the network resources through authentication, authorization process is used in place to 9. enforce policies on network resources. This is used to determine what 10. resources the user is allowed to access and the operations that can be 11. performed. Accounting process is used to monitor and capture the events done 12. by the user while accessing the network resources. These efforts led to a 13. reduction of the grid's vulnerability to security threats. 14. The development of a new GIS network model was based on an ESRI Xitility 15. network model (UNM), which required investigation on how to integrate various 16. internal applications that were not designed to work seamlessly with the 17. model. Subsequent investigations focused on exploring different schemas for 18. communication with an objective of developing a common information model 19. (CIM) that would allow integrations between OMS, CIS and SCADA Systems. One 20. of the attempts targeted AutoCAD GIS which exhibited integration challenges 21. with the ESRI geospatial model. Experimentation carried out included data analysis and iterations/transformation of legacy symbologies to make it 22. 23. compatible with ESRI model. This was done in order to facilitate 24. interoperability with InnPower's Outage Management System (OMS) for 25. operations such as performing short fault calculations at any given 26. transmission path. Experiments will be continued in the next year to develop 27. a CIM model. 28. As part of the smart grid R&D efforts, a study was initiated to determine how 29. to rapidly identify or infer faults which could also include power quality 30. degradations on the distribution system. The study involved the introduction 31. and piloting of new fault indicator devices and how their responsiveness and 32. coverages could improve monitoring. Field studies proved that in the event of 33. no RF obstructions, an effective 6-8 mile range could be obtained using a 34. single fault indicator. Studies will continue into the next FY in how to 35. architecture the fault indicator network to enable accurate root cause analysis or prediction of specific events with respect to power quality 36. 37. issues. In FY19, InnPower developed a model to accurately forecast the distribution 38. 39. loads. Network redundancies were investigated with an objective of re-routing 40. the feeder failures. Anticipated load models were developed based on surface densities and the statistics based on load intensifications due to potential 41. 42. EV (electric vehicles) charging stations in the near future. These models 43. helped InnPower to identify limitations with respect to capacity and load 44. profiles. Consequently, experiments are currently being carried out to 45. improve the grid's responsiveness in handling outages. 46. Experiments were carried out to accurately determine the industrial 47. commercial loads based on the historical loads. The process involved the 48. development of techniques to calculate the voltage-ampere characteristics per 49. square meter of coverage area such that electrical loads can be predicted for

What scientific or technological advancements did you achieve or attempt to achieve as a result of the work described in line 244? (Maximum 50 lines)

The work performed for this project in FY19 represents a technological

up to next 15 years. This research has generated new knowledge in load

forecasting with reduced margin of error.

50.

51.

				89	242 2817 RC0001	
2.	advancement in the fields of	Electrical and El	ectronic Engineeri	na.		
3.	InnPower advanced the unders					
4.	attacks on the InnPower's Wi-Max communication network. This helped InnPower					
5.	to improve the cyber securit					
6.	Grid's operational systems,					
7.	Substations.		·			
8.	InnPower successfully develo	ped a new GIS (geo	graphical informat:	ion system)		
9.	network model that would all					
10.	systems.		·			
11.	InnPower carried out analysi	s to determine the	location of the fa	ault		
12.	indicators in order to effec	tively identify li	ne faults. This ad	vanced the		
13.	understanding of how to deve	lop a fault-detect	ion collaboration o	coverage		
14.	model in the near future wit	hout any negative	impacts on power qu	uality		
15.	monitoring.					
16.	InnPower successfully develo	ped forecast model	s to accurately pre	edict future		
17.	distribution loads. This adv	anced the understa	nding of how to pla	an for the		
18.	unexpected peak loads that m	ay be caused by the	e anticipated prol:	iferation of		
19.	EV loads.					
				<u> </u>		
Sect	ion C – Additional project information	1	A_	_\		
Who	prepared the responses for Section B?		_	7		
253	Employee directly involved in	254 Name				
	1 Employee directly involved in the project	Danny Persaud				
255	1 Other employee of the company	256 Name				
257	1 X External consultant	258 Name		259 Firm		
l ist th	ne key individuals directly involved in the project	KPMG LLP	s/experience	KPMG LLP		
260	Names		004	cations/experience and position title		
				<u>'</u>		
1	Danny Persaud		COO, B.Eng. Engineering S Experience.	Systems and Computing, 10+ years of	Engineering	
2 ^M	1orteza Mirkeshmiri		Power System Designer, 1	0+ years of Engineering Experience.		
3						
265	Are you claiming any salary or wages for SR&EI	D performed outside Canada?		1 Yes	2 X No	
	Are you claiming expenditures for SR&ED carrie	. /(\ \/			2 X No	
	Are you claiming expenditures for SR&ED perfo					
207	Are you claiming expenditures for SR&ED perio	rmed by people other than you	ur employees?		2 No	
	answered yes to line 267, complete lines 268 a	nd 269.				
268	Names	s of individuals or companies		269 BN		
1	MNP LLP			12188 2955 RT000:	L	
2	UTS			89028 3161 RT0003	L	
	evidence do you have to support your claim? (C o not need to submit these items with the claim.		retain them in the event of a r	review.		
270	1 X Project planning documents	276 1 X	Progress reports, minutes of	f project meetings		
271	1 X Records of resources allocated to the protime sheets		_ = T44 - 44 - -4			
272	1 X Design of experiments	278 1	Photographs and videos			
273	1 X Project records, laboratory notebooks	279 1	Samples, prototypes, scrap	or other artefacts		
274	1 Design, system architecture and source	code 280 1 X	Contracts			
275	1 Records of trial runs	281 1	Others, specify 282			

Tax Instalments

For the taxation year ended	2020-12-31	
Business number	89242 2817 RC0001	
	nts payable for the current taxation year, and the last column indicates the instalments payable to the Ministry of e paid on each of the dates indicated below, otherwise non-deductible interest might be charged.	
0		
0		
0		
0		
You can mail a cheque or a mone 620, Oshawa ON L1H 8E9.	ey order payable to the Minister of Finance, to Ministry of Finance, HYDRO PILS DIVISION, 33 King St, PO Box	
Do you want to calculate the insta	Iments according to the extended payment date (COVID-19)?*	X Yes No
	Yes when at least one of the dates entered in the Monthly instalments workchart or the Quarterly instalments rch 17, 2020, and before September 1, 2020.	

2019-12-31

Monthly instalment workchart

Date	Monthly tax instalments	Refund transferred to instalments	Instalments paid	Cumulative difference	Instalments payable
2020-01-31	10,384		•		10,384
2020-02-29	10,384				10,384
2020-03-31					
2020-04-30					
2020-05-31					
2020-06-30					
2020-07-31					
2020-08-31					
2020-09-30	10,384				10,384
2020-10-31	10,384				10,384
2020-11-30	10,384				10,384
2020-12-31	10,373				10,373
Instalment (COVID-19	9)				
2020-09-01	62,304				62,304
Totals	124,597				124,597



Canada Revenue Agence du revenu du Canada

T2 Corporation Income Tax Return

200

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

All legislative references on this return are to the federal Income Tax Act and Income Tax Regulations. This return may contain changes that had not yet become law at the time of publication.

Send one completed copy of this return, including schedules and the General Index of Financial Information (GIFI), to your tax centre. You have to file the return within six months after the end of the corporation's tax year.

For more information see **<u>canada.ca/taxes</u>** or Guide T4012, T2 Corporation – Income Tax Guide.

055	Do not use this area

┌ Identification ────			
Business number (BN) 001	89242 2817 RC0001		
Corporation's name		To which tax year does this return apply?	
002 InnPower Corporation		Tax year start	Tax year-end
Address of head office		Year Month Day	Year Month Day
Has this address changed since the last		060 2019-01-01 061	2019-12-31
time we were notified?	Yes No X	Has there been an acquisition of control	
If yes , complete lines 011 to 018.		resulting in the application of	
011 7251 Yonge Street		subsection 249(4) since the tax year start on line 060?	res No X
012		start on line 060?	
City	Province, territory, or state	If yes, provide the date	Year Month Day
015 Innisfil 016	ON	control was acquired 065	
Country (other than Canada)	Postal or ZIP code	Is the date on line 061 a deemed	
017	B L9S 0J3	tax year-end according to subsection 249(3:1)?	res No X
Mailing address (if different from head office add	dress)	subsection 245(3.1)?	NO X
Has this address changed since the last		Is the corporation a professional	
time we were notified? 020	Yes No X	corporation that is a member of a partnership?	res No X
If yes, complete lines 021 to 028.		· · · · · · · · · · · · · · · · · · ·	TOO NO A
021 c/o		Is this the first year of filing after:	/ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \
7251 Yonge Street		incorporation:	Yes No X
023	Booking to the state of the sta	, inagamaten i i i i i i i i i i i i i i i i i i i	res No X
City	Province, territory, or state	If yes , complete lines 030 to 038 and attach Schedule	24.
025 Innisfil 026	ON Postal or ZIP code	Has there been a wind-up of a	
Country (other than Canada) 027		subsidiary under section 88 during the current tax year?	res No X
027 028 Location of books and records (if different from head		If yes , complete and attach Schedule 24.	
, ,	office address)	Is this the final tax year	
Has this address changed since the last time we were notified?	Yes No X		res No X
		Is this the final return up to	
If yes, complete lines 031 to 038.			res No X
7251 Yonge Street		If an election was made under	
032		section 261, state the functional	
City	Province, territory, or state	currency used	
035 Innisfil 036	7 - 3 - 4	Is the corporation a resident of Canada?	es X No
Country (other than Canada) 037	Postal or ZIP code	If no , give the country of residence on line 081 and con	
		Schedule 97.	
040 Type of corporation at the end of the tax	year (tick one)	081	
X 1 Canadian-controlled private corporation	(CCPC)	Is the non-resident corporation	
2 Other private corporation		claiming an exemption under	res No X
3 Public corporation		an income tax treaty? 082 If yes, complete and attach Schedule 91.	Yes No X
· ·			
4 Corporation controlled by a public corpo	pration	If the corporation is exempt from tax under section the following boxes:	n 149, tick one of
5 Other corporation		085 1 Exempt under paragraph 149(1)(e) or	(1)
(specify)		2 Exempt under paragraph 149(1)(j)	\''
If the type of corporation changed during		3 Exempt under paragraph 149(1)(t)	
the tax year, provide the effective	Year Month Day	(for tax years starting before 2019)	
date of the change	<u> </u>	4 Exempt under other paragraphs of sec	ction 149
	Do not use the	his area	
095	096	898	

Financial statement information: Use GIFI schedules 100, 125, and 141.		
Schedules – Answer the following questions. For each yes response, attach the schedule to the T2 return, unless otherwise instructed.	Vo	s Schedule
	150 X	٦
Is the corporation related to any other corporations?	160 X	9
Is the corporation an associated CCPC?	161	1
Is the corporation an associated CCPC that is claiming the expenditure limit?	151	49
Does the corporation have any non-resident shareholders who own voting shares?	191	19
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	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	44
Has the corporation paid any royalties, management fees, or other similar payments to residents of Canada?	164	14
Is the corporation claiming a deduction for payments to a type of employee benefit plan?	165	15
Is the corporation claiming a loss or deduction from a tax shelter?	166	T5004
Is the corporation a member of a partnership for which a partnership account number has been assigned?	167	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 (without reference to section 94)?	168	22
Did the corporation own any shares in one or more foreign affiliates in the tax year?	169	25
Has the corporation made any payments to non-residents of Canada under subsections 202(1) and/or 105(1) of		
the Income Tax Regulations?	170	29
Did the corporation have a total amount over CAN\$1 million of reportable transactions with non-arm's length non-residents?	171	T106
For private corporations: Does the corporation have any shareholders who own 10% or more of the corporation's	450 1	٦
common and/or preferred shares?	173 X	50
Has the corporation made payments to, or received amounts from, a retirement compensation plan arrangement during the year?	172	
Does the corporation earn income from one or more Internet web pages or websites?	180	88
Is the net income/loss shown on the financial statements different from the net income/loss for income tax purposes?	201 X	
	202 X	2
Has the corporation received any dividends or paid any taxable dividends for purposes of the dividend refund?	203	3
Is the corporation claiming any type of losses?	204	4
Is the corporation claiming a provincial or territorial tax credit or does it have a permanent establishment in more than one jurisdiction?	205 X	5
Has the corporation realized any capital gains or incurred any capital losses during the tax year?	206	6
i) Is the corporation a CCPC and reporting a) income or loss from property (other than dividends deductible on line 320 of the T2 return), b)		
income from a partnership, c) income from a foreign business, d) income from a personal services business, e) income referred to in clause 125(1)(a)(i)(C) or 125(1)(a)(i)(B), f) aggregate investment income as defined in subsection 129(4), or g) an amount assigned to it under subsection 125(3.2) or 125(8); or		
ii) Is the corporation a member of a partnership and assigning its specified partnership business limit to a designated member under subsection 125(8)?	207 X	7
Does the corporation have any property that is eligible for capital cost allowance?	208 X	-
Does the corporation have any resource-related deductions?	212	12
	213	13
	216	16
	217	17
Is the corporation an investment corporation or a mutual fund corporation?	218	18
	220	20
lie and deliporation out jung on business in Canada ab a not research to peration	221	21
The time desperation of the state of the sta	227	27
process and desperation management and any process and	231 X	-
The time desiperation stationary and interest table and the time to the time t	232 X	_
Is the total taxable capital employed in Canada of the corporation and its related corporations over \$10,000,000?	233 X	-
Is the total taxable capital employed in Canada of the corporation and its associated corporations over \$10,000,000?	234 X	
	238	38
The time desperation of the second se	242	42
list the superation of the sup	243	43
The time desperation can be a series and the series and the series of th	244	45 45
The time desired and the state of the state	249	45
For financial institutions: Is the corporation a member of a related group of financial institutions with one or		_ 40
more members subject to gross Part VI tax?	250	39
The time desired and the second secon	253	T1131
	254	T1177
Is the corporation subject to Part XIII.1 tax? (Show your calculations on a sheet that you identify as Schedule 92.)	255	92

Attachments (continued) Yes Schedule
Did the corporation have any foreign affiliates in the tax year?
Did the corporation own or hold specified foreign property where the total cost amount of all such property, at any time in the year, was
more than CAN\$100,000?
Did the corporation transfer or loan property to a non-resident trust?
Did the corporation receive a distribution from or was it indebted to a non-resident trust in the year?
Has the corporation entered into an agreement to allocate assistance for SR&ED carried out in Canada?
Has the corporation entered into an agreement to transfer qualified expenditures incurred in respect of SR&ED contracts?
Has the corporation entered into an agreement with other associated corporations for salary or wages of specified employees for SR&ED?
Did the corporation pay taxable dividends (other than capital gains dividends) in the tax year?
Has the corporation made an election under subsection 89(11) not to be a CCPC?
Has the corporation revoked any previous election made under subsection 89(11)?
Did the corporation (CCPC or deposit insurance corporation (DIC)) pay eligible dividends, or did its general rate income pool (GRIP) change in the tax year?
Did the corporation (other than a CCPC or DIC) pay eligible dividends, or did its low rate income pool (LRIP) change in the tax year? 269 54
Additional information —
Did the corporation use the International Financial Reporting Standards (IFRS) when it prepared its financial statements? 270 Yes X No
Is the corporation inactive?
What is the corporation's main
revenue-generating business activity?221122 _ Electric Power Distribution
Specify the principal products mined, manufactured, 284 Electricity distributor 285 100.000 %
sold, constructed, or services provided, giving the
approximate percentage of the total revenue that each product or service represents.
Did the corporation immigrate to Canada during the tax year? No X
Did the corporation emigrate from Canada during the tax year?
Do you want to be considered as a quarterly instalment remitter if you are eligible?
If the corporation was eligible to remit instalments on a quarterly basis for part of the tax year, provide
the date the corporation ceased to be eligible
If the corporation's major business activity is construction, did you have any subcontractors during the tax year? 295 Yes No
┌ Taxable income ────────────────────────────────────
Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI
Deduct:
Charitable donations from Schedule 2
Cultural gifts from Schedule 2
Ecological gifts from Schedule 2
Gifts of medicine made before March 22, 2017, from Schedule 2
Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3
Net capital losses of previous tax years from Schedule 4
· · · · · · · · · · · · · · · · · · ·
Restricted farm losses of previous tax years from Schedule 4
Restricted farm losses of previous tax years from Schedule 4
Restricted farm losses of previous tax years from Schedule 4
Restricted farm losses of previous tax years from Schedule 4
Restricted farm losses of previous tax years from Schedule 4
Restricted farm losses of previous tax years from Schedule 4 Farm losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Taxable capital gains or taxable dividends allocated from a central credit union Prospector's and grubstaker's shares Employer deduction for non-qualified securities under an employee stock options
Restricted farm losses of previous tax years from Schedule 4 Farm losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Taxable capital gains or taxable dividends allocated from a central credit union Prospector's and grubstaker's shares Employer deduction for non-qualified securities under an employee stock options agreement
Restricted farm losses of previous tax years from Schedule 4
Restricted farm losses of previous tax years from Schedule 4 Farm losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Taxable capital gains or taxable dividends allocated from a central credit union Prospector's and grubstaker's shares Employer deduction for non-qualified securities under an employee stock options agreement Subtotal Subtotal Subtotal (amount A minus amount B) (if negative, enter "0") 847,979 C
Restricted farm losses of previous tax years from Schedule 4
Restricted farm losses of previous tax years from Schedule 4
Restricted farm losses of previous tax years from Schedule 4 Farm losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Taxable capital gains or taxable dividends allocated from a central credit union Prospector's and grubstaker's shares Employer deduction for non-qualified securities under an employee stock options agreement Subtotal Subtot
Restricted farm losses of previous tax years from Schedule 4 Farm losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Taxable capital gains or taxable dividends allocated from a central credit union Prospector's and grubstaker's shares Employer deduction for non-qualified securities under an employee stock options agreement Subtotal Subtotal Subtotal Subtotal Subtotal Subtotal (amount A minus amount B) (if negative, enter "0") Section 110.5 additions or subparagraph 115(1)(a)(vii) additions Taxable income (amount C plus amount D) Income exempt under paragraph 149(1)(t) (for tax years starting before 2019) Taxable income for a corporation with exempt income under paragraph 149(1)(t) (line 360 minus line 370) Set in 10.5 additions or subparagraph 149(1)(t) (for tax years starting before 2019) Taxable income for a corporation with exempt income under paragraph 149(1)(t) (line 360 minus line 370) Set in 10.5 additions or subparagraph 149(1)(t) (for tax years starting before 2019) Taxable income for a corporation with exempt income under paragraph 149(1)(t) (line 360 minus line 370) Set in 10.5 additions or subparagraph 149(1)(t) (for tax years starting before 2019) Taxable income for a corporation with exempt income under paragraph 149(1)(t) (line 360 minus line 370)
Restricted farm losses of previous tax years from Schedule 4 Farm losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Limited partnership losses of previous tax years from Schedule 4 Taxable capital gains or taxable dividends allocated from a central credit union Prospector's and grubstaker's shares Employer deduction for non-qualified securities under an employee stock options agreement Subtotal 2,876 Subtotal 2,876 Subtotal (amount A minus amount B) (if negative, enter "0") Section 110.5 additions or subparagraph 115(1)(a)(vii) additions Taxable income (amount C plus amount D) Income exempt under paragraph 149(1)(t) (for tax years starting before 2019)

 Small business deduction Canadian-controlled private corp 		ughout the tax year					
Income eligible for the small busine	ess deduction from Sched	ule 7			400	2,243,855	Α
Taxable income from line 360 on parminus 4 times the amount on line federal law, is exempt from Part I to Business limit (see notes 1 and 2 by	ne 636** on page 8, and n ax		it, because of		440	847,979	B C
Notes:							
For CCPCs that are not associate weeks, prorate this amount by the second					n 51		
2. For associated CCPCs, use Sc	hedule 23 to calculate the	amount to be entered	d on line 410.				
Business limit reduction							
Taxable capital business limi	t reduction						
Amount C	x 415 ***	433,813 11,250	<u>D</u> =				Ε
Passive income business lim	it reduction						
Adjusted aggregate investment	income from Schedule 7*	*** . 417			50,000 =		F
Amount C1	x Amount F		= .				G
	,		Subtotal (the gre	ater of amount E and	1 amount G) 422		Н
Reduced business limit for tax year Reduced business limit for tax year Business limit the CCPC assigns u Reduced business limit after ass	rs starting after 2018 (amounder subsection 125(3.2)	ount C minus amount (from line 515 on paç	t H) (if negative el	nter "0")	425 426 427		I J K L
Reduced business limit after ass	signment for tax years s	starting after 2018 (a	ımount ∫ minus a	mount K)	428		М
Small business deduction							
Tax years starting before 2019		//	\Rightarrow				
Amount A, B, C, or L, whichever is the least	x	Number of days before Janua	ry 1, 2018	x	17.5 % =		1
Amount A, B, C, or L, whichever is the least	X Dece	Number of days in ember 31, 2017, and	the tax year after before January 1,	365 2019 x	18 % =		2
		Number of days	n the tax year	365			
Amount A, B, C, or L, whichever is the least	x	Number of days in December 3	31, 2018	365_ ×	19 % =		3
Tax years starting after 2018	,	Number of days	in the tax year	365			
Amount A, B, C, or M, whichever is	the least			x	19 % =		4
Small business deduction (total of		V			430		N
Enter amount N at amount J on page	() ,))	v					•
 Calculate the amount of fore 	ign non-business income	tax credit deductible	on line 632 withou	t reference to the ref	undable tax on the CCP	C's	

- investment income (line 604) and without reference to the corporate tax reductions under section 123.4.
- Calculate the amount of foreign business income tax credit deductible on line 636 without reference to the corporation tax reductions under section 123.4.

*** Large corporations

- If the corporation is not associated with any corporations in both the current and previous tax years, the amount to be entered on line 415 is: (total taxable capital employed in Canada for the **prior** year **minus** \$10,000,000) x 0.225%.
- If the corporation is not associated with any corporations in the current tax year, but was associated in the previous tax year, the amount to be entered on line 415 is: (total taxable capital employed in Canada for the current year minus \$10,000,000) x 0.225%.
- For corporations associated in the current tax year, see Schedule 23 for the special rules that apply.
- **** Enter the total adjusted aggregate investment income of the corporation and all associated corporations. Each corporation with such income has to file a Schedule 7, which includes a line 744 and a line 745. For the first tax year starting after 2018, use the total of lines 744. Otherwise, use the total of lines 745 of the preceding tax year.

	01	0	Р		Q
	Name of corporation receiving the income and assigned amount	Business number of the corporation receiving the assigned amount	Income paid under clause 125(1)(a)(i)(B) to corporation identified i column O ³	the corpora	s limit assigned to tion identified in olumn O ⁴
		490	500		505
1.					
Notes:		Т	otal 510	Total 515	
3. This busin (A) a share (B) it prope	persons (other than the private corporation) with which the co	ces or property to a private ers) or a person who does oration, and income for the year from a proporation deals at arm's less	e corporation (directly or indir not deal at arm's length with an active business is from the ength, or	rectly, in any manner wanter the corporation (or one provision of services	whatever) if ne of its s or
	partnerships with which the corporation deals at arm's length the corporation holds a direct or indirect interest.	n, other than a partnership	in which a person that does	not deal at arm's leng	th
incon amou	amount of the business limit you assign to a CCPC cannot be ne referred to in column P in respect of that CCPC and B is t int of income referred to in clauses 125(1)(a)(i)(A) or (B) for t x years starting after 2018).	he portion of the amount o	lescribed in A that is deductil	ble by you in respect	of the
C	val tav vadvatian fan Canadian aantuallad m				
	ral tax reduction for Canadian-controlled pontrolled processes and private corporations throughout the tax ye	-			
	income from page 3 (line 360 or amount Z, whichever applies		(()		847,979
			· · · · · · · · · · · · · · · · · · ·		017,575
				C	
	services business income		432		
Amount 1	from line 400, 405, 410, or 427 (428 instead of 427 for tax ye 4, whichever is the least	ars starting after 2018)	<u> </u>		
Aggrega	te investment income from line 440 on page 6*	/	· · · · · · · · · · · · · · · · · · ·	F	
		Subtotal (add amo	ounts B to F)	>	(
					947.070
Amount	A minus amount G (if negative, enter "0")	<i></i>		· · · · · · · · · · · ·	847,979
Enter am	tax reduction for Canadian-controlled private corporation of the line 638 on page 8.				110,237
* Excep	of for a corporation that is, throughout the year, a cooperative	corporation (within the me	aning assigned by subsectio	n 136(2)) or a credit ı	union.
- Gene	ral tax reduction complete this area if you are a Canadian-controlled priva	ate corporation, an inve	stment corporation, a mor	tgage investment co	orporation,
a mutua	I fund corporation, or any corporation with taxable inco	me that is not subject to	the corporation tax rate of	of 38%.	•
Taxable	income from page 3 (line 360 or amount Z, whichever applies				
Lesser o					
Amount	13K from Part 13 of Schedule 27			L	
Personal	services business income		434	M	
		Subtotal (add amo	unts K to M)	>	
Amount .	J minus amount N (if negative, enter "0")				
	tax reduction – Amount O multiplied by 13 % nount P on line 639 on page 8.			· · · · · · · · · · · · · · · · · · ·	

┌ Refundable portion of Part I tax ───────────────────────────────────
Canadian-controlled private corporations throughout the tax year
Aggregate investment income
from Schedule 7
Foreign non-business income tax credit from line 632 on page 8 B
Foreign investment income from Schedule 7
Subtotal (amount B minus amount C) (if negative, enter "0")
Amount A minus amount D (if negative, enter "0")
Taxable income from line 360 on page 3
Amount from line 400, 405, 410, or 427 (428 instead
of 427 for tax years starting after 2018) on page 4,
whichever is the least G
Foreign non-
business income tax
credit from
line 632 on
page 8 x 75 / 29 = H
Foreign
business income
tax credit from
line 636
on page 8 x
Subtotal (add amounts G to I)
Subtotal (amount F minus amount J) (if negative, enter "0")
Part I tax payable minus investment tax credit refund (line 700 minus line 780 from page 9) 70,804 M
Refundable portion of Part I tax – Amount E, L, or M, whichever is the least
┌ Refundable dividend tax on hand (for tax years starting before 2019)/────────
Refundable dividend tax on hand at the end of the previous tax year 460
Dividend refund for the previous tax year
Subtotal (line 460 minus line 465) ▶ O
Refundable portion of Part I tax from line 450 above
Total Part IV tax payable from Schedule 3
Net refundable dividend tax on hand transferred on an amalgamation or the wind-up
of a subsidiary
Subtotal (amount P plus amount Q plus line 480) R
Refundable dividend tax on hand at the end of the tax year - Amount O plus amount R
Totalidado dividora las official at the end of the tax year - Amount o plus amount to
□ Dividend refund (for tax years starting before 2019)
Private and subject corporations at the time taxable dividends were paid in the tax year
Taxable dividends paid in the tax year from line 460 on page 3 of Schedule 3 x 38 1 / 3 % = S
Refundable dividend tax on hand at the end of the tax year from line 485 above
Dividend refund – Amount S or T, whichever is less
Enter amount U on line 784 on page 9.

Refundable dividend tax on hand (for tax years starting after 2018)	
Refundable dividend tax on hand (RDTOH) at the end of the previous tax year	
Dividend refund for the previous tax year	
Net RDTOH transferred on an amalgamation or the wind-up of a subsidiary	
Subtotal (line 460 minus line 465 plus line 480)	Α
General rate income pool (GRIP) at the end of the previous tax year (from line 100 of schedule 53)	В
Total eligible dividends paid in the previous tax year (from line 300 of schedule 53)	
Total excessive eligible dividend designation in the previous tax year (from line 310 of Schedule 53) D	
Subtotal (amount C minus amount D) (if negative, enter "0")	Е
Net GRIP at the end of the previous tax year (amount B minus amount E) (if negative, enter "0")	
Subtotal (amount F plus amount G) 21,418 21,418	Н
Amount H multiplied by 38 1 / 3 %	I
Eligible refundable dividend tax on hand (ERDTOH) at the end of the previous tax year (for the first tax year starting after 2018,	
amount A or I, whichever is less, otherwise, use line 530 of the preceding tax year)	J
Non-eligible refundable dividend tax on hand (NERDTOH) at the end of the previous tax year (for the first tax year starting after	
2018, amount A minus amount I, otherwise, use line 545 of the preceding tax year) (if negative, enter "0") 535	K
Part IV tax payable on taxable dividends from connected corporations (amount 2G from Schedule 3) L	
Part IV tax payable on eliqible dividends from non-connected corporations (amount 2J from Schedule 3) M	
Subtotal (amount L plus amount M)	N
	``
	0 P
	•
Refundable portion of Part I tax (from line 450 on page 6)	Q
Part IV tax before deductions (amount 2A from Schedule 3)	
Part IV tax allocated to ERDTOH (amount N)	
Part IV tax reduction due to Part IV.1 tax payable (amount 4D of Schedule 43)	
	U
	٧
NERDTOH dividend refund for the previous tax year	W
	Χ
	Υ
NERDTOH at the end of the tax year* (total of amounts K, Q, V, and Y minus amount W) (if negative, enter "0")	Z
ERDTOH at the end of the tax year* (total of amounts J, O, and Z minus amount P) (if negative, enter "0") 530	
* For more information, consult the Help (F1).	
, and a summand, and an are truly (11)	
– Dividend refund (for tax years starting after 2018) ————————————————————————————————————	
38 1/3% of total eligible dividends paid in the tax year (amount 3A from Schedule 3)	AΑ
ERDTOH balance at the end of the tax year (line 530)	ВВ
Eligible dividend refund (amount AA or BB, whichever is less)	CC
38 1/3% of total non-eligible taxable dividends paid in the tax year (amount 3B from Schedule 3)	DD
NERDTOH balance at the end of the tax year (line 545)	EE
	FF
	GG
	НН
	П
	JJ
Enter amount JJ on line 784 on page 9.	,,
* For more information, consult the Help (F1).	
1 of the of the officer of the post of the	

┌ Part I tax ───────────────────────────────────	$\overline{}$
Base amount Part I tax – Taxable income from page 3 (line 360 or amount Z, whichever applies) multiplied by 38 %	Δ
	. ^
Additional tax on personal services business income (section 123.5)	
Taxable income from a personal services business	В
Recapture of investment tax credit from Schedule 31	C
Calculation for the refundable tax on the Canadian-controlled private corporation's (CCPC) investment income (if it was a CCPC throughout the tax year)	
Aggregate investment income from line 440 on page 6	
Taxable income from line 360 on page 3	
Deduct:	
Amount from line 400, 405, 410, or 427 (428 instead of 427 for tax years	
starting after 2018) on page 4, whichever is the least F	
Net amount (amount E minus amount F) 847,979 ► 6	
Refundable tax on CCPC's investment income – 10 2 / 3 % of whichever is less: amount D or amount G 604	н
	• `
Subtotal (add amounts A, B, C, and H)322,232	. !
Deduct:	
	1
Small business deduction from line 430 on page 4	
Small business deduction from line 430 on page 4 Federal tax abatement Manufacturing and processing profits deduction from Schedule 27 J 608 84,798 616	
Small business deduction from line 430 on page 4 Federal tax abatement Manufacturing and processing profits deduction from Schedule 27 Investment corporation deduction	
Small business deduction from line 430 on page 4 Federal tax abatement Manufacturing and processing profits deduction from Schedule 27 Investment corporation deduction Taxed capital gains J 608 84,798 616 620 Taxed capital gains	
Small business deduction from line 430 on page 4 Federal tax abatement Manufacturing and processing profits deduction from Schedule 27 Investment corporation deduction Taxed capital gains 624 J 608 84,798 616 620	
Small business deduction from line 430 on page 4 Federal tax abatement Manufacturing and processing profits deduction from Schedule 27 Investment corporation deduction Taxed capital gains Federal foreign non-business income tax credit from Schedule 21 Federal foreign business income tax credit from Schedule 21	
Small business deduction from line 430 on page 4 Federal tax abatement Manufacturing and processing profits deduction from Schedule 27 Investment corporation deduction Taxed capital gains Federal foreign non-business income tax credit from Schedule 21 Federal foreign business income tax credit from Schedule 21 General tax reduction for CCPCs from amount I on page 5	
Small business deduction from line 430 on page 4 Federal tax abatement Manufacturing and processing profits deduction from Schedule 27 Investment corporation deduction Taxed capital gains Federal foreign non-business income tax credit from Schedule 21 Federal foreign business income tax credit from Schedule 21 General tax reduction for CCPCs from amount I on page 5 General tax reduction from amount P on page 5	
Small business deduction from line 430 on page 4 Federal tax abatement Manufacturing and processing profits deduction from Schedule 27 Investment corporation deduction Taxed capital gains Federal foreign non-business income tax credit from Schedule 21 Federal foreign business income tax credit from Schedule 21 General tax reduction for CCPCs from amount I on page 5 General tax reduction from amount P on page 5 Federal logging tax credit from Schedule 21	
Small business deduction from line 430 on page 4 Federal tax abatement Manufacturing and processing profits deduction from Schedule 27 Investment corporation deduction Taxed capital gains Federal foreign non-business income tax credit from Schedule 21 Federal foreign business income tax credit from Schedule 21 General tax reduction for CCPCs from amount I on page 5 General tax reduction from amount P on page 5 Federal logging tax credit from Schedule 21 Eligible Canadian bank deduction under section 125.21	
Small business deduction from line 430 on page 4 Federal tax abatement Manufacturing and processing profits deduction from Schedule 27 Investment corporation deduction Taxed capital gains Federal foreign non-business income tax credit from Schedule 21 Federal foreign business income tax credit from Schedule 21 General tax reduction for CCPCs from amount I on page 5 General tax reduction from amount P on page 5 Federal logging tax credit from Schedule 21 Eligible Canadian bank deduction under section 125.21 Federal qualifying environmental trust tax credit G88 84,798 616 620 632 633 634 640 640 641 648	
Small business deduction from line 430 on page 4 Federal tax abatement Manufacturing and processing profits deduction from Schedule 27 Investment corporation deduction Taxed capital gains Federal foreign non-business income tax credit from Schedule 21 Federal foreign business income tax credit from Schedule 21 General tax reduction for CCPCs from amount I on page 5 General tax reduction from amount P on page 5 Federal logging tax credit from Schedule 21 Eligible Canadian bank deduction under section 125.21 Federal qualifying environmental trust tax credit Investment tax credit from Schedule 31 J 808 84,798 616 638 616 639 630 110,237 631 640 640 640 640 641 Federal qualifying environmental trust tax credit Investment tax credit from Schedule 31	K
Small business deduction from line 430 on page 4 Federal tax abatement Manufacturing and processing profits deduction from Schedule 27 Investment corporation deduction Taxed capital gains Federal foreign non-business income tax credit from Schedule 21 Federal foreign business income tax credit from Schedule 21 General tax reduction for CCPCs from amount I on page 5 General tax reduction from amount P on page 5 Federal logging tax credit from Schedule 21 Eligible Canadian bank deduction under section 125.21 Federal qualifying environmental trust tax credit G88 84,798 616 620 632 633 634 640 640 641 648	к
Small business deduction from line 430 on page 4 Federal tax abatement Manufacturing and processing profits deduction from Schedule 27 Investment corporation deduction Taxed capital gains Federal foreign non-business income tax credit from Schedule 21 Federal foreign business income tax credit from Schedule 21 General tax reduction for CCPCs from amount I on page 5 General tax reduction from amount P on page 5 Federal logging tax credit from Schedule 21 Eligible Canadian bank deduction under section 125.21 Federal qualifying environmental trust tax credit Investment tax credit from Schedule 31 J 808 84,798 616 638 616 639 630 110,237 631 640 640 640 640 641 Federal qualifying environmental trust tax credit Investment tax credit from Schedule 31	•

- Privacy statement -

Personal information (including the SIN) is collected for the purposes of the administration or enforcement of the Income Tax Act and related programs and activities such as administering tax and benefits, audit, compliance, and collection. Personal information may be shared for purposes of other federal acts that provide for the imposition and collection of a tax or duty. Personal information may also be shared with other federal, provincial, territorial or foreign government institutions to the extent authorized by law. Failure to provide this information may result in interest payable, penalties or other actions. Under the Privacy Act, individuals have the right to access their personal information, request correction, or file a complaint to the Privacy Commissioner of Canada regarding the handling of the individual's personal information. Refer to Personal Information Bank CRA PPU 047 at canada.ca/cra-info-source.

- Summary of tax and credits	
	700 70,804
Part I tax payable from amount L on page 8	
Part II surcharge payable from Schedule 46	-4A
Part III.1 tax payable from Schedule 55 Part IV tax payable from Schedule 3	-40
	-40
	
Part VI tax payable from Schedule 38	
Part VII.1 tax payable from Schedule 43	
Part XIII.1 tax payable from Schedule 92	720
Part XIV tax payable from Schedule 20	Total federal tax 70,804
Provincial or territorial jurisdiction	
Net provincial or territorial tax payable (except Quebec and Alberta)	
Deduct other credits:	Total tax payable 112 1,337 A
Investment tax credit refund from Schedule 31	780
Dividend refund from amount U on page 6 or JJ on page 7	784
Federal capital gains refund from Schedule 18	788
Federal qualifying environmental trust tax credit refund	792
Canadian film or video production tax credit (Form T1131)	796
Film or video production services tax credit (Form T1177)	
Canadian journalism labour tax credit from Schedule 58	798
Tax withheld at source	800
Total payments on which tax has been withheld 801	
Provincial and territorial capital gains refund from Schedule 18	<u></u>
Provincial and territorial refundable tax credits from Schedule 5	_h . 812
Tax instalments paid) . 840 110,000
Το	tal-credits 890110,000 \(\) 110,000 B
	Balance (amount A minus amount B)14,597
204	,
Refund code 1924 Refund	If the result is negative, you have a retund
Refund code 894 Refund	If the result is negative, you have a refund . If the result is positive, you have a balance owing .
Direct deposit request	If the result is positive, you have a balance owing . Enter the amount on whichever line applies.
Direct deposit request To have the corporation's refund deposited directly into the corporation's bank	If the result is positive, you have a balance owing . Enter the amount on whichever line applies. Generally, we do not charge or refund a difference
Direct deposit request	If the result is positive, you have a balance owing . Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less.
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:	If the result is positive, you have a balance owing . Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
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 Branch number	If the result is positive, you have a balance owing . Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
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 Branch number 918	If the result is positive, you have a balance owing . Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
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 Branch number	If the result is positive, you have a balance owing . Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
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 Branch number 918 Institution number Account number	If the result is positive, you have a balance owing . Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
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 Branch number 918	If the result is positive, you have a balance owing . Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
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 Branch number 918 Institution number Account number	If the result is positive, you have a balance owing . Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
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 Branch number 918 Institution number Account number If the corporation is a Canadian-controlled private corporation throughout the tax year, does it qualify for the one-month extension of the date the balance of tax is due? If this return was prepared by a tax preparer for a fee, provide their EFILE number	If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
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 Branch number 910 Branch number Institution number Account number If the corporation is a Canadian-controlled private corporation throughout the tax year, does it qualify for the one-month extension of the date the balance of tax is due? If this return was prepared by a tax preparer for a fee, provide their EFILE number PREPARED SOLELY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIE Certification	If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
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 Branch number 918 Institution number Account number If the corporation is a Canadian-controlled private corporation throughout the tax year, does it qualify for the one-month extension of the date the balance of tax is due? If this return was prepared by a tax preparer for a fee, provide their EFILE number PREPARED SOLELY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIE Certification MCAllister 951 Glen	If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
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 Branch number 910 Branch number If the corporation is a Canadian-controlled private corporation throughout the tax year, does it qualify for the one-month extension of the date the balance of tax is due? If this return was prepared by a tax preparer for a fee, provide their EFILE number PREPARED SOLELY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIE Certification I, 950 McAllister 951 Glen First name	If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
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 Branch number Institution number Account number If the corporation is a Canadian-controlled private corporation throughout the tax year, does it qualify for the one-month extension of the date the balance of tax is due? If this return was prepared by a tax preparer for a fee, provide their EFILE number PREPARED SOLELY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIE Certification I, 950 McAllister Bigst name First name am an authorized signing officer of the corporation. I certify that I have examined this return the information given on this return is, to the best of my knowledge, correct and complete. I	If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
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 Branch number 910 Branch number If the corporation is a Canadian-controlled private corporation throughout the tax year, does it qualify for the one-month extension of the date the balance of tax is due? If this return was prepared by a tax preparer for a fee, provide their EFILE number PREPARED SOLELY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIE Certification I, 950 McAllister Birst name First name am an authorized signing officer of the corporation. I certify that I have examined this return.	If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
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 Branch number Institution number Account number If the corporation is a Canadian-controlled private corporation throughout the tax year, does it qualify for the one-month extension of the date the balance of tax is due? If this return was prepared by a tax preparer for a fee, provide their EFILE number PREPARED SOLELY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIE Certification I, 950 McAllister Bigst name First name am an authorized signing officer of the corporation. I certify that I have examined this return the information given on this return is, to the best of my knowledge, correct and complete. I	If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
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 Branch number Prepared society for the one-month extension of the date the balance of tax is due? If this return was prepared by a tax preparer for a fee, provide their EFILE number PREPARED SOLELY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIE Certification Last name First name am an authorized signing officer of the corporation. I certify that I have examined this return the information given on this return is, to the best of my knowledge, correct and complete. I year is consistent with that of the previous tax year except as specifically disclosed in a state.	If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
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 Account number If the corporation is a Canadian-controlled private corporation throughout the tax year, does it qualify for the one-month extension of the date the balance of tax is due? If this return was prepared by a tax preparer for a fee, provide their EFILE number PREPARED SOLELY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIE Certification I, 950 McAllister Sirst name am an authorized signing officer of the corporation. I certify that I have examined this return the information given on this return is, to the best of my knowledge, correct and complete. I year is consistent with that of the previous tax year except as specifically disclosed in a state 955	If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
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 If the corporation is a Canadian-controlled private corporation throughout the tax year, does it qualify for the one-month extension of the date the balance of tax is due? If this return was prepared by a tax preparer for a fee, provide their EFILE number PREPARED SOLELY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIE Certification I, 950 McAllister Signature of the corporation. I certify that I have examined this return the information given on this return is, to the best of my knowledge, correct and complete. I year is consistent with that of the previous tax year except as specifically disclosed in a state of the part of the authorized signing officer of the corporation. Signature of the authorized signing officer of the corporation of the authorized signing officer of the authorized signing	If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
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 If the corporation is a Canadian-controlled private corporation throughout the tax year, does it qualify for the one-month extension of the date the balance of tax is due? If this return was prepared by a tax preparer for a fee, provide their EFILE number PREPARED SOLELY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIE Certification I, 950 McAllister PREPARED SOLELY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIE Certification Last name am an authorized signing officer of the corporation. I certify that I have examined this return the information given on this return is, to the best of my knowledge, correct and complete. I year is consistent with that of the previous tax year except as specifically disclosed in a state 955 Date (yyyy/mm/dd) Signature of the authorized signing officer of Is the contact person the same as the authorized signing officer? If no, complete the information in the previous tax is the contact person the same as the authorized signing officer? If no, complete the information in the complete in the information in the corporation in the corporation in the corporation throughout the tax year, does in the corporation throughout the tax year, does in the corporation throughout the tax year, does in the corporation throughout the tax year, does in the corporation throughout the tax year, does in the corporation throughout the tax year, does in the corporation throughout the tax year, does in the corporation throughout the tax year, does in the corporation throughout the tax year, does in the corporation throughout the tax year, does in the corporation throughout the tax year, does in the corporation throughout the tax year, does in the corporation throughout the tax year, does in the corporation throughout t	If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
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 If the corporation is a Canadian-controlled private corporation throughout the tax year, does it qualify for the one-month extension of the date the balance of tax is due? If this return was prepared by a tax preparer for a fee, provide their EFILE number PREPARED SOLELY EOR TINCOME TAX PURPOSES WITHOUT AUDIT OR REVIE Certification I, 950 McAllister Last name First name am an authorized signing officer of the corporation. I certify that I have examined this return the information given on this return is, to the best of my knowledge, correct and complete. I year is consistent with that of the previous tax year except as specifically disclosed in a state 955 Date (yyyy/mm/dd) Signature of the authorized signing officer of the contact person the same as the authorized signing officer? If no, complete the inform 958 Lisa McCaskie Name of other authorized person	If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing
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 Account number If the corporation is a Canadian-controlled private corporation throughout the tax year, does it qualify for the one-month extension of the date the balance of tax is due? If this return was prepared by a tax preparer for a fee, provide their EFILE number PREPARED SOLELY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIE Certification I, 950 McAllister 951 Glen Last name First name am an authorized signing officer of the corporation. I certify that I have examined this return the information given on this return is, to the best of my knowledge, correct and complete. I year is consistent with that of the previous tax year except as specifically disclosed in a state post of the contact person the same as the authorized signing officer? If no, complete the inform post Lisa McCaskie	If the result is positive, you have a balance owing. Enter the amount on whichever line applies. Generally, we do not charge or refund a difference of \$2 or less. Balance owing

InnPower Corporation 89242 2817 RC0001 REGULATION 1101(5b.1) ELECTION FOR THE YEAR ENDED December 31, 2019

InnPower Corporation ("InnPower") is electing pursuant to paragraph 1101(5b.1) of the *Income Tax Regulations* to designate a separate 6% capital cost allowance class for eligible non-residential building additions acquired in the 2019 taxation year and included in Class 1.

Effectively, this election will permit InnPower to claim an additional 2% capital cost allowance on Class 1 additions acquired during the 2019 taxation year. The Class 1 acquisitions made in the taxation year to which this election should apply are as follows:

• Class 1b addition – \$38,000

Schedule of Instalment Remittances

Name of corporation	n contact				
Telephone number					
Effective		Descri	ption (instalment remittance,		Amount of
interest date	2010 Instalment		payment, assessed credit)		credit
	2019 Instalment es	timate			110,000
				À	
		Total amount of in	stalments claimed (carry the result	to line 840 of the T2 Return)	<u>110,000</u> A
			Total instalments credited	to the taxation year per T9	110,000 B
 ─ Transfer —				<u> </u>	
		Taxation		Effective	
Account nu	ımber	year end	Amount	interest date	Description
From:					
 To:					
From:					
То:					
From:					
T TOTAL					
To:					
			\		
From:					
То:					
					
From:					
То:					

*

Canada Revenue Agency Agence du revenu du Canada

Net Income (Loss) for Income Tax Purposes

Schedule 1

Corporation's name	Business number	Tax year-end
		Year Month Day
InnPower Corporation	89242 2817 RC0001	2019-12-31

- Use this schedule to reconcile the corporation's net income (loss) as reported on the financial statements and its net income (loss) for tax purposes. For more information, see the T2 Corporation Income Tax Guide.
- All legislative references are to the Income Tax Act.

Net income (loss) after taxes and extraordinary items from line 9999 of Schedule 125		2,707,000 A
Add:		
Provision for income taxes – current	101 <u>-42,000</u>	
Provision for income taxes – deferred	102 546,000	
Interest and penalties on taxes	103 1,119	
Amortization of tangible assets	104 2,656,000	
Loss on disposal of assets	111 76,000	
Charitable donations and gifts from Schedule 2	112 2,876	
Scientific research expenditures deducted per financial statements	118 112,596	
Non-deductible meals and entertainment expenses	4,867	
Reserves from financial statements – balance at the end of the year	126 100,083	
Subtotal	of additions 3,457,541 ►	3,457,541

Other additions:

Miscellaneous other additions:

Description

		Description	Amount		
		605	295		
	1	Inducement under 12(1)(x) ITA	6,456,576		
	2	Amortization expensed in distribution expenses	80,000		
	3	Customer Deposits - paragraph 20(1)(a)	39,000		
	4	Amortization of Capital Lease	21,000		
	5	EFB Movement not in Sch.13S	24,000		
		Total of co	Jumn 2 6,620,576 ▶	296 6,620,576	
			Subtotal of other additions	6,620,576	6,620,576 D
			Total additions	500 10,078,117	10,078,117
	Amoun	t A plus line 500	· /		12,785,117 в
ı			17		

Deduct:

	Capital cost allowance from Schedule 8	403	3,932,369
	SR&ED expenditures claimed in the year on line 460 from Form T661	411	103,041
	Reserves from financial statements – balance at the beginning of the year	414	178,083
I	Subtotal of deduct	tions -	4.213.493

Other deductions:

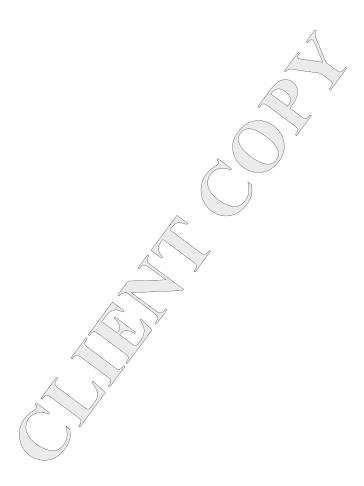
Miscellaneous other deductions:

	1 Description 705	2 Amount 395
1	13(7.4) electon re contributed capital	6,432,000
2	Capital Lease payments	25,000
3	Customer Deposits - paragraph 20(1)(m)	39,000
4	Amortization of deferred contribution	540,000
5	2019 tax movement in reg. account	571,000
6	Gov't asistance adding back for SR&ED	1,577

4,213,493

	1 Description 705	2 Amount 395			
7	SR&ED expenditures capitalized for accounting Total of column 2	112,192 7,720,769	▶ 396	7,720,769	
	S	subtotal of other deduction	ns 499	7,720,769	7,720,769 E
		Total deduction	ns 510	11,934,262	11,934,262
	come (loss) for income tax purposes (amount B minus line 510) amount C on line 300 of the T2 return.				<u>850,855</u> C

T2 SCH 1 E (19) Canadä



Inducement

0--4-----

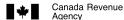
This form is used to calculate inducements that a corporation must add to its income under paragraph 12(1)(x) ITA. If an amount reduces the capital cost of a property, this amount will be indicated in Part "Tax credits whose amount should reduce the capital cost of property."

If you want to transfer an amount to Schedule 1 and include it in the corporation's income for tax purposes, select the corresponding check box in column A. You can also select the option **Select this check box to add all the amounts to income calculated in Schedule 1** to transfer all the amounts to Schedule 1. In either case, the column A check box will be selected for that amount and it will therefore be updated to Schedule 1.

Tax credits whose amount should be added to income

Ontario		
<u>A</u>		
Portion of the Ontario research and development tax credit that relates to the prescribed proxy amount (I portion of the Ontario investment tax credit that relates to contributions made to SR&ED farming organized proximals.)		
X Ontario co-operative education tax credit		24,576
Ontario apprenticeship training tax credit		
Ontario computer animation and special effects tax credit*		
 Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1). 	Λ	
Ontario film and television tax credit*	, 🗐	
* Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1).		
Ontario production services tax credit*		
* Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1).	<u> </u>	
Ontario interactive digital media tax credit*	·	
* Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1).		
Ontario sound recording tax credit*		
* Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1).		
Ontario book publishing tax credit	· · · · · · · · · · · · · · · · · · ·	
Portion of the Ontario innovation tax credit that relates to the prescribed proxy amount (PPA) and portion Ontario investment tax credit that relates to contributions made to SR&ED farming organizations	n of the	
Ontario business-research institute tax credit		
Ontario community food program donation tax credit for farmers	· · · · · · · · · · · · · · · · · · ·	
Other amounts		
X		
Contributed capital for fixed assets		6,432,000
	Total	6,432,000

Tax credits whose amount should reduce the capital cost of property



Agence du revenu du Canada

Charitable Donations and Gifts

Schedule 2

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2019-12-31

- For use by corporations to claim any of the following:
 - the eligible amount of charitable donations to qualified donees
 - the Ontario, Nova Scotia, and British Columbia food donation tax credits for farmers
 - the eligible amount of gifts of certified cultural property
 - the eligible amount of gifts of certified ecologically sensitive land or
 - the additional deduction for gifts of medicine made before March 22, 2017
- All legislative references are to the federal Income Tax Act, unless stated otherwise.
- The eligible amount of a gift is the amount by which the fair market value of the gifted property exceeds the amount of an advantage, if any, for the gift.
- The donations and gifts can be carried forward for 5 years except for gifts of certified ecologically sensitive land made after February 10, 2014, which can be carried forward for 10 years. Provincial food donation tax credits must be applied in the current tax year.
- Use this schedule to show a transfer of unused amounts from previous years following an amalgamation or the wind-up of a subsidiary as described under subsections 87(1) and 88(1).
- Subsection 110.1(1.2) provides as follows:
 - Where a particular corporation has undergone an acquisition of control, for tax years that end on or after the acquisition of control, no corporation can claim a deduction for a gift made by the particular corporation to a qualified donee before the acquisition of control.
 - If a particular corporation makes a gift to a qualified donee pursuant to an arrangement under which both the gift and the acquisition of control is
 expected, no corporation can claim a deduction for the gift unless the person acquiring control of the particular corporation is the qualified donee.
- An eligible medical gift made before March 22, 2017, to a qualifying organization for activities outside of Canada may be eligible for an additional deduction. Calculate the additional deduction in Part 5.
- File this schedule with your T2 Corporation Income Tax Return.
- For more information, see the T2 Corporation Income Tax Guide.

□ Part 1 – Charitable donations		
Part 1 - Charitable donations		
Charity/Recipient		Amount (\$100 or more only)
Move to Give		250
Rizzardo Health and Wellness		1,165
Senior wish Birthday/Christmas		250
Innisfil Community Church		1,211
	Subtota	al2,876_
	Add: Total donations of less than \$100 each	h
	Total donations in current tax year	2,876

Part 1 - Charitable donations			
	Federal	Québec	Alberta
Charitable donations at the end of the previous tax year	A		
Charitable donations expired after 5 tax years*			
wind-up of a subsidiary			
Total charitable donations made in the current year	2,876	2,876	2,876
Subtotal (line 250 plus line 210)	2,876 B		2,876
Subtotal (line 240 plus amou <u>nt B)</u>	2,876 c	2,876	2,876
Adjustment for an acquisition of control			
Total charitable donations available (amount C minus line 255)	2,876 D	2,876	2,876
Amount applied in the current year against taxable income (cannot be more than amount L in Part 2)	2,876	2,876	2,876
(enter this amount on line 311 of the T2 return)			
Charitable donations closing balance (amount D minus line 260)		<u> </u>	
The amount of qualifying donations for the Ontario community food program donation tax credit for farmers included in the amount on line 260 (for donations made after December 31, 2013)		\	
Ontario community food program donation tax credit for farmers (amount on line 262 multiplied by 25 %)	1,	9	
Enter amount 1 on line 420 of Schedule 5, Tax Calculation Supplementary – Corporati is less: the Ontario income tax otherwise payable or amount 1. For more information, s			hichever
The amount of qualifying donations for the Nova Scotia food bank tax credit for farmers included in the amount on line 260 (for donations made after December 31, 2015)			
Nova Scotia food bank tax credit for farmers (amount on line 263 multiplied by 25 %)	2		
Enter amount 2 on line 570 of Schedule 5, Tax Calculation Supplementary – Corporati is less: the Nova Scotia income tax otherwise payable or amount 2. For more information			hichever
The amount of qualifying gifts for the British Columbia farmers' food donation tax credit included in the amount on line 260 (for donations made after February 16, 2016 and before January 1, 2021)			
British Columbia farmers' food donation tax credit (amount on line 265 multiplied by 25 %)	3		
Enter amount 3 on line 683 of Schedule 5, Tax Calculation Supplementary – Corporati is less: the British Columbia income tax otherwise payable or amount 3. For more infor	ons. The maximum you ca mation, see section 20.1 o	n claim in the current year is w of the British Columbia Income	hichever Tax Act.
* For federal and Alberta tax purposes, donations and gifts expire after five tax years. It that ended before March 24, 2006, expire after five tax years; otherwise, donations a	For Québec tax purposes, nd gifts expire after twenty	donations and gifts made in a tax years.	tax year

- Amounts	carried forward – Charitable o	donations ———			
Year of origin:			Federal	Québec	Alberta
1st prior year		2018-12-31			
2 nd prior year		2017-12-31			
3 rd prior year		2016-12-31			
4 th prior year		2015-12-31			
5 th prior year		2014-12-31			
6 th prior year*		2013-12-31			
7 th prior year		2012-12-31			
8 th prior year		2011-12-31			
9 th prior year					
10 th prior year					
11 th prior year		2008-12-31			
12 th prior year					
13 th prior year		2006-12-31			
14 th prior year		2005-12-31			
15 th prior year		2004-12-31			
16 th prior year					
17 th prior year		2002-12-31		<u> </u>	
18 th prior year		2001-12-31	N		
19 th prior year					
20 th prior year					
21st prior year*					
Total (to line A)				
donations an	nd Alberta tax purposes, donations and g d gifts made in a tax year that ended befor tior year expire automatically in the curre	ore March 24, 2006, that are i	vear expire automatically/in	the current tax year. For Québe ar and donations and gifts that a	c tax purposes, ire included
Net income for	aximum allowable deduction tax purposes Note 1 multiplied by 75	%			638,141 E
Taxable capital under subsection. The amount of allowance in the subsection of the s	If the recapture of capital cost espect of charitable donations	qualifying security	225 227		
Capital cost N		G			
Amount F or	G, whichever is less	235			
	230 or 235, whichever is less			Н	
	,	Subtotal (add line	225, 227, and amount H)		
	_		Amo	ount I multiplied by 25 %	J
			Subtota	al (amount E plus amount J)	638,141 K
	wable deduction for charitable donation from Part 1, amount K, or net income for		least)	· · · · · · · · · · · · · · · · · · ·	2,876 L
	dit unions, subsection 137(2) states that- wing and bonus interest.	this amount is before the ded	luction of payments pursua	ant to allocations in proportion	

Note 2 This amount must be prorated by the following calculation: eligible amount of the gift divided by the proceeds of disposition of the gift.

Part 3 – Gifts of certified cultural property				
	Federal		Québec	Alberta
Gifts of certified cultural property at the end of the previous tax year		M		
Gifts of certified cultural property expired after 5 tax years* 439				
Gifts of certified cultural property at the beginning				
of the current tax year (amount M minus line 439)				
Total gifts of certified cultural property in the current year				
(include this amount on line 112 of Schedule 1)				
Subtotal (line 450 plus line 410)		N		
Subtotal (line 440 plus amount N)		0		
Adjustment for an acquisition of control				
Amount applied in the current year against taxable income				
(enter this amount on line 313 of the T2 return)				
Subtotal (line 455 plus line 460)		P		
Gifts of certified cultural property closing balance (amount O minus amount P)		4_		
* For federal and Alberta tax purposes, donations and gifts expire after five tax years. For ended before March 24, 2006, expire after five tax years; otherwise, donations and gift				n a tax year that

┌ Amount carı	ried forward – Gifts of certified cultural property -			
Year of origin:		Federal	Québec	Alberta
	2016-12-31			
.45				
	2014-12-31			
" '	2013-12-31			
1 4				
l	2011-12-31	_		
1 4	2010-12-31	_		
1	2009-12-31	_		
11 th prior year	2008-12-31	_		
12 th prior year	2,007-12-31	_		
13 th prior year	2006-12-31	_		
14 th prior year	2005-12-31	_		
	2004-12-31	_		
41.	2003-12-31			
	2002-12-31			
18 th prior year .	2001-12-31			
19 th prior year		_		
20 th prior year		_		
21 st prior year*		_		
Total				

^{*} For federal and Alberta tax purposes, donations and gifts included on line 6th prior year expire automatically in the current tax year. For Québec tax purposes, donations and gifts made in a tax year that ended before March 24, 2006, that are included on line 6th prior year and donations and gifts that are included on line 21st prior year expire automatically in the current tax year.

Part 4 – Gifts of certified ecologically sensitive land			
• •	Federal	Québec	Alberta
Gifts of certified ecologically sensitive land at the end of the previous tax year $$		_ Q	
Gifts of certified ecologically sensitive land expired after			
5 tax years, or after 10 tax years for gifts made after February 10, 2014*			
Gifts of certified ecologically sensitive land at the beginning			-
of the current tax year (amount Q minus line 539)			
Gifts of certified ecologically sensitive land transferred on an			
amalgamation or the wind-up of a subsidiary			
Total current-year gifts of certified ecologically sensitive land 520		_	
(include this amount on line 112 of Schedule 1)			
Subtotal (line 550 plus line 520)		_ R	
Subtotal (line 540 plus amount R)		_ S	
Adjustment for an acquisition of control			
Amount applied in the current vear against taxable income			
(enter this amount on line 314 of the T2 return)		_	
Subtotal (line 555 plus line 560)		_ T	
Gifts of certified ecologically sensitive land closing balance [amount S minus amount T]			
* For federal and Alberta tax purposes, donations and gifts made before February 11, 2 expire after ten tax years. For Québec tax purposes, donations and gifts made during otherwise, donation and gifts expire after twenty tax years.			

- Amounts carried forward – Gifts of certified ecologically sensitive land

Amount of carried forward gifts made on or after February 11, 2014, in the tax year including this date Alberta Federal Québec Year of origin: 2018-12-31 1st prior year 2nd prior year 2017-12-31 3rd prior year 2016-12-31 2015-12-31/ 4th prior year 2014-12-31 5th prior year 2013-12-31 6th prior year* 2012-12-31 7th prior year 2011-12-31 8th prior year 2010-12-31 9th prior year 2009-12-31 10th prior year 2008-12-31 11th prior year* 2007-12-31 12th prior year 2006-12-31 13th prior year **2**005-12-31 14th prior year 2004-12-31 15th prior year 2003-12-31 16th prior year 17th prior year 2002-12-31 2001-12-31 18th prior year 19th prior year 20th prior year 21st prior year Total

The field "Amount of carried forward gifts made on or after February 11, 2014, in the tax year including this date" is used to distinguish the portion of the gifts made in the tax year straddling February 11, 2014, that expires after ten tax years, from the portion that expires in the current tax year.

For Québec tax purposes, donations and gifts made during a tax year that ended before March 24, 2006, that are included on line 6th prior year and gifts that are included on line 21st prior year expire automatically in the current tax year.

^{*} For federal and Alberta tax purposes, donations and gifts made before February 11, 2014, that are included on line 6th prior year and gifts that are included on line 11th prior year expire automatically in the current year.

 Part 5 – Additional deduction for gifts of me 	edicine ——————			
	Fed	leral	Québec	Alberta
Additional deduction for gifts of medicine at the end of the prev	ious tax year <u></u>	U		
Additional deduction for gifts of medicine expired after 5 tax year				
Additional deduction for gifts of medicine at the beginning of the	0.40			
current tax year (amount U minus line 639)				
Additional deduction for gifts of medicine made before March 2 transferred on an amalgamation or the wind-up of a subsidiary				
Additional deduction for gifts of medicine made before March 2	2, 2017:			
Proceeds of disposition	602			
Cost of gifts of medicine made before March 22, 2017	601			
	602 minus line 601)	v		
Amount V multiplied by 50 %				
Eligible amount of gifts				
Additi				
	ction for gifts edicine made			
Fodoral	e March 22,			
a x (<u>b</u> = 2017	610			
∖ c / Additi	ional	, 1		
	ction for gifts			
	edicine made e March 22.			
a x / b = 2017	,	()		
\ c	ional			
	ction for gifts	$\langle \cdot \rangle$		
Albarta	edicine made			
a \times / b $= 2017$	e March 22,			
$\left(\frac{z}{c}\right)^{-2011}$		n		
where:		<i>)</i>		
a is the lesser of line 601 and amount W				
b is the eligible amount of gifts (line 600)				
c is the proceeds of disposition (line 602)				
Subtotal (line	e 650 plus line 610)	×		
•	640 plus amount X)	^		
(
Adjustment for an acquisition of control				
Amount applied in the current year against taxable income	660			
(enter this amount on line 315 of the T2 return)				
Subtotal (line	e 655 plus line 660)	Z		
Additional deduction for gifts of medicine closing balance				
(amount Y minus amount Z)	<u></u>			
* For federal and Alberta tax purposes, donations and gifts expended before March 19, 2007, expire after five tax years, other				in a tax year that

Year of origin:			Federal	Québec	Alberta
1 st prior year		2018-12-31			
2 nd prior year		2017-12-31			
3 rd prior year		2016-12-31			
4 th prior year		2015-12-31			
5 th prior year		2014-12-31			
6 th prior year*		2013-12-31			
7 th prior year		2012-12-31			
3 th prior year		2011-12-31			
th prior year		2010-12-31			
10 th prior year		2009-12-31			
11 th prior year		2008-12-31			
12 th prior year		2007-12-31			
13 th prior year		2006-12-31			
14 th prior year		2005-12-31			
15 th prior year		2004-12-31			
6 th prior year		2003-12-31			
17 th prior year		2002-12-31		\overline{A}	
18 th prior year		2001-12-31		r \\	
19 th prior year			4		
20 th prior year				\	
21 st prior year*				/	
Γotal				<u> </u>	
donations and	d Alberta tax purposes, donations and gifts incl gifts made in a tax year that ended before Mar year expire automatically in the current tax year	ch 19, 2007, that are i	vear expire automatically ncluded on line 6 th prior	√in the current tax year. For Québe year and donations and gifts that a	c tax purposes, re included on
Québec -	Gifts of musical instruments ——				
Gifts of musical	instruments at the end of the previous tax year				
Deduct: Gifts o	f musical instruments expired after twenty tax y	ears,	·		
Gifts of musical	instruments at the beginning of the tax year		·		
Add:	- 3 ,		Y	_	
Gifts of music	al instruments transferred on an amalgamation	or the wind-up of a sul	bsidiary		
	ear gifts of musical instruments				
ĺ	-			Subtotal (line D plus line E)	
Deduct: Adjust	ment for an acquisition of control	£			
Γotal gifts of mu	sical instruments available	· //		· · · · · · · · · · · · · · · · · · ·	
Jaduati Amaii	t applied against taxable income (enter this am	ount on line 255 of for	m CO-17)		

Gifts of musical instruments closing balance

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Amounts ca	rried forward – Gifts of musical instruments	
Year of origin:		Québec
1 st prior year		
2 nd prior year		
3 rd prior year		
4 th prior year		
5 th prior year		
6 th prior year*		
7 th prior year		
8 th prior year		
9 th prior year		
10 th prior year		
11 th prior year		
12 th prior year		
13 th prior year		
14 th prior year		
15 th prior year		
16 th prior year		
17 th prior year		
18 th prior year		
19 th prior year		
20 th prior year		
21st prior year*		
Total		
* These gifts expi	ired in the current year.	

T2 SCH 2 E (19)

Canada Revenue Agency

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Tax Calculation Supplementary - Corporations

Schedule 5

Corporation's name	Business Number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2019-12-31

- Use this schedule if, during the tax year, your corporation:
 - had a permanent establishment in more than one jurisdiction (corporations that have no taxable income should only complete columns A, B, and D in Part 1)
 - is claiming provincial or territorial tax credits or rebates (see Part 2), or
 - has to pay taxes, other than income tax, for Newfoundland and Labrador, or Ontario (see Part 2).
- All legislative references are to the Income Tax Regulations.
- For more information, see the T2 Corporation Income Tax Guide.
- For the regulation number to be entered in field 100 of Part 1, see the chart below.

100				_ Enter the regulation that applies (402 to 413)				
Α		В	С	D	E	F		
Jurisdiction. Tick yes if your corporation had a permanent establishment in the jurisdiction during the tax year *		Total salaries and wages paid in jurisdiction	(B x taxable income) / G	Gross revenue attributable to jurisdiction	(D x taxable income) / H	Allocation of taxable income (C + E) x 1/2** (where either G or H is nil, do not multiply by 1/2)		
Newfoundland and Labrador	Yes	103		143				
Newfoundland and Labrador Offshore	Yes	104		144				
Prince Edward Island	005 Yes	105		145				
Nova Scotia	007 Yes	107		147				
Nova Scotia Offshore	Yes	108		148				
New Brunswick	009 Yes	109		149				
Quebec	O11 Yes	111		151				
Ontario	Yes	113		153				
Manitoba	Yes	115		155				
Saskatchewan	017 Yes	117		157				
Alberta	019 Yes	119		159				
British Columbia	021 Yes	121		161				
Yukon	023 Yes	123		163				
Northwest Territories	025 Yes	125		165				
Nunavut	026 Yes	126		166				
Outside Canada	027 Yes	127		167				
Total		129 G		169 H				

^{*} Permanent establishment is defined in subsection 400(2)

Notes:

- 1. After determining the allocation of taxable income, you have to calculate the corporation's provincial or territorial tax payable. For more information on how to calculate the tax for each province or territory, see the instructions for Schedule 5 in the T2 Corporation Income Tax Guide.
- 2. If your corporation has provincial or territorial tax payable, complete Part 2.
- 3. If your corporation is a member of a partnership and the partnership had a permanent establishment in a jurisdiction, select the jurisdiction in Column A and include your proportionate share of the partnership's salaries and wages and gross revenue in columns B and D, respectively.

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^{**} For corporations other than those described under section 402, use the appropriate calculation described in the Regulations to allocate taxable income.

	Income eligible for small business deduction	Provincial or territorial allocation of taxable income	Provincial or territorial tax payable before credits			
847,979		847,979	97,518			
Ontario basic incon	ne tax (from Schedule	500)		270	97,518	
Ontario small husines	ss deduction (from Sch	nedule 500)		402		
Smarro oman buomec	o deduction (nom con	isduic coo,	Subtotal (line 270 ı		97,518	97,5
	tax debits (from Scheo	,				
Recapture of Ontar	io research and develo	pment tax credit (from S	chedule 508) Subtotal (line 27)			
Omtonio torrio		ED)				97,5
,	nount 5A plus amount	,			·····	57,5
	x credit (from Schedule	e 504) rocessing (from Schedu				
		rocessing (from Schedu 21)			\	
		chedule 500)				
Ontario political cor	ntributions tax credit (fr	,			<u> </u>	
		Ontario non-refundable	e tax credits (total of li	nes 404 to 415)	-	
			Subtotal (amou	nt 5C minus amount 5D)	(if negative, enter "0")	97,5
Ontario research and	development tax credit	t (from Schedule 508)		(.\)	416	11,2
		e Ontario corporate minir ninus line 416) (if negat		tario community food pro	gram	86,2
	nimum tax credit (from				418	14,9
•	,	ax credit for farmers (fro				11,3
•		,				71,3
	omo tar payarro (amo					
	-ii	- d. d E40\				
Ontario corporate n	ninimum tax (from Scho	,	Schedule 512			
Ontario corporate n	`	edule 510)				
Ontario corporate n Ontario special add	litional tax on life insura	ance corporations (from	Subtotal (line 27	280 B plus line 280)		71.3
Ontario corporate n Ontario special add	litional tax on life insura	ance corporations (from tax credits (amount 5G)	Subtotal (line 27	280 3 plus line 280)	 >	71,3
Ontario corporate n Ontario special add Fotal Ontario tax paya Ontario qualifying e	able before refundable environmental trust tax	tax credits (amount 56)	Subtotal (line 27	280 3 plus line 280)		71,3
Ontario corporate n Ontario special add Fotal Ontario tax paya Ontario qualifying e Ontario co-operativ	able before refundable environmental trust tax of education tax credit (tax credits (amount 5G) credit from Schedule 550)	Subtotal (line 27	280 3 plus line 280)		71,3
Ontario corporate n Ontario special add Fotal Ontario tax paya Ontario qualifying e Ontario co-operativ Ontario apprentices	able before refundable environmental trust tax on education tax credit (ship training tax credit (tax credits (amount 5G) credit from Schedule 550)	Subtotal (line 27)	2803 plus line 280)		71,3
Ontario corporate n Ontario special add Fotal Ontario tax paya Ontario qualifying e Ontario co-operativ Ontario apprentices Ontario computer a	able before refundable environmental trust tax on education tax credit (ship training tax credit (tax credits (amount 5G) credit from Schedule 550) from Schedule 552) ffects tax credit (from Schedule 552)	Subtotal (line 27)	280 3 plus line 280) 450 452 454		71,3
Ontario corporate n Ontario special add Fotal Ontario tax paya Ontario qualifying e Ontario co-operativ Ontario apprentices Ontario computer a Ontario film and tel	able before refundable environmental trust tax on e education tax credit (ship training tax credit (inimation and special e	tax credits (amount 5G) credit from Schedule 550) from Schedule 552) ffects tax credit (from Schedule 556)	Subtotal (line 27)	280		71,3
Ontario corporate n Ontario special add Fotal Ontario tax paya Ontario qualifying e Ontario co-operativ Ontario apprentices Ontario computer a Ontario film and tel Ontario production	able before refundable environmental trust tax on education tax credit (ship training tax credit (inimation and special evision tax credit (from	tax credits (amount 5G) credit from Schedule 550) from Schedule 552) ffects tax credit (from Schedule 556) m Schedule 558)	Subtotal (line 27)	280		71,3
Ontario corporate n Ontario special add Fotal Ontario tax paya Ontario qualifying e Ontario co-operativ Ontario apprentices Ontario computer a Ontario film and tel Ontario production Ontario interactive of Ontario sound reco	able before refundable environmental trust tax on e education tax credit (ship training tax credit (snimation and special eversion tax credit (from services tax credit (from digital media tax credit (from Streding tax credit (from Streding tax credit (from Streding tax credit (from Streding tax credit (from Streding tax credit (from Streding tax credit (from Stredit (from Stredit (from Stredit))	tax credits (amount 5G) credit from Schedule 550) from Schedule 552) ffects tax credit (from Schedule 556) m Schedule 558) (from Schedule 560) chedule 562)	Subtotal (line 27)	280 3 plus line 280) 450 452 454 456 458 460 462 464		71,3
Ontario corporate no Ontario special additional contario tax payare ontario qualifying e Ontario co-operative Ontario apprentices Ontario computer a Ontario film and tele Ontario production Ontario interactive ontario sound recorporative ontario sound recorporation book publis	able before refundable environmental trust tax on e education tax credit (ship training tax credit (from any	tax credits (amount 5G) credit from Schedule 550) from Schedule 552) ffects tax credit (from Schedule 556) m Schedule 558) (from Schedule 560) Schedule 562) chedule 564)	Subtotal (line 27)	280 3 plus line 280) 450 452 454 456 458 460 462 464		71,3
Ontario corporate no Ontario special additional contario tax payare ontario qualifying e Ontario co-operative Ontario apprentices Ontario computer a Ontario film and tele Ontario production Ontario interactive ontario sound recorporative ontario book publis Ontario innovation of	able before refundable environmental trust tax on education tax credit (ship training tax credit (ship training tax credit (from services tax credit (from services tax credit (from String tax credit (from String tax credit (from String tax credit (from String tax credit (from String tax credit (from String tax credit (from String tax credit (from Scheduter)	tax credits (amount 5G) credit from Schedule 550) from Schedule 552) ffects tax credit (from Schedule 556) m Schedule 558) (from Schedule 560) schedule 562) chedule 564) tle 566)	Subtotal (line 27)	450 450 452 454 456 458 460 462 464 466 468		71,3
Ontario corporate no Ontario special additional contario tax payare ontario qualifying e Ontario co-operative Ontario apprentices Ontario computer a Ontario film and tele Ontario production Ontario interactive ontario sound recorporative ontario book publis Ontario innovation of	able before refundable environmental trust tax on education tax credit (ship training tax credit (ship training tax credit (from services tax credit (from services tax credit (from String tax credit (from String tax credit (from String tax credit (from String tax credit (from String tax credit (from String tax credit (from String tax credit (from Scheduter)	tax credits (amount 5G) credit from Schedule 550) from Schedule 552) ffects tax credit (from Schedule 556) m Schedule 558) (from Schedule 560) schedule 562) chedule 564) ule 566) edit (from Schedule 568)	Subtotal (line 27)	280	17,514	
Ontario corporate n Ontario special add Total Ontario tax paya Ontario qualifying e Ontario co-operativ Ontario apprentices Ontario computer a Ontario film and tel Ontario production Ontario interactive e Ontario sound reco Ontario book publis Ontario innovation o Ontario business-re	able before refundable environmental trust tax on education tax credit (ship training tax credit (ship training tax credit (from services tax credit (from services tax credit (from Services tax credit	tax credits (amount 5G) credit from Schedule 550) from Schedule 552) ffects tax credit (from Schedule 558) Cfrom Schedule 558) (from Schedule 560) Schedule 564) chedule 564) chedule 566) edit (from Schedule 568) Ontario refundable	Subtotal (line 27) Subtotal (line 27) Subtotal (line 27) Subtotal (line 27)	280	17,514	17,5
Ontario corporate n Ontario special add Total Ontario tax paya Ontario qualifying e Ontario co-operativ Ontario apprentices Ontario computer a Ontario film and tel Ontario production Ontario interactive e Ontario sound reco Ontario book publis Ontario innovation formatio innovation formatio innovation formatio business-re	able before refundable environmental trust tax on education tax credit (ship training tax credit (ship training tax credit (from services tax credit (from services tax credit (from String tax credit (from String tax credit (from String tax credit (from String tax credit (from String tax credit (from String tax credit (from String tax credit (from String tax credit (from Scheduesearch institute tax credit tax credit (from Scheduesearch institute tax credit (from Scheduesearch institut	tax credits (amount 5G) credit from Schedule 550) from Schedule 552) ffects tax credit (from Schedule 556) m Schedule 558) (from Schedule 560) schedule 562) chedule 564) ule 566) edit (from Schedule 568)	Subtotal (line 27) Subtotal (line 27) Subtotal (line 27) Subtotal (line 27) Subtotal (line 27)	280	17,514	
Ontario corporate no Ontario special additional of the Contario qualifying e Ontario co-operativo Ontario apprentices Ontario computer a Ontario film and tele Ontario production Ontario interactive of Ontario sound reco	able before refundable environmental trust tax on education tax credit (ship training tax credit (ship training tax credit (from services tax credit (from services tax credit (from String tax credit (from String tax credit (from String tax credit (from String tax credit (from String tax credit (from String tax credit (from String tax credit (from String tax credit (from Scheduesearch institute tax credit tax credit (from Scheduesearch institute tax credit (from Scheduesearch institut	tax credits (amount 5G) credit from Schedule 550) ffrom Schedule 552) ffects tax credit (from Schedule 558) Cfrom Schedule 558) (from Schedule 560) Schedule 564) Chedule 564) chedule 566) Ontario refundable x credit (amount 51 min	Subtotal (line 27) Subtotal (line 27) Subtotal (line 27) Subtotal (line 27) Subtotal (line 27)	280	17,514	17,5
Ontario corporate no Ontario special additional ontario tax paya Ontario qualifying e Ontario co-operativo Ontario apprentices Ontario computer a Ontario film and tel Ontario production Ontario interactive ontario sound recordinario book publis Ontario innovation ontario business-related Ontario tax paya if a credit, enter amo	able before refundable able before refundable environmental trust tax on the education tax credit (ship training tax credit (ship training tax credit (from services tax credit (from services tax credit (from Signification tax credit (from Significa	tax credits (amount 5G) credit from Schedule 550) ffrom Schedule 552) ffects tax credit (from Schedule 558) Cfrom Schedule 558) (from Schedule 560) Schedule 564) Chedule 564) chedule 566) Ontario refundable x credit (amount 51 min	Subtotal (line 27) Subtotal (line 27) Subtotal (line 27) Subtotal (line 27) Subtotal (line 27) Subtotal (line 27) Subtotal (line 27) Subtotal (line 27) Subtotal (line 27) Subtotal (line 27) Subtotal (line 27)	280 3 plus line 280) 450 452 454 456 458 460 462 464 466 468 470 nes 450 to 470)	17,514	17,5
Ontario corporate no Ontario special additional ontario tax payare ontario qualifying e Ontario co-operative Ontario apprentices Ontario computer a Ontario film and tele Ontario production Ontario interactive of Ontario sound recording ontario book publis Ontario innovation to Ontario business-related to the Ontario tax payarif a credit, enter amount of Summary—Enter the total net tax	able before refundable environmental trust tax on the education tax credit (ship training tax credit (ship training tax credit (from services tax credit (from services tax credit (from Services tax cr	tax credits (amount 5G) credit	Subtotal (line 27) Subtotal (line 27)	280 3 plus line 280) 450 452 454 456 458 460 462 464 466 468 470 nes 450 to 470)	17,514	17,5

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Aggregate Investment Income and Income Eligible for the Small Business Deduction

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2019-12-31

- Use this schedule if you are a Canadian-controlled private corporation (CCPC) to calculate:
 - your aggregate investment income and foreign investment income, as defined in subsection 129(4), to determine the refundable portion of Part I tax, and your adjusted aggregate investment income, as defined in subsection 125(7), for the purpose of the business limit reduction
 - your specified partnership income, as defined in subsection 125(7), if you are a member (or designated member) of one or more partnerships, and
 - your income from an active business carried on in Canada eligible for the small business deduction including any specified corporate income
 as defined in subsection 125(7)
- Use this schedule if another CCPC is making an assignment of business limit under subsection 125(3.2) to you.
- Use this schedule if you are a corporation that is a member of a partnership to assign **specified partnership business limit** to a **designated member** under subsection 125(8).

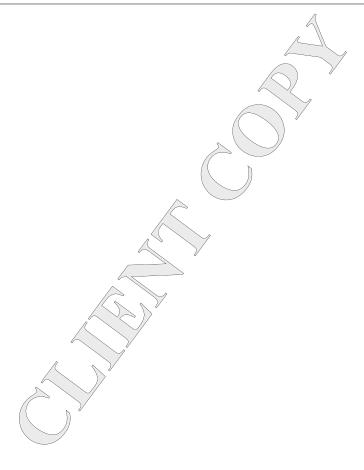
Note: If you are a corporation that is not a CCPC, only complete Table 1 (columns A1, B1, C1, G1, H1 and J1) and Table 3 to make this assignment.

- The adjusted aggregate investment income, for the purpose of the business limit reduction, also applies to a tax year of a corporation that begins before 2019 and ends after 2018 under the following circumstances:
 - the corporation's preceding tax year was, because of a transaction or event or a series of transactions or events, shorter than it would have been in the absence of that transaction, event or series, and
 - one of the reasons for the transaction, event or series was to defer the application of subsections 125(5.1), (5.2) and (7) to the corporation
- All legislative references are to the Income Tax Act.
- For more information, see Small Business Deduction and Refundable Portion of Part I Tax in Guide 74012, T2 Corporation Income Tax Guide.
- See the notes at the end of the form.

┌ Part 1 – Aggregate investment income
Aggregate investment income is all world source income.
Eligible portion of taxable capital gains for the year
Eligible portion of allowable capital losses for the year (including allowable business investment losses)
Net capital losses of previous years claimed on line 332 on the T2 return
Subtotal (line 012 plus line 022) A
Line 002 minus amount A (if negative, enter "0") B
Total income from property (include income from a specified investment business carried on in Canada other than income from a source outside Canada)
Exempt income
Amounts received from Agrilnvest Fund No. 2 that were included in computing the corporation's income for the year
Taxable dividends deductible (total of column F on Schedule 3 minus related expenses)
Business income from an interest in a trust that is considered property income under paragraph 108(5)(a) . 072
Subtotal (add lines 042, 052, 062 and 072) C
Subtotal (line 032 minus amount C) 5,000 ▶ 5,000 D
Amount B plus amount D 5,000 E
Total losses from property (include losses from a specified investment business carried on in Canada other than a loss from a source outside Canada) 1,398,000
Amount E minus line 082 (if negative, enter "0") (enter on line 440 of the T2 return)

┌ Part 2 – Adjusted aggregate investment income ──────	
Eligible portion of taxable capital gains for the year (other than taxable capital gains from the disposition of an active asset note 13)	
Eligible portion of allowable capital losses for the year (including allowable business investment losses) (other than allowable capital losses from the disposition of an active asset note 13)	
Subtotal (line 705 minus line 710) (if negative, enter "0")	_ F
Total income from property note 14 5,000	_
Exempt income	
Amounts received from Agrilnvest Fund No. 2 that were included in computing the corporation's income for the year . 725	
Dividends from connected corporations	
Business income from an interest in a trust that is considered property income under paragraph 108(5)(a)	
Subtotal (add lines 720, 725, 730 and 735)	
Subtotal (line 715 minus amount G) 5,000 ▶ 5,00	<u>О</u> н
Amount F plus amount H	<u>0</u> ı
Total losses from property note 14 1,398,00	0_
Amount, if any, deducted under subsection 91(4) in computing the corporation's income for the year	_
Adjusted aggregate investment income (amount I minus line 740, plus line 741) (if negative, enter "0")	_
If this is your first tax year starting after 2018, complete the following portion.	
Eligible portion of taxable capital gains for each tax year that ended in the preceding calendar year (other than taxable capital gains from the disposition of an active asset note 13)	2A
Eligible portion of allowable capital losses for each tax year that ended in the preceding calendar year (including allowable business	
investment losses)(other than allowable capital losses from the disposition of an active asset note 13)	_ 2B
Subtotal (amount 2A minus amount 2B) (if negative, enter "0")	=2C
Total income from property for each tax year that ended in the preceding calendar year note 14 16,000 2D	
Exempt income for each tax year that ended in the preceding calendar year	
Amounts received from Agrilnvest Fund No. 2 that were included in computing the corporation's income for each tax year that ended in the preceding calendar year	
Dividends from connected corporations for each tax year that ended in the preceding calendar year	
Business income from an interest in a trust that is considered property income under paragraph 108(5)(a) for each tax year that ended in the preceding calendar year	
Subtotal (add amounts 2E, 2F, 2G and 2H) 2l	
Subtotal (amount 2D minus amount 2l) 16,000 ▶ 16,00	<u>0</u> 2J
Amount 2C plus amount 2J 16,00	0 2K
Total losses from property for each tax year that ended in the preceding calendar year note 14	
Amount, if any, deducted under subsection 91(4) in computing the corporation's income for each tax year that ended in the preceding calendar year	_
Adjusted aggregate investment income (amount 2K minus amount 2L, plus line 742) (if negative, enter "0")	_
(enter the total of line 744 and the adjusted aggregate investment income of all associated corporations on line 417 of the T2 return)	

Part 3 – Foreign investment income		
oreign investment income is all income from sources outside Canada .		
ligible portion of taxable capital gains for the year	001	
ligible portion of allowable capital losses for the year (including allowable business investment losses)	009	_
Subtotal (line 001 minus line 009)	(if negative, enter "0")	J
otal income from property from a source outside Canada (net of related expenses) 019		
xempt income		
axable dividends deductible (total of column F n Schedule 3 minus related expenses)		
usiness income from an interest in a trust that is onsidered property income under paragraph 108(5)(a) . 059		
Subtotal (add lines 029, 049, and 059)	K	
Subtotal (line 019 minus amount K)	>	L
Am	nount J plus amount L	M
otal losses from property from a source outside Canada	069	
mount M minus line 069 (if negative, enter "0") (enter on line 445 of the T2 return)	079	



	Canadian investment	B Foreign investment	C Adjusted aggregate
	income	income	investment income*
gible portion of the taxable capital gains for the year before taking into			
count the capital gains reserves (federal) of Schedule 13*			
ddition/deduction)* ^{, **}			
xable capital gains under section 34.2			
ne 275 on Schedule 73)**			
gible portion of the taxable capital gains for the year			
did amounts 1.1, 1.2, and 1.3)			
gible portion of allowable capital losses for the year cluding allowable business investment losses)*			
et capital losses of previous years (line 332 on the T2 return)			
owable capital losses under section 34.2 ne 285 of Schedule 73)**			
owable capital losses for the year			
amounts 2.1, 2.2 and 2.3)			
nount 1 minus amount 2 (if negative, enter "0")			
		Δ	
xable dividends		//	
ental property income (under regulation 1100(11))			Г 000
her property income*	5,000		5,000
operty income under section 34.2 le 280 of Schedule 73)** Advanced to the control of the contro			
tal property income Id amounts 4.1, 4.2, 4.3 and 4.4)	5,000	7	5,000
empt income			
nounts received from Agrilnvest Fund No. 2 that were included in			
mputing the corporation's income for the year			
xable dividends deductible (total of column F Schedule 3 minus related expenses)*			
Isiness income from an interest in a trust that is			
nsidered property income under paragraph 108(5)(a)			
Id amounts 5.1, 5.2, 5.3 and 5.4			
nount 4 minus amount 5	5,000		5,000
nount 3 plus amount 6	5,000		5,000
ntal property losses (under regulation 1100(11))			
ridend losses			
her property losses*	1,398,000		1,398,000
operty losses under section 34.2 le 280 of Schedule 73)**			
tal property losses dd amounts 8.1, 8.2, 8.3 and 8.4)	1,398,000		1,398,000
nount 7 minus amount 8 (if negative, enter "0")			
rporation's income for the year			
nount 7 minus amount 8 plus amount 10 (if negative, enter "0")			

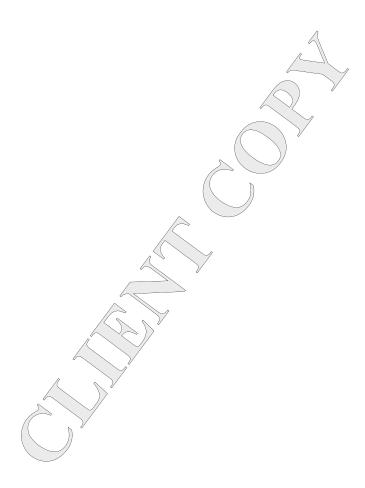
- * To calculate the adjusted aggregate investment income under column C:
 - On lines 1.1, 1.2 and 2.1, only capital gains and losses resulting from the disposition of property other than an active asset (as defined under subsection 125(7) ITA) are to be taken into account.
 - On line 4.3, include amounts in respect of a life insurance policy that are included in computing the corporation's income for the year (even if those
 amounts are not included in the calculation of the corporation's investment income in column A and B) as well as the income from a specified foreign
 investment business.
 - On line 5.3, only the dividends received from a connected corporation should be included.
 - On line 8.3, include the loss from a specified foreign investment business.

For more information on the calculation of the adjusted aggregate investment income, consult notes 13 and 14 at the end of this form as well as the Help (F1).

**When an amount is entered on these lines in column B, it reduces the corresponding amount in column A. For more information, consult the Help (F1).

Net taxable dividends	Canadian	Foreign	Total	
Taxable dividends deducted per Schedule 3				
Less: Expenses related to such dividends	A*			·
Total expenses	11 1			
Net taxable dividends				

^{*} Column A – Enter an "X" if the expense is related to a dividend received from a connected corporation.



¬ Part 4 – Specified partnership income Table 1 - Specified partnership income Α1 1A Is the corporation Partnership name Partnership's a designated member account number of the partnership? 200 Yes No В1 C1 D1 1D 2D **E1** F1 Expenses Total income Corporation's Income of the Prorated amounts Adjustments Corporation's income the corporation (loss) of share of corporation from calculated under (column 1D minus (loss) in respect of section 34.2 partnership amount in providing (directly incurred to column 2D) the partnership earn partnership from an column B1 or indirectly) active services or property income (add columns C1, business to the partnership D1 and E1) 310 315 300 311 320 Total 350 G1 H1 11 J1 K1 L1 М1 Specified Prorated business Number of Specified Specified Column F1 minus Lesser of days in the limit partnership partnership partnership column K1 (if negative, columns F1 and notes 2 and 3 partnership's business limit business limit business limit enter "0") K1 (if column F1 is negative, enter "0") fiscal period (column C1 ÷ assigned to you assigned by you amount (column H1 plus column B1) × (from H2 in Table 2) from F3 in Table 3) note 5 note 6 [\$ 500 000 × column I1 minus (column G1 ÷ 365)] column J1) (if column C1 is negative, enter "0") 325 330 335 336 340 Total 385 360 Corporation's losses for the year from an active business carried on in Canada 370 (other than as a member of a partnership) – enter as a positive amount Specified partnership loss of the corporation for the year - enter as a positive amount 380 (total of all negative amounts in column F1) 1. Subtotal (line 370 **plus** line 380) 390 Amount at line 385 or amount N, whichever is less Specified partnership income (line 360 plus line 390) 400 (enter at amount R in Part 5)

¬ Part 4 – Specified partnership income (continued) –

Tables 2 and 3 are used to make an assignment of **specified partnership business limit** under subsection 125(8). A person that is a member of a partnership can make an assignment of **specified partnership business limit** under subsection 125(8) to a **designated member**.

If you are a CCPC that is a designated member and receiving specified partnership business limit from a person that is a member of the partnership complete

A2				p business limit under subsection 125 2A Partnership's account number		(3)		B2	
Partnership name			Name of the member						
405								406	
C2 D2 E2					F2	G	2	H2	
Business number of the member (if applicable)	siness number of Social insurance Trust ac the member number of the number (if applicable) member mem		Trust acc number of memb (if applic	count of the per	the	ear start of member rymmdd)	ar start of Tax year-end of hember the member		Specified partnership business limit assigned to you by the member note 7
410	41	1	412	2		415	41	16	420
							4		
ole 3 – You are assign	ing to a desi	gnated mem	nber (CCPC) spe	ecified partr	nership bus	iness limit und	er subsection	n 125(8) ——	
	А3			3/	A (В3	
•	artnership nam	ie		Partnei account			Name of the	e designated m	lember
	425					/		426	
C3			D3			E3			F3
Business number of the designated member Tax year start of the designated member (yyyymmdd)			7	Tax year-end of the designated member (yyyymmdd)		limit a	d partnership business ssigned by you to the signated member note 8		
430			435	436			440		
		//							
4.5. Danta analain		-4 -1:-31-1	•	-11		-4!			
t 5 – Partnership ration's income from act	ive businesse	es carried on	in Canada as a r	nember or de	esignated m	ember of a partne			
ting related expenses) -			//			,			
ied partnership loss (fro	m line 380 in	Рап 4)				Cubtotal (an			
:	/f li 400) in Don't 4)				•	-	, –	
ied partnership income	(Irom line 400	Jin Part 4)						· · · · · · <u> </u>	

				09242 2017 NG0001
	t 6 – Income eligible for the small business come for income tax purposes from line 300 of the T2 return	deduction ————	. 850,855 s	
	' '			
Allow	able business investment loss from line 406 of Schedule 1			
	S	Subtotal (amount S plus amount T	850,855	<u>850,855</u> ∪
Forei	gn business income after deducting related expenses note 9	50	0	
Taxa	ole capital gains from line 113 of Schedule 1		V	,
Net p	roperty income (line 032 note 10 minus the total of lines 042, 05	2 and 082 ^{note 9} in Part 1)	-1,393,000 w	1
	nal services business income after deducting related uses note 9	e1		
Othe	income after deducting related expenses note 9	e2		
	Subtotal (amount e1 plus amount e2) note 9	> 52	0	
	Subtotal (add line 500, a	amount V, amount W and line 520	-1,393,000	-1,393,000 x
Net a	mount (amount U minus amount X)			<u>2,243,855</u> Y
Partn	ership income not eligible for the small business deduction (lin	ne 450 in Part 5)	Z	
Partn	ership income allocated to your corporation under subsection §	96(1.1) 53	0	
Incor	ne referred to in clause 125(1)(a)(i)(C)	54	0	
Incor	ne referred to in clause 125(1)(a)(i)(B) (from line 615 in Part 7)		A	A
	Subtotal (add amount Z,	line 530, line 540 and amount AA) <u> </u>	ьвв
Spec	fied corporate income (from line 625 in Part 7)			cc
		100		2,243,855 _{DD}
	ne eligible for the small business deduction (amount Y mi	• • • • • • • • • • • • • • • • • • • •	(2)	<u>2,243,833</u> DD
(ente	amount DD on line 400 of the T2 return - if negative, enter "0")		
– Pa	rt 7 – Specified corporate income and assign	nment under subsection	125(3.2)	
	1EE	EE ()	FF	GG
	Name of the corporation	\ \ \ \ \ \	come described under clause	Business limit assigned from
		the corporation 128	5(1)(a)(i)(B) received from the corporation identified in	the corporation identified in column EE note 12
			column EE note 11	COMMINEE

600

610

Total 615

See the privacy statement on your return.

Total **625**

620

Notes

Note 1 Do not include expenses that were deducted in computing the income of the corporation in column D1.

In general, amounts included under subsections 34.2(2) and 34.2(3) or claimed under subsection 34.2(4) are deemed to have the **same character** and be in the **same proportions** as the partnership income they relate to. For example, if a corporation receives \$100,000 of partnership income for the partnership's fiscal period ending in its tax year, and that income is made up of \$40,000 of active business income, \$30,000 of income from property, and \$30,000 as a taxable capital gain, the corporation's adjusted stub period accrual (ASPA) in respect of the partnership would be 40% active business income, 30% property income, and 30% taxable capital gains. Add or deduct only the portion of the following amounts that are characterized as **active business income** in accordance with subsection 34.2(5):

Add:

- the ASPA under subsection 34.2(2) (column 4 of Schedule 73)
- the income inclusion for a new corporate member of a partnership under subsection 34.2(3) (column 6 of Schedule 73)
- the previous-year transitional reserve under subsection 34.2(12) (column 12 of Schedule 73)

Deduct

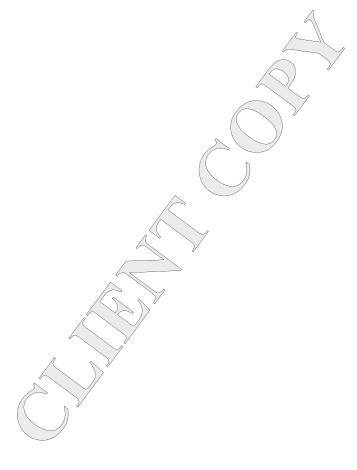
- the previous-year ASPA under subsection 34.2(4) (column 5 of Schedule 73)
- the previous-year income inclusion for a new corporate member of a partnership under subsection 34.2(4) (column 7 of Schedule 73)
- Note 2 When a partnership carries on more than one business, one of which generates income and another of which realizes a loss, the loss is **not** netted against the partnership's income when calculating the prorated business limit (column H1). Enter on line 380 the total of all losses from column F1.
- Note 3 If you are a designated member of the partnership, enter "0".
- Note 4 You must enter "0" if the partnership provides services or property to either:
 - (A) a private corporation (directly or indirectly in any manner whatever) in the year, if:
 - you (or one of your shareholders) or a person that does **not** deal at arm's length with you (or one of your shareholders) holds a direct or indirect interest in the private corporation, and
 - it is not the case that all or substantially all of the partnership's income for the year from an active business is from providing services or property to
 - persons (other than the private corporation) that deal at arm's length with the partnership and each person that holds a direct or indirect interest in the partnership, or
 - partnerships with which the partnership deals at arm's length, other than a partnership in which a person that does not deal at arm's length with you holds a direct or indirect interest, or
 - (B) a particular partnership (directly or indirectly in any manner whatever) in the year, if:
 - you (or one of your shareholders) do **not** deal at arm's length with the particular partnership or a person that holds a direct or indirect interest in the particular partnership, and
 - it is not the case that all or substantially all of the partnership's income for the year from an active business is from providing services or property to
 - persons that deal at arm's length with the partnership and each person that holds a direct or indirect interest in the partnership, or
 - partnerships (other than the particular partnership) with which the partnership deals at arm's length, other than a partnership in which a person that does not deal at arm's length with you holds a direct or indirect interest.
- Note 5 If you are a CCPC that is a designated member receiving an assignment of specified partnership business limit, complete Table 2 to determine the amounts to enter in Table 1 column I1.
- Note 6 If you are a corporation that is a **member** of the partnership and you are assigning **specified partnership business limit**, complete Table 3 to determine the amounts to enter in Table 1 column J1.
- Note 7 Add the amounts in column H2 that are for the same partnership and enter it in Table 1 column I1, in the row of the applicable partnership.
- Note 8 Add the amounts in column F3 that are for the same partnership and enter it in Table 1 column J1, in the row of the applicable partnership. This amount cannot be higher than the amount of prorated business limit you would otherwise be entitled to in Table 1 column H1 for that partnership.
- Note 9 If negative, enter amount in brackets, and add instead of subtracting.
- Note 10 Net of related expenses.
- Note 11 This amount is [as defined in subsection 125(7) specified corporate income (a)(i)] the total of all amounts, each of which is your income from an active business for the year from providing services or property to a private corporation (directly or indirectly, in any manner whatever) if
 - (A) at any time in the year, you (or one of your shareholders) or a person that does **not** deal at arm's length with you (or one of your shareholders) holds a direct or indirect interest in the private corporation, and
 - (B) it is not the case that all or substantially all-of your income for the year from an active business is from providing services or property to
 - (I) persons (other than the private corporation) with which you deal at arm's length, or
 - (II) partnerships with which you deal at arm's length, other than a partnership in which a person that does **not** deal at arm's length with you holds a direct or indirect interest.

Do **not** include specified farming or fishing income. If the conditions described in subsection 125(10) are met, do not include income from an associated corporation.

Note 12 The amount of business limit that a CCPC can assign to you cannot be greater than the amount in column FF that is from providing services or property directly to that CCPC. If there is an amount included in column FF that is deductible by that CCPC in respect of the amount of its income referred to in clause 125(1)(a)(i)(A) or (B) for its tax year, you need to deduct it from column FF for the purpose of determining the amount that can be assigned to you.

Notes (continued)

- Note 13 Active asset, of a particular corporation at any time, means property that is:
 - (A) used at that time principally in an active business carried on primarily in Canada by the particular corporation or by a Canadian-controlled private corporation that is related to the particular corporation,
 - (B) a share of the capital stock of another corporation if, at that time,
 - the other corporation is connected with the particular corporation (within the meaning assigned by subsection 186(4) on the assumption that the other corporation is at that time a payer corporation within the meaning of that subsection), and
 - the share would be a qualified small business corporation share (as defined in subsection 110.6(1)) if:
 - the references in that definition to an "individual" were references to the particular corporation, and
 - that definition were read without reference to "the individual's spouse or common-law partner", or
 - (C) an interest in a partnership, if:
 - at that time, the fair market value of the particular corporation's interest in the partnership is equal to or greater than 10% of the total fair market value of all interests in the partnership,
 - throughout the 24-month period ending before that time, more than 50% of the fair market value of the property of the partnership was attributable to property described in this paragraph or in paragraph (A) or (B), and
 - at that time, all or substantially all of the fair market value of the property of the partnership was attributable to property described in this paragraph or in paragraph (A) or (B).
- Note 14 Income or loss from property of a particular corporation, for the purposes of calculating the corporation's adjusted aggregate investment income, includes income or loss from a specified investment business, as well as all amounts in respect of a life insurance policy that are included in computing the corporation's income for the year (even if those amounts were not included in the computation of the corporation's aggregate investment income in Part 1).



Schedule 8

Canada Revenue Agence du revenu du Canada

Capital Cost Allowance (CCA)

Corporation's name	Business number	Tax year-end
		Year Month Day
InnPower Corporation	89242 2817 RC0001	2019-12-31

For more information, see the section called "Capital Cost Allowance" in the T2 Corporation Income Tax Guide.

Is the corporation electing under Regulation 1101(5g)?	101	Yes	No X
13 the corporation electing under reculation 110 (130):			

1		2	3	4	5	6	7	8	
Class	Description	Undepreciated	Cost of acquisitions	Cost of acquisitions	Adjustments and	Amount from	Amount from	Proceeds of	For tax years ending before
number *		capital cost (UCC) at the beginning of	during the year (new property must	from column 3 that are accelerated	transfers	column 5 that is assistance received	column 5 that is repaid during the	dispositions	November 21,
		the year	be available for use)	investment incentive	See note 4	or receivable	year for a property,	See note 7	2018:
See		, and the second second second second second second second second second second second second second second se	•	properties (AIIP)		during the year for	subsequent to its		50% rule (1/2 of net
note 1			See note 2	See note 3		a property, subsequent to	disposition		acquisitions)
				See note 3	6	its disposition	See note 6		aoquioino,
						See note 5			
200		201	203	225	205	221	222	207	211
1	Buildings	21,221,151						0	
8	Equipment and tools	1,525,115	43,691	43,691				0	
10	Rolling stock and vehicles	549,533	6,000	6,000				0	
45	Computer equipment and software	85						0	
47	Electrical energy distribution	25,379,808	2,451,505	2,451,505				6,000	
50	Computer equipment	258,684	125,612	125,612				0	
47	WIP							0	
8	WIP							0	
14.1		188,919						0	
1b	Building	189,996	38,000	38,000				0	
95	WIP	1,267,000	2,470,000	2,470,000				0	
	Totals	50,580,291	5,134,808	5,134,808				6,000	·

1		9	10	11	12	13	14	15	16	17	18
Class number * See note 1	Des- crip- tion	UCC (column 2 plus column 3 plus or minus column 5 minus column 8) See note 8	Proceeds of disposition available to reduce the UCC of AIIP (column 8 plus column 6 minus column 3 plus column 7 minus column 7) (if negative, enter "0")	Net capital cost additions of AIIP acquired during the year (column 4 minus column 10) (if negative, enter "0")	UCC adjustment for AIIP acquired during the year (column 11 multiplied by the relevant factor)	UCC adjustment for non-AlIP acquired during the year (0.5 multiplied by the result of column 3 minus column 4 minus column 6 plus column 7 minus column 8) (if negative, enter "0")	CCA rate % See note 11	Recapture of CCA See note 12	Terminal loss See note 13	CCA (for declining balance method, the result of column 9 plus column 12 minus column 13, multiplied by column 14 or a lower amount) See note 14	UCC at the end of the year (column 9 minus column 17)
200						224	212	213	215	217	220
. 1	Buildin	21,221,151					4	0	0	848,846	20,372,305
. 8	Equipn	1,568,806		43,691	21,846		20	0	0	318,130	1,250,676
. 10	Rolling	555,533		6,000	3,000		30	0	0	167,560	387,973
. 45	Compu	85					45	0	0	38	47
. 47	Electric	27,825,313	6,000	2,445,505	1,222,753		8	0	0	2,323,845	25,501,468
. 50	Compu	384,296		125,612	62,806		55 ~	0	0	245,906	138,390
. 47	WIP						8	0	0		
. 8	WIP						20	0	0		
. 14.1		188,919					5	0	0	13,224	175,695
. 1b	Buildin	227,996		38,000	19,000		6	0	0	14,820	213,176
. 95	WIP	3,737,000		2,470,000	1,235,000		0	0	0		3,737,000
	Totals	55,709,099	6,000	5,128,808	2,564,405					3,932,369	51,776,730

Enter the total of column 15 on line 107 of Schedule 1. Enter the total of column 16 on line 404 of Schedule 1. Enter the total of column 17 on line 403 of Schedule 1.

- Note 1. If a class number has not been provided in Schedule II of the Income Tax Regulations for a particular class of property, use the subsection provided in Regulation 1101. Class numbers followed by a letter indicate the basic rate of the class taking into account the additional deduction allowed. Class 1a: 4% + 6% = 10% (class 1 to 10%), class 1b: 4% + 2% = 6% (class 1 to 6%).
- Note 2. 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 of property in the class that are not subject to the 50% rule. See Income Tax Folio S3-F4-C1, General Discussion of Capital Cost Allowance, for exceptions to the 50% rule.
- Note 3. An accelerated investment incentive property (AIIP) is a property (other than property included in Class 54 or 55) that you acquired after November 20, 2018 and became available for use before 2028. See the T2 Corporation Income Tax Guide for more information. Classes 54 and 55 include property that is a zero-emission vehicle you acquired after March 18, 2019 and became available for use before 2028.
- Note 4. Enter in column 5, "Adjustments and transfers", amounts that increase or reduce the undepreciated capital cost (column 9). Items that increase the undepreciated capital cost include amounts transferred under section 85, or transferred on amalgamation or winding-up of a subsidiary. Items that reduce the undepreciated capital cost (show amounts that reduce the undepreciated capital cost in brackets) include government assistance received or entitled to be received in the year, or a reduction of capital cost after the application of section 80. See the T2 Corporation Income Tax Guide for other examples of adjustments and transfers to include in column 5.
- Note 5. Include all amounts of assistance you received (or were entitled to receive) after the disposition of a depreciable property that would have decreased the capital cost of the property by virtue of paragraph 13(7.1)(f) if received before the disposition.
- Note 6. Include all amounts you have repaid during the year with respect to any legally required repayment, made after the disposition of a corresponding property, of:
 - assistance that would have otherwise increased the capital cost of the property under paragraph 13(7.1)(d); and
 - an inducement, assistance or any other amount contemplated in paragraph 12(1)(x) received, that otherwise would have increased the capital cost of the property under paragraph 13(7.4)(b).

Also include the UCC of each property of a prescribed class acquired in the course of a corporate reorganization described under paragraph 55(3)(b) of the Act (also known as "butterfly reorganization") or in a non-arm's length transaction (other than by virtue of a right referred to in paragraph 251(5)(b) of the Act) if the property was a depreciable property acquired by the transferor less than 364 days before the end of your tax year.

- Note 7. For each property disposed of during the year, deduct from the proceeds of disposition any outlays and expenses to the extent that they were made or incurred for the purpose of making the disposition(s). The amount reported in respect of the property cannot exceed the property's capital cost, unless that property is a timber resource property as defined in subsection 13(21).
- Note 8. If the amount in column 5 reduces the undepreciated capital cost (i.e. it is shown in brackets), you must subtract it for the purposes of the calculation. Otherwise, add the amount in column 5 for the purposes of the calculation.
- Note 9. The relevant factors for AllP of a class in Schedule II and for property included in classes 54 and 55, available for use before 2024, are:
 - 2 1/3 for property in Classes 43.1 and 54;
 - 1 1/2 for property in Class 55;
 - 1 for property in Classes 43.2 and 53;
 - 0 for property in Classes 12, 13, 14, and 15, as well as properties that are Canadian vessels included in paragraph 1100(1)(v) of the Regulations (see note 14 for additional information); and
 - 0.5 for all other property that is AIIP.
- Note 10. The UCC adjustment for non-AllP acquired during the year (formerly known as the half-year rule or 50% rule) does not apply to certain property (including AllP). For special rules and exceptions, see Income Tax Folio S3-F4-C1, General Discussion of Capital Cost Allowance.
- Note 11. Enter a rate only if you are using the declining balance method. For any other method (for example the straight-line method, where calculations are always based on the cost of acquisitions), enter N/A. Then enter the amount you are claiming in column 17.
- Note 12. If the amount in column 9 is negative, you have a recapture of CCA. If applicable, enter the negative amount from column 9 in column 15 as a positive. The recapture rules do not apply to passenger vehicles in Class 10.1.
- Note 13. If no property is left in the class at the end of the tax year and there is still a positive amount in the column 9, you have a terminal loss. If applicable, enter the positive amount from column 9 in column 16. The terminal loss rules do not apply to:
 - passenger vehicles in Class 10.1;
 - property in Class 14.1, unless you have ceased carrying on the business to which it relates; or
 - limited-period franchises, concessions, or licences in Class 14 if, at the time of acquisition, the property was a former property of the transferor or any similar property attributable to the same fixed place of business, and you had jointly elected with the transferor to have the replacement property rules apply.
- Note 14. If the tax year is shorter than 365 days, prorate the CCA claim. Some classes of property do not have to be prorated. See the T2 Corporation Income Tax Guide for more information. For property in class 10.1 disposed of during the year, deduct a maximum of 50% of the regular CCA deduction if you owned the property at the beginning of the tax year. For AllP listed below, the maximum first year allowance you can claim is determined as follows:
 - Class 13: the lesser of 150% of the amount calculated in Schedule III of the Regulations and the UCC at the end of the tax year (before any CCA deduction).
 - Class 14: the lesser of 150% of the allocation for the year of the capital cost of the property apportioned over the remaining life of the property (at the time the cost was incurred) and the UCC at the end of the tax year (before any CCA deduction).
 - Class 15: the lesser of 150% of an amount computed on the basis of a rate per cord, board foot or cubic metre cut in the tax year and the UCC at the end of the tax year (before any CCA deduction).
 - Canadian vessels described under paragraph 1100(1)(v) of the Regulations: the lesser of 50% of the capital cost of the property and the UCC at the end of the tax year (before any CCA deduction).
 - Class 41.2: use a 25% CCA rate. The additional allowance under paragraph 1100(1)(y.2)(for single mine properties) and 1100(1)(ya.2)(for multiple mine properties) of the Regulations is not eligible for the accelerated investment incentive. The additional allowance in respect of natural gas liquefaction under paragraph 1100(1)(yb) of the Regulations is eligible for the accelerated investment incentive.
 - Property (other than a timber resource property) that is a timber limit or a right to cut timber from a limit: 150% of the amount determined by first subtracting the total of the residual value of the timber limit and all amounts you expended for the 1949 or later tax years for surveys, cruises or preparation of prints, maps or plans for the purpose of obtaining a licence or right to cut timber from the capital cost of the limit or right, and then dividing the result by the quantity of timber in the limit or the quantity of timber you have the right to cut.
 - Industrial mineral mine or a right to remove industrial minerals from an industrial mineral mine: 150% of the amount determined by first subtracting the residual value, if any, of the mine or right from the capital cost of the mine or right, and then dividing the result by the number of units of commercially mineable material estimated to be in the mine when the mine or right was acquired (alternatively, if you have acquired a right to remove only a specified number of units, that number of units that you acquired a right to remove).

T2 SCH 8 (19)

Canadä

Fixed Assets Reconciliation

Reconciliation of change in fixed assets per financial statements to amounts used per tax return.

_	
120	return
100	ICIUIII

lax return		
Additions for tax purposes – Schedule 8 regular classes	5,134,808	
Additions for tax purposes – Schedule 8 leasehold improvements +		
Operating leases capitalized for book purposes +		
Capital gain deferred +		
Recapture deferred +		
Deductible expenses capitalized for book purposes – Schedule 1 +		
Other (specify):		
Subsection 13(7.4) election +	6,432,000	
Additions of Land Rights +	3,000	
SRED expenditures capitalized for accounting +	112,192	
Total additions per books =	11,682,000	11,682,000
Proceeds up to original cost – Schedule 8 regular classes	6,000	
Proceeds up to original cost – Schedule 8 leasehold improvements +		
Proceeds in excess of original cost – capital gain		
Recapture deferred – as above		
Capital gain deferred – as above	7	
Pre V-day appreciation +		
Other (specify):		
Amortization expense in distribution - from S(1) +	80,000	
Amortization of land rights +	-10,000	
Total proceeds per books =	76,000 ►	76,000
Depreciation and amortization per accounts – Schedule 1		2,656,000
Loss on disposal of fixed assets per accounts		76,000
Gain on disposal of fixed assets per accounts	+ <u></u>	
Net o	change per tax return =	8,874,000
Financial statements		
Fixed assets (excluding land) per financial statements		76 606 000
Closing net book value		76,696,000
Opening net book value		67,822,000
Net change per	r financial statements =	8,874,000
If the amounts from the tax return and the financial statements differ, explain why below.		
IV V		

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SCHEDULE 9

RELATED AND ASSOCIATED CORPORATIONS

Name of corporation	Business Number	Tax year end Year Month Day
InnPower Corporation	89242 2817 RC0001	2019-12-31

- Complete this schedule if the corporation is related to or associated with at least one other corporation.
- For more information, see the T2 Corporation Income Tax Guide.

	Name	Country of resi- dence (other than Canada)	Business number (see note 1)	Relation-ship code (see note 2)	Number of common shares you own	% of common shares you own	Number of preferred shares you own	% of preferred shares you own	Book value of capital stock
	100	200	300	400	500	550	600	650	700
1.	Innservices Utilities Inc.		81689 7326 RC0001	3					
2.	Town of Innisfil		NR	1					
3.	Innterprises Inc.		86556 4595 RC0001	3		1			

Note 1: Enter "NR" if the corporation is not registered or does not have a business number.

Note 2: Enter the code number of the relationship that applies from the following order: 1 - Parent 2 - Subsidiary 3 - Associated 4 - Related but not associated

T2 SCH 9 (11)

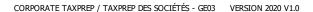


Continuity of financial statement reserves (not deductible)

Financial statement reserves (not deductible)							
Balance at the	Transfer on an	Add	De				

	Description	Balance at the beginning of the year	Transfer on an amalgamation or the wind-up of a subsidiary	Add	Deduct	Balance at the end of the year
1	Post retirement benefits	178,083		12,000	90,000	100,083
2	Reserves from Part 2 of Schedule 13					
	Totals	178,083		12,000	90,000	100,083

The total opening balance plus the total transfers should be entered on line 414 of Schedule 1 as a deduction. The total closing balance should be entered on line 126 of Schedule 1 as an addition.



Agreement Among Associated Canadian-Controlled Private Corporations to Allocate the Business Limit

- For use by a Canadian-controlled private corporation (CCPC) to identify all associated corporations and to assign a percentage for each associated corporation. This percentage will be used to allocate the business limit for the small business deduction. Information from this schedule will also be used to determine the date the balance of tax is due and to calculate the reduction to the business limit.
- An associated CCPC that has more than one tax year ending in a calendar year must file an agreement for each tax year ending in that calendar year.
- Column 1: Enter the legal name of each of the corporations in the associated group, including those deemed to be associated under subsection 256(2) of the Income Tax Act.
- Column 2: Provide the business number for each corporation (if a corporation is not registered, enter "NR").
- Column 3: Enter the association code from the list below that applies to each corporation:
 - 1 Associated for purposes of allocating the business limit (unless association code 5 applies)
 - 2 CCPC that is a **third corporation** as referred to in subsection 256(2) and has filed Schedule 28, Election not to be Associated Through a Third Corporation
 - 3 Non-CCPC that is a third corporation
 - 4 Associated non-CCPC
 - 5 Associated CCPC to which association code 1 does not apply because a third corporation has filed Schedule 28
- **Column 4:** Enter the business limit for the year of each corporation in the associated group. Enter "0" if the corporation has association code 2, 3 or 4 in column 3 (except if the corporation is a cooperative or a credit union eligible for the SBD and it has association code 4).
- **Column 5:** Assign a percentage to allocate the business limit to each corporation that has association code 1 in column 3. The total of all percentages in column 5 cannot exceed 100%.
- **Column 6:** Enter the business limit allocated to each corporation by multiplying the amount in column 4 by the percentage in column 5. Add all business limits allocated in column 6 and enter the total at line A.

Ensure that the total at line A does not exceed \$500,000.

- Allocating the business limit			<u> </u>		
Date filed (do not use this area)		.)		. 025	Year Month Day
Enter the calendar year the agreement applies to				050	Year 2019
Is this an amended agreement for the above calend an agreement previously filed by any of the associa				. 075	Yes X No
1 Name of associated corporations 100	Business number of associated corporations	3 Association code	4 Business limit for the year before the allocation \$	5 Percentage of the business limit % 350	6 Business limit allocated* \$
1 InnPower Corporation	89242 2817 RC0001	1	500,000		
2 Innservices Utilities Inc.	81689 7326 RC0001	1	500,000		
3 Town of Innisfil	NR	1	500,000		
4 Innterprises Inc.	86556 4595 RC0001	1	500,000	100.0000	500,000
			Total	100.0000	500,000

Business limit reduction under subsection 125(5.1) of the Act

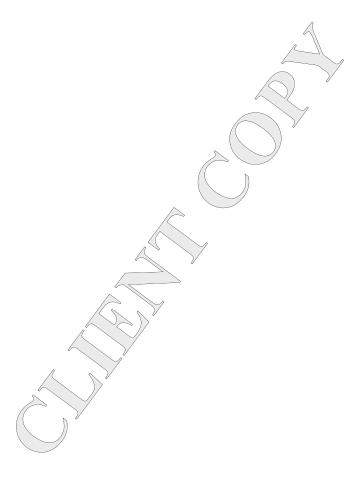
The business limit reduction is calculated in the small business deduction area of the T2 return. One of the factors used in this calculation is the "large corporation amount" at line 415 of the T2 return. The amount at line 415 is determined using the formula 0.225% x (C - \$10,000,000). Another factor is the "adjusted aggregate investment income" from lines 744 and 745 of Schedule 7, Aggregate Investment Income and Income Eligible for the Small Business Deduction. Details of these formulas and variable C are in subsection 125(5.1) of the Act.

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

Special rules for business limit

Special rules apply under subsection 125(5) if a CCPC has more than one tax year ending in the same calendar year and it is associated in more than one of those tax years with another CCPC that has a tax year ending in that calendar year. The business limit for the second or later tax year will be equal to the lesser of: the business limit determined for the first tax year ending in the calendar year or the business limit determined for the second or later tax year ending in the same calendar year.

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Investment Tax Credit – Corporations

- General information

- Use this schedule:
 - to calculate an investment tax credit (ITC) earned during the tax year;
 - to claim a deduction against Part I tax payable;
 - to claim a refund of credit earned during the current tax year;
 - to claim a carryforward of credit from previous tax years;
 - to transfer a credit following an amalgamation or the wind-up of a subsidiary, as described under subsections 87(1) and 88(1);
 - to request a credit carryback to one or more previous years;
 - if you are subject to a recapture of ITC; or
 - if you are claiming:
 - the Ontario Research and Development Tax Credit;
 - the Ontario Innovation Tax Credit.
- Unless otherwise stated, all legislative references are to the Income Tax Act and the Income Tax Regulations.
- The ITC is eligible for a three-year carryback (if not deductible in the year earned). It is also eligible for a twenty-year carryforward.
- Investments or expenditures, described in subsection 127(9) and Regulation Part XLVI, that earn an ITC are:
 - qualified property and qualified resource property (Parts 4 to 7 of this schedule);
 - qualified scientific research and experimental development (SR&ED) expenditures (Parts 8 to 17). File Form T661, Scientific Research and Experimental Development (SR&ED) Expenditures Claim;
 - pre-production mining expenditures (Parts 18 to 20);
 - apprenticeship job creation expenditures (Parts 21 to 23); and
 - child care spaces expenditures (Parts 24 to 28).
 - Expenditures related to child care spaces incurred after March 21, 2017 no longer qualify for the investment tax credit. If you entered into a written
 agreement before March 22, 2017, eligible expenditures incurred before 2020 will remain eligible for the credit.
- File this schedule with the T2 Corporation Income Tax Return. If you need more space, attach additional schedules.
- For more information on ITCs, see "Investment Tax Credit" in Guide T4012, T2 Corporation Income Tax Guide and read Information Circular IC78-4, Investment Tax Credit Rates, and its related Special Release.
- For more information on SR&ED, see guide T4088, Guide to Form T661 Scientific Research and Experimental Development (SR&ED) Expenditures Claim.

Detailed information

- For the purpose of this schedule, **investment** means the capital cost of the property (excluding amounts added by an election under section 21), determined without reference to subsections 13(7.1) and 13(7.4), minus the amount of any government or non-government assistance that the corporation has received, is entitled to receive, or can reasonably be expected to receive for that property when it files the income tax return for the year in which the property was acquired.
- An ITC deducted or refunded in a tax year for a depreciable property, other than a depreciable property deductible under paragraph 37(1)(b), reduces both
 the capital cost of that property and the undepreciated capital cost of that class in the next tax year. An ITC for SR&ED deducted or refunded in a tax year
 will reduce the balance in the pool of deductible SR&ED expenditures and the adjusted cost base (ACB) of an interest in a partnership in the next tax year.
 An ITC from pre-production mining expenditures deducted in a tax year reduces the balance in the pool of deductible cumulative Canadian exploration
 expenses in the next tax year.
- Property acquired has to be available for use before a claim for an ITC can be made. See subsections 127(11.2) and 248(19) for more information.
- Expenditures for SR&ED and capital costs for a property qualifying for an ITC must be identified by the claimant on Form T661 and Schedule 31 no later than 12 months after the claimant's income tax return is due for the tax year in which it incurred the expenditures or capital costs.
- Expenditures for pre-production mining, apprenticeship, or child care space for an ITC must be identified by the claimant on Schedule 31 no later than 12 months after the claimant's income tax return is due for the tax year in which it incurred the expenditures or capital costs.
- Partnership allocations Subsection 127(8) provides for the allocation of the amount that may reasonably be considered to be a partner's share of
 the ITCs of the partnership at the end of the fiscal period of the partnership. An allocation of ITCs is generally considered to be the partner's
 reasonable share of the ITCs if it is made in the same proportion in which the partners have agreed to share any income or loss and if section 103 is
 not applicable for the agreement to share any income or loss. Special rules apply to specified members of a partnership and limited partners.
 For more information, see Guide T4068, Guide for the Partnership Information Return.
- For tax purposes, Canada includes the **exclusive economic zone of Canada** as defined in the *Oceans Act* (which generally consists of an area of the sea that is within 200 nautical miles from the Canadian coastline), including the airspace, seabed and subsoil of that zone.
- For the purpose of this schedule, the expression **Atlantic Canada** includes the Gaspé Peninsula and the provinces of Newfoundland and Labrador, Prince Edward Island, Nova Scotia, and New Brunswick, as well as their respective offshore regions (prescribed in Regulation 4609).
- For the purpose of this schedule, qualified property means property in Atlantic Canada that is used primarily for manufacturing and processing, farming or fishing, logging, storing grain, or harvesting peat. Property in Atlantic Canada that is used primarily for oil and gas, and mining activities is considered qualified property only if acquired by the taxpayer before March 29, 2012. Qualified property includes new buildings and new machinery and equipment (prescribed in Regulation 4600), and if acquired by the taxpayer after March 28, 2012, new energy generation and conservation property (prescribed in Regulation 4600). Qualified property can also be used primarily to produce or process electrical energy or steam in a prescribed area (as described in Regulation 4610). See the definition of qualified property in subsection 127(9) for more information.

Detailed information (continued)

- For the purpose of this schedule, **qualified resource property** means property in Atlantic Canada that is used primarily for oil and gas, and mining activities, if acquired by the taxpayer **after** March 28, 2012, and **before** January 1, 2016. Qualified resource property includes new buildings and new machinery and equipment (prescribed in Regulation 4600). See the definition of **qualified resource property** in subsection 127(9) for more information.
- For the purpose of this schedule, **pre-production mining exploration expenditures** are pre-production mining expenditures incurred **after** March 28, 2012, by the taxpayer to determine the existence, location, extent, or quality of certain mineral resources in Canada, excluding expenses incurred in the exploration of an oil or gas well. See subparagraph (a)(i) of the definition of **pre-production mining expenditure** in subsection 127(9) for more information.
- For the purpose of this schedule, **pre-production mining development expenditures** are pre-production mining expenditures incurred **after** March 28, 2012, by the taxpayer to bring a new mineral resource mine in Canada into production, excluding expenses in the development of a bituminous sands deposit or an oil shale deposit. See subparagraph (a)(ii) of the definition of **pre-production mining expenditure** in subsection 127(9) for more information.

□ Part 1 – Investments, expenditures, and percentages ——	
Fait 1 - investinents, expenditures, and percentages	

Investments	Specified percentage
Qualified property acquired primarily for use in Atlantic Canada	10 %
Qualified resource property acquired primarily for use in Atlantic Canada and acquired:	
- after March 28, 2012, and before 2014	10 %
- after 2013 and before 2016	5 %
- after 2015*	0 %
Expenditures	
If you are a Canadian-controlled private corporation (CCPC), this percentage may apply to the portion that you claim of the SR&ED qualified expenditure pool that does not exceed your expenditure limit (see Part 10)	35 %
Note: If your current year's qualified expenditures are more than your expenditure limit (see Part 10),	
the excess is eligible for an ITC calculated at the 15 % rate.	
If you are a corporation that is not a CCPC and have incurred qualified expenditures for SR&ED in any area in Canada:	
- before 2014**	20 %
- after 2013**	15 %
If you are a taxable Canadian corporation that incurred pre-production mining expenditures before March 29, 2012	10 %
If you are a taxable Canadian corporation that incurred pre-production mining exploration expenditures:	
- after March 28, 2012, and before 2013	10 %
- in 2013	5 %
- after 2013	0 %
If you are a taxable Canadian corporation that incurred pre-production mining development expenditures***:	
- after March 28, 2012, and before 2014	10 %
- in 2014	7 %
- in 2015	4 %
- after 2015	0 %
If you paid salary and wages to apprentices in the first 24 months of their apprenticeship contract for employment	10 %
If you incurred expenditures after March 18, 2007 and before March 22, 2017 (or before 2020 if you entered into a written agreement before March 22, 2017) for the creation of licensed child care spaces for the children of your employees and, potentially, for other children	25 %

- A transitional relief rate of 10% may apply to property acquired after 2013 and before 2017, if the property is acquired under a written agreement entered into before March 29, 2012, or the property is acquired as part of a **phase** of a project where the construction or the engineering and design work for the construction started before March 29, 2012. See paragraph (a.1) of the definition of **specified percentage** in subsection 127(9) for more information.
- ** The reduction of the rate from 20% to 15% applies to 2014 and later tax years, except that, for 2014 tax years that start before 2014, the reduction is pro-rated based on the number of days in the tax year that are after 2013.
- *** A transitional relief rate may apply to expenditures incurred after 2013 and before 2016, if the expenditure is incurred under a written agreement entered into before March 29, 2012, or the expenditure is incurred as part of the development of a new mine where the construction or the engineering and design work for the construction of the new mine started before March 29, 2012. See subparagraphs (k)(ii) and (iii) of the definition of **specified percentage** in subsection 127(9) for more information.

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2019-12-31

Part 2 – Determination of a qualifying corporation -

Is the corporation a qualifying corporation?

101 1 Yes 2 No X

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

Note: A CCPC considered associated with another corporation under subsection 256(1) will be considered **not** associated for the calculation of a refundable ITC if:

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

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

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

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

- a) one or more persons exempt from Part I tax under section 149;
- b) Her Majesty in right of a province, a Canadian municipality, or any other public authority; or
- c) any combination of persons referred to in a) or b) above.
- * Capital expenditures incurred after December 31, 2013, including lease payments for property that would have been a capital expenditure if purchased directly, are **not** qualified SR&ED expenditures and are **not** eligible for an ITC on SR&ED expenditures.

Port 2. Comparations in the formation in ductors
Part 3 – Corporations in the farming industry
Complete this area if the corporation is making SR&ED contributions.
Is the corporation claiming a contribution in the current year to an agricultural organization whose goal is to finance SR&ED work (for example, check-off dues)? 2 No X
If yes, complete Schedule 125, Income Statement Information, to identify the type of farming industry the corporation is involved in.
Contributions to agricultural organizations for SR&ED* Enter on line 350 of Part 8.
* Enter only contributions not already included on Form T661. Include 80% of the contributions made after 2012. For contributions made before 2013, include all of the contributions.

Qualified Property and Qualified Resource Property

Part 4 - Eligible investments for qualified property and qualified resource property from the current tax year-

Capital cost allowance class number	Description of investment	Date available for use	Location used in Atlantic Canada (province)	Amount of investment
105	110	115	120	125

	edit and account balances esource property	– ITC from i	nvestmen	nts in qualified prope	rty ———	
ITC at the end of the previous tax y	/ear					B1
Credit deemed as a remittance of c	co-op corporations		2	210	-	
Credit expired			2	215		
		Subtotal (line 2	10 plus line 2	15)	>	C1
ITC at the beginning of the tax year	r (amount B1 minus amount C1)				220	
	ation or the wind-up of a subsidiary		_			
ITC from repayment of assistance	•		2	235	-	
Qualified property; and qualified res	source property		_		-	
acquired after March 28, 2012, and January 1, 2014* (applicable part fi	d before	x	10 % = 2	240	-	
Qualified resource property acquire December 31, 2013, and before Ja (applicable part from amount A1 in		x	5 % = 2	242	_	
Credit allocated from a partnership			2	250		
	;	Subtotal (total of	lines 230 to 2	250)	.	D1
Total credit available (line 220 plus	s amount D1)				<u></u>	E1
Credit deducted from Part I tax			2	260	-	
Credit carried back to previous yea	ars (amount H1 in Part 6)			\	__ а	
Credit transferred to offset Part VII	l tax liability		2	280	-	
	Subtotal (total o	of line 260, amou	nt a, and line	280)		F1
Credit balance before refund (amou	unt E1 minus amount F1) .		\ <i>)</i> .		<u></u>	G1
Refund of credit claimed on investr	ments from qualified property and qua	alified resource p	roperty (from	Part 7)	310	
ITC closing balance of investme (amount G1 minus line 310)	ents from qualified property and q	ualified resource	e property		320	
* Include investments acquired after	ter 2013 and before 2017 that are elig	ible for transition	al relief.			
- Part 6 - Paguest for car	ryback of credit from inves	etmente in a	ualified n	roporty and gualified	rosource property	
Fait 6 - Request for can		suneurs iii q	uaiiiieu pi	Toperty and qualified	resource property	
1st previous tax year	Year Month Day	٠/		Credit to be applied	901	
2nd previous tax year		<u> </u>		Credit to be applied	902	
3rd previous tax year				Credit to be applied	903	
				Total of lines 901 t Enter at amount a in F		H1
	or qualifying corporations esource property	on investme	ents from	qualified property —		
Current-year ITCs (total of lines 24	0, 242, and 250 in Part 5) .				· · · · · <u> </u>	I1
Credit balance before refund (from	amount G1 in Part 5)				· · · · · <u> </u>	J1
Refund (40 % of amount I	1 or J1, whichever is less) .				· · · · · <u> </u>	K1
Enter amount K1 or a lesser amour	nt on line 310 in Part 5 (also enter on	line 780 of the T	2 return if you	ı do not claim an SR&ED ITC	refund).	

SR&ED

- Part 8 – Qualified SR&ED expenditures ————————————————————————————————————
Current expenditures (from line 557 on Form T661)
Contributions to agricultural organizations for SR&ED Deduct: Government assistance, non-government assistance, or
contract payment
Contributions to agricultural organizations for SR&ED for the federal ITC (this amount is updated to line 103 of Part 3. For more details, consult the Help.)*
Current expenditures (line 557 on Form T661 plus line 103 in Part 3)*
Capital expenditures incurred before 2014 (from line 558 on Form T661)**
Repayments made in the year (from line 560 on Form T661)
Qualified SR&ED expenditures (total of lines 350 to 370) 128,236
* If you are claiming only contributions made to agricultural organizations for SR&ED, line 350 should equal line 103 in Part 3. Do not file Form T661.
** Capital expenditures incurred after December 31, 2013, are not qualified SR&ED expenditures. Capital cost allowance can be claimed for depreciable property acquired for use in SR&ED after 2013.
Part 9 – Components of the SR&ED expenditure limit calculation
Part 9 only applies if you are a CCPC.
Note: A CCPC considered associated with another corporation under subsection 256(1) will be considered not associated for the calculation of an SR&ED expenditure limit if:
one corporation is associated with another corporation solely because one or more persons own shares of the capital stock of the corporation; and
one of the corporations has at least one shareholder who is not common to both corporations.
Is the corporation associated with another CCPC for the purpose of calculating the SR&ED expenditure limit? 385 1 Yes X 2 No
If you answered no to the question on line 385 or if you are not associated with any other corporations, complete lines 390 and 398. If you answered yes , the amounts for associated corporations will be determined on Schedule 49.
Enter your taxable income for the previous tax year* (prior to any loss carrybacks applied)
Enter your taxable capital employed in Canada for the previous tax year minus \$10 million. If this amount is nil or negative, enter "0". If this amount is over \$40 million, enter \$40 million.
* If the tax year referred to on line 390 is less than 51 weeks, multiply the taxable income by the following result: 365 divided by the number of days in that tax year.
- Part 10 – SR&ED expenditure limit for a CCPC
For a stand-alone (not associated) corporation: \$ 8,000,000
Taxable income for the previous tax year (line 390 in Part 9) or \$500,000, whichever is more x 10 = A2
Excess (\$8,000,000 minus amount A2 if the taxation year ends before March 19, 2019; otherwise, enter \$3,000,000) (if negative, enter "0")*
\$ 40,000,000 minus line 398 in Part 9 b
Amount b divided by \$ 40,000,000
Expenditure limit for the stand-alone corporation (amount B2 multiplied by amount C2)**
For an associated corporation:
If associated, the allocation of the SR&ED expenditure limit, as provided on Schedule 49**
If your tax year is less than 51 weeks, calculate the amount of the expenditure limit as follows:
Amount D2 or E2 XNumber of days in the tax year 365 = F2
Your SR&ED expenditure limit for the year (enter amount D2, E2, or F2, whichever applies)
* For taxation years ending after March 18, 2019, the taxable income is no longer taken into account in the SR&ED expenditure limit calculation. For more information, consult the Help (F1).
**Amount D2 or E2 cannot be more than \$3,000,000.

Current expenditures (from line 35 the expenditure limit (from line 410		ie leee*	420	x	35 % =	G2
Line 350 minus line 410 (if negative	,	15 1655	430	128,236	35 70	02
Amount from line	Number of days in the tax year x before 2014	x	20% =	C		
	Number of days in the tax year					
Amount from line	Number of days in the tax year after 2013					
430**128,236	Number of days in the tax year	365 × 365	15 % =	<u>19,235</u> d		
Subtotal (amount c plus amount d)		<u>—</u>	19,235		<u> 19,235</u> н2
Line 410 minus line 350 (if negative	ve, enter "0")		<u> </u>	e		
Capital expenditures (line 360 in P whichever is less*	art 8) or amount e,		440	x	35 % =	12
Line 360 minus amount e (if nega	tive, enter "0")		450			
Amount from line 450	Number of days in the tax year x before 2014	x	20% =	f	1	
	Number of days in the tax year					
Amount from line 450**	Number of days in the tax year x after 2013	365 x	15 % =	g		
	Number of days in the tax year	365				
Subtotal (amount f plus amount g)				<u></u> >		J2
If a corporation makes a repayment amount of qualified expenditures for					ed the	
Repayments (amount from line 3	70 in Part 8)					
Enter the amount of the repayment	t on the line that corres	ponds to the ap	propriate rate.			
Repayment of assistance that redu qualifying expenditure for a CCPC			x	35 % =	h	
Repayment of assistance made af September 16, 2016 that reduced qualifying expenditure incurred bef	a		x	20 % =	i	
Repayment of assistance made af September 16, 2016 that reduced qualifying expenditure incurred after	a		×	15 % =	i	
quamynig orponanaro meanea an			Subtotal (add ar	mounts h to j)	, •	K2
Current-year SR&ED ITC (total of	of amounts G2 to K2; e	nter on line 540				19,235 L2
* For corporations that are not C	CPCs, enter "0" for an	// nounts G2 and I2	2.			
** For tax years that end after 201 the reduction is pro-rated base						

the amount by 15%.

^{***} If you were a Canadian-controlled private corporation (CCPC), this percentage was applied to the portion that you claimed of the SR&ED qualified expenditure pool that did not exceed your expenditure limit at the time. This percentage includes the rate under subsection 127(10.1), **additions to investment tax credit**. See subsection 127(10.1) for details about exceptions. For expenditures not eligible for this rate use line 480 or 490 as appropriate.

Part 12 – Current-year credit and account b	palances – ITC from SR&ED expe	nditures ———			
ITC at the end of the previous tax year				37,158	M2
Credit deemed as a remittance of co-op corporations	510				
Credit expired	515				
	Subtotal (line 510 plus line 515)		-		N2
ITC at the beginning of the tax year (amount M2 minus amount	nt N2)		520	37,158	
Credit transferred on an amalgamation or the wind-up of a sub	osidiary 530				
Total current-year credit (from amount L2 in Part 11)	540	19,235			
Credit allocated from a partnership	550				
	Subtotal (total of lines 530 to 550)	19,235	-	19,235	02
Total credit available (line 520 plus amount O2)			· · · <u></u>	56,393	P2
Credit deducted from Part I tax	560	56,393			
Credit carried back to previous years (amount S2 in Part 13)			k		
Credit transferred to offset Part VII tax liability	580				
Subtot	tal (total of line 560, amount k, and line 580)	56,393	-	56,393	Q2
Credit balance before refund (amount P2 minus amount Q2)		~	<u></u>		R2
Refund of credit claimed on SR&ED expenditures (from Part	14 or 15, whichever applies)	V	610		
ITC closing balance on SR&ED (amount R2 minus line 610	0)	· /	620		
− Part 13 – Request for carryback of credit fro	om SR&ED expenditures				
Year Month Day 1st previous tax year 2nd previous tax year 3rd previous tax year		Credit to be applied Credit to be applied	911 912 913		
		Total of lines 911 to Enter at amount k in Pa			S2

Part 14 – Refund of ITC for qualifying corporations – SR&ED	
Complete this part only if you are a qualifying corporation as determined on line 101 in Part 2.	
Is the corporation an excluded corporation as defined under subsection 127.1(2)?	X
Current-year ITC (lines 540 plus 550 in Part 12 minus amount K2 in Part 11)	
Refundable credits (amount I or amount R2 in Part 12, whichever is less)*	_ T2
Amount T2 or amount G2 in Part 11, whichever is less	_ U2
Net amount (amount T2 minus amount U2; if negative, enter "0")	_ V2
Amount V2 multiplied by 40 %	_ W2
Amount U2	_ X2
Refund of ITC (amount W2 plus amount X2 – enter this, or a lesser amount, on line 610 in Part 12) Enter the total of line 310 in Part 5 and line 610 in Part 12 on line 780 of the T2 return.	= Y2
* If you are also an excluded corporation, as defined in subsection 127.1(2), this amount must be multiplied by 40%. Claim this, or a lesser amount, as your refund of ITC for amount Y2.	
Part 15 – Refund of ITC for CCPCs that are not qualifying or excluded corporations – SR&ED	
Complete this part only if you are a CCPC that is not a qualifying or excluded corporation as determined on line 10 in Part 2.	
Credit balance before refund (amount R2 in Part 12)	_ Z2
Amount Z2 or amount G2 in Part 11, whichever is less	_AA2
Net amount (amount Z2 minus amount AA2; if negative, enter "0")	BB2
Amount BB2 or amount I2 in Part 11, whichever is less	_CC2
Amount CC2 multiplied by 40 %	_DD2
Amount AA2	_EE2
Refund of ITC (amount DD2 plus amount EE2)	FF2
Enter FF2, or a lesser amount, on line 610 in Part 12 and also on line 780 of the T2 return.	

Recapture - SR&ED

¬ Part 16 – Recapture of ITC for corporations and partnerships – SR&ED

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

- you acquired a particular property in the current year or in any of the 20 previous tax years, and the credit was earned in a tax year ending after 1997 and did not expire before 2008;
- you claimed the cost of the property as a qualified expenditure for SR&ED on Form T661;
- the cost of the property was included in calculating your ITC or was the subject of an agreement made under subsection 127(13) to transfer qualified expenditures; and
- you disposed of the property or converted it to commercial use after February 23, 1998. This condition is also met if you disposed of or converted to commercial use a property that incorporates the particular property previously referred to.

Note:

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

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

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

- Calculation 1 - If you meet all of the above conditions Amount of ITC you originally calculated Amount calculated using ITC rate Amount from column 700 or 710, for the property you acquired, or the at the date of acquisition whichever is less original user's ITC where you acquired the (or the original user's date of acquisition) property from a non-arm's length party, as on either the proceeds of disposition described in the note above (if sold in an arm's length transaction) or the fair market value of the property (in any other case) 700 710 Subtotal **A3** Enter at amount C3 in Part 17.

Α	В	C	D	E	F
Rate that the transferee used in determining its ITC for qualified expenditures under a subsection 127(13) agreement	Proceeds of disposition of the property if you dispose of it to an arm's length person; or, in any other case, enter the fair market value of the property at conversion or disposition	Amount, if any, already provided for in Calculation 1 (This allows for the situation where only part of the cost of a property is transferred under a subsection 127(13) agreement.)	Amount determined by the formula (A x B) – C	ITC earned by the transferee for the qualified expenditures that were transferred	Amount from column D or E, whichever is less
720	730	740		750	

¬ Part 16 – Recapture of ITC for corporations and partnerships – SR&ED (continued) -

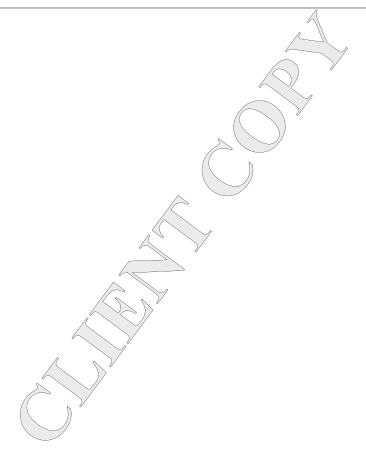
- Calculation 3 -

As a member of the partnership, you will report your share of the SR&ED ITC of the partnership after the SR&ED ITC has been reduced by the amount of the recapture. If this amount is a positive amount, you will report it on line 550 in Part 12. However, if the partnership does not have enough ITC otherwise available to offset the recapture, then the amount by which reductions to ITC exceed additions (the excess) will be determined and reported on line 760.

Corporate partner's share of the excess of SR&ED ITC Enter at amount E3 in Part 17.

С	760	
7		

Part 17 - Total recapture of SR&ED inves	stment tax credit —	
Recaptured ITC from calculation 1, amount A3 in Part 16		C3
Recaptured ITC from calculation 2, amount B3 in Part 16		D3
Recaptured ITC from calculation 3, line 760 in Part 16		E3
Total recapture of SR&ED investment tax credit (total of	of amounts C3 to E3)	F3
Enter at amount A8 in Part 29.		



Pre-Production Mining

Part 18 − Pre-production mining expenditures -

Exploration information

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

In column 800, list all minerals for which pre-production mining expenditures have taken place in the tax year.

For each of the minerals reported in column 800, identify each project (in column 805), mineral title (in column 806), and mining division (in column 807) where title is registered. If there is no mineral title, identify only the project and mining division.

List of minerals	Project name
800	805
Miles and Atale	Mining division
Mineral title 806	Mining division 807
Pre-production m	nining expenditures*
Exploration:	
Pre-production mining expenditures that you incurred in the tax year (before Januathe existence, location, extent, or quality of a mineral resource in Canada:	ary 1, 2014) for the purpose of determining
Prospecting	810
Geological, geophysical, or geochemical surveys	
Drilling by rotary, diamond, percussion, or other methods	812
Trenching, digging test pits, and preliminary sampling	813
Development:	
Pre-production mining expenditures incurred in the tax year for bringing a new min production in reasonable commercial quantities and incurred before the new mine.	
Clearing, removing overburden, and stripping	820
Sinking a mine shaft, constructing an adit, or other underground entry	821
Other pre-production mining expenditures incurred in the tax year:	
Description 825	Amount 826
	Total of column 826 A4
Total pre-production mining expenditures (total of lines 810 to 821 and amount A4)	830
Total of all assistance (grants, subsidies, rebates, and forgivable loans) or reimbur received or is entitled to receive in respect of the amounts referred to on line 830 a	
Excess (line 830 minus line 832) (if negative, enter "0")	<u></u> B4
Repayments of government and non-government assistance	835
Pre-production mining expenditures (amount B4 plus line 835)	<u></u> C4
* A pre-production mining expenditure is defined under subsection 127(9).	

TC at the end of the previous tax year		_ D4
Credit deemed as a remittance of co-op corporations		
Credit expired		
Subtotal (line 841 plus line 845)	_	_ E4
TC at the beginning of the tax year (amount D4 minus amount E4)	850	=
Credit transferred on an amalgamation or the wind-up of a subsidiary	860	_
Pre-production mining expenditures* ncurred before January 1, 2013 (applicable part from amount C4 in Part 18) 870 x 10 % =	m	
Pre-production mining exploration expenditures** incurred in 2013 (applicable part from amount C4 in Part 18) 872 x 5 % =	n	
Pre-production mining development expenditures incurred in 2014 (applicable part from amount C4 in Part 18) 874 x y % =	0	
Pre-production mining development expenditures incurred in 2015 (applicable part from amount C4 in Part 18) 876 x 4 % =	p	
Current year credit (total of amounts m to p)	_	_ F4
Total credit available (total of lines 850, 860, and amount F4)	· · · · · · <u> </u>	_ G4
Credit deducted from Part I tax		
Credit carried back to previous years (amount I4 in Part 20)	q	
Subtotal (line 885 plus amount q)	_	_ H4
TC closing balance from pre-production mining expenditures (amount G4 minus amount H4)	890	=
* Also include pre-production mining development expenditures incurred before 2014 and pre-production mining development expenditures and before 2016 that are eligible for transitional relief.	expenditures incurred after	
Also include pre-production mining development expenditures incurred in 2015 if the expense is described in subparagraph (a pre-production mining expenditure in subsection 127(9) of the Act because of paragraph (g.4) of the definition Canadian expense in subsection 66.1(6) of the Act.	a)(ii) of the definition exploration	

┌ Part 20 - Request fo	r carryback of credit from pre-production mining expenditures
	Year Month Day
1st previous tax year	921
2nd previous tax year	922
3rd previous tax year	Credit to be applied 923
	Total of lines 921 to 923 Enter at amount q in Part 19.

Apprenticeship Job Creation

Part 21 – Total current-year	credit – ITC from apprentices	hip job creation expend	litures ———	
vho will be claiming the apprenticeship	nder subsection 251(2), has it been agreed iob creation tax credit for this tax year for eme) appears below? (If not, you cannot cla	each apprentice whose contract n		1 Yes 2 No
	ths of the apprenticeship, enter the apprented to certify or license individuals in the trame of the eligible apprentice.			
A Contract number (SIN or name of apprentice)	B Name of eligible trade	C Eligible salary and wages*	D Column C x 10 %	E Lesser of column D or
601	602	603	604	\$ 2,000 605
		Enter	edit (total of column E) on line 640 in Part 22.	A5
	urred, and net of any other government or retures are defined under subsection 127(9)		ved or to be received. EI	igible salary
Part 22 - Current-year credi	t and account balances – ITC	from apprenticeship jol	creation expend	litures ————
TC at the end of the previous tax year				B5
Credit deemed as a remittance of co-op	corporations	612		
Credit expired after 20 tax years		615		
	Subtotal	(line 612 plus line 615)	> .	C5
TC at the beginning of the tax year (am	ount B5 minus amount C5)		625	
Credit transferred on an amalgamation o	or the wind-up of a subsidiary	630		
TC from repayment of assistance	/	635		
Fotal current-year credit (amount A5 in I	Part 21)	640		
Credit allocated from a partnership		<u> </u>		
	Subtotal (t	otal of lines 630 to 655)	>	D5
Fotal credit available (line 625 plus amo	ount D5)			E5
·		660	· · · · · · · · · · · · · · · · · · ·	
Credit carried back to previous years (ar	mount G5 in Part 23)		r	
, ,		line 660 plus amount r)		F5
TC closing balance from appropries	ship job creation expenditures (amount	· 	690	
To closing balance from apprentice	ship job creation expenditures (amount	t E3 minus amount F3) .		
Part 23 – Request for carryl	pack of credit from apprentice	ship job creation expen	ditures ———	
Ye	ear Month Day			
st previous tax year			to be applied 931	
2nd previous tax year			to be applied 932 to be applied 933	
Brd previous tax year		To	to be applied otal of lines 931 to 933 at amount r in Part 22.	G5

Child Care Spaces

┌ Part 24 – Eligible child care spaces expenditures

Enter the eligible expenditures that you incurred after March 18, 2007 and before March 22, 2017* to create licensed child care spaces for the children of the employees and, potentially, for other children. You cannot be carrying on a child care services business. The eligible expenditures include:

- the cost of depreciable property (other than specified property); and
- the specified child care start-up expenditures.

Properties should be acquired and expenditures should be incurred only to create new child care spaces at a licensed child care facility.

	- Cost of depreciable prop	erty from the current tax year —		
	Capital cost allowance class number	Description of investment	Date available for use	Amount of investment
	665	675	685	695
1.				
		Total cost of depreciable property from the current tax y	vear (total of column 695) 715	
Speci	fied child care start-up expen	ditures from the current tax year	705	
Total	gross eligible expenditures fo	r child care spaces (line 715 plus line 705)		A
		rants, subsidies, rebates, and forgivable loans) or reimbursements that the detection of the amounts referred to in amount A6	the 725	
Exces	s (amount A6 minus line 725	5) (if negative, enter "0")	. 	B
Repay	ments by the corporation of o	government and non-government assistance		
Total	eligible expenditures for c	hild care spaces (amount B6 plus line 735))	
* If 9	you entered into a written agre	eement before March 22, 2017, eligible expenditures incurred before 20	20 will remain eligible for the cre	edit.

Part 25 - Current-year credit - ITC from child care spaces expenditu	ur	dit	en	exp	spaces	care	child	from	ITC	credit -	urrent-vear	25 - 0	Part
--	----	-----	----	-----	--------	------	-------	------	-----	----------	-------------	--------	-------------

The credit is equal to 25% of eligible child care spaces expenditures inc	curred to a maximum of \$10,000 per child care space created in a licensed child
care facility.	

Eligible expenditures (from line 745 in Part 24)	·	x	25 % =	C6
Number of shild care appear	755	Χr	10.000 =	De

ITC from child care spaces expenditures (amount C6 or D6, whichever is less)

redit and account bala	ances - ITC from child care spa	aces expenditures ———	
	-		F6
co-op corporations	765		
	Subtotal (line 765 plus line 770)	>	G6
r (amount F6 minus amount G		775	
ation or the wind-up of a subsid	liary 777		
•	<u> </u>		
	Subtotal (total of lines 777 to 782)	<u> </u>	H6
s amount H6)	· -	·	16
,	<u></u>		
irs (amount K6 in Part 27)	_	S	
	Subtotal (line 785 plus amount s) =	>	J6
care spaces expenditures (a	mount l6 minus amount J6)	790	
rryback of credit from	n child care space expenditures		
	, and one open on position		
		044	
	1		
2016-12-31			
			K6
	r (amount F6 minus amount Gation or the wind-up of a subsice in Part 25)	Subtotal (line 765 plus line 770) Subtotal (line 765 plus line 770) (amount F6 minus amount G6) Ition or the wind-up of a subsidiary 6 in Part 25) Subtotal (total of lines 777 to 782) s amount H6) T85 T85 Subtotal (line 785 plus amount s) care spaces expenditures (amount 16 minus amount J6) Irryback of credit from child care space expenditures Year Month Day 2018-12-31 2017-12-31 2016-12-31	Subtotal (line 765 plus line 770) Subtotal (line 765 plus line 770)

Recapture - Child Care Spaces

┌ Part 28 – Recapture of ITC for corporations and partnerships – Child care spaces ————————————————————————————————————
The ITC will be recovered against the taxpayer's tax otherwise payable under Part I of the Act if, at any time within 60 months of the day on which the taxpayer acquired the property:
the new child care space is no longer available; or
property that was an eligible expenditure for the child care space is:
disposed of or leased to a lessee; or
 converted to another use.
If the property disposed of is a child care space, the amount that can reasonably be considered to have been included in the original ITC (paragraph 127(27.12)(a))
In the case of eligible expenditures (paragraph 127(27.12)(b)), the lesser of:
The amount that can reasonably be considered to have been included in the original ITC 795
25% of either the proceeds of disposition (if sold in an arm's length transaction) or the fair market value (in any other case) of the property
Amount from line 795 or line 797, whichever is less
Partnerships —
As a member of the partnership, you will report your share of the child care spaces ITC of the partnership after the child care spaces ITC has been reduced by the amount of the recapture. If this amount is a positive amount, you will report it on line 782 in Part 26. However, if the partnership does not have enough ITC otherwise available to offset the recapture, then the amount by which reductions to ITC exceed additions (the excess) will be determined and reported on line 799 below.
Corporate partner's share of the excess of ITC 799
Total recapture of child care spaces investment tax credit (total of line 792, amount A7, and line 799) Enter at amount B8 in Part 29.
Summary of Investment Tax Credits
Part 29 – Total recapture of investment tax credit
Recaptured SR&ED ITC (amount F3 in Part 17) A8
Recaptured child care spaces ITC (amount B7 in Part 28)
Total recapture of investment tax credit (amount A8 plus amount B8)
Enter on line 602 of the T2 return.
Part 30 – Total ITC deducted from Part I tax
ITC from investments in qualified property deducted from Part I tax (line 260 in Part 5)
ITC from SR&ED expenditures deducted from Part I tax (line 560 in Part 12)
ITC from pre-production mining expenditures deducted from Part I tax (line 885 in Part 19)
ITC from apprenticeship job creation expenditures deducted from Part I tax (line 660 in Part 22)
ITC from child care space expenditures deducted from Part I tax (line 785 in Part 26)
Total ITC deducted from Part I tax (total of amounts D8 to H8)

Summary of Investment Tax Credit Carryovers

CCA class number	99	Cur. or cap. R&	D for ITC			
Current year						
		Addition	Applied	Claimed	Carried back	ITC end
		current year	current year (B)	as a refund	(D)	of year (A-B-C-D)
		(A) 19,235	19,235	(C)	(D)	(A-B-C-D)
	_	19,233	19,233			
Prior years Faxation year			ITC beginning	Adjustments	Applied	ITC end
raxation year			of year	Adjustments	current year	of year
			(É)	(F)	(G) ๋	(E-F-G)
2018-12-31			37,158		37,158	
2017-12-31						
2016-12-31						
2015-12-31						
2014-12-31						
2013-12-31					<u> </u>	
2012-12-31					<u> </u>	
2011-12-31						
2010-12-31						
2009-12-31						
2008-12-31						
2007-12-31						
2006-12-31						
2005-12-31						
2004-12-31						
2003-12-31						
2002-12-31						
2001-12-31						
				7		
		Total	37,158		37,158	
3+C+D+G					Total ITC utilized	56,393

^{*} The **ITC** end of year includes the amount of ITC expired from the 10th preceding year if it is before January 1, 1998, or the amount of ITC expired from the 20th preceding year if it is after December 31, 1997. Note that this credit expires at the end of the tax year and any expired credit will be posted to line 215, 515, 615, 770 or 845, as applicable, in Schedule 31 the following year.

Schedule 33

Taxable Capital Employed in Canada – Large Corporations

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2019-12-31

- Use this schedule in determining if the total taxable capital employed in Canada of the corporation (other than a financial institution or an insurance corporation) and its related corporations is greater than \$10,000,000.
- If the total taxable capital employed in Canada of the corporation and its related corporations is greater than \$10,000,000, file a completed Schedule 33 with your T2 Corporation Income Tax Return no later than six months from the end of the tax year.
- Unless otherwise noted, all legislative references are to the Income Tax Act and the Income Tax Regulations.
- Subsection 181(1) defines the terms financial institution, long-term debt, and reserves.
- Subsection 181(3) provides the basis to determine the carrying value of a corporation's assets or any other amount under Part I.3 for its capital, investment
 allowance, taxable capital, or taxable capital employed in Canada, or for a partnership in which it has an interest.
- If the corporation was a non-resident of Canada throughout the year and carried on a business through a permanent establishment in Canada, go to Part 4,
 Taxable capital employed in Canada.

Part 1 – Capital	
Add the following year-end amounts:	
Reserves that have not been deducted in calculating income for the year under Part I 101	<u>86</u>
Capital stock (or members' contributions if incorporated without share capital)	00_
Retained earnings	<u>10</u>
Contributed surplus	00_
Any other surpluses	
Deferred unrealized foreign exchange gains	_
All loans and advances to the corporation	00
All indebtedness of the corporation represented by bonds, debentures, notes, mortgages, hypothecary claims, bankers' acceptances, or similar obligations	_
Any dividends declared but not paid by the corporation before the end of the year	
All other indebtedness of the corporation (other than any indebtedness for a lease) that has been outstanding for more than 365 days before the end of the year	_
The total of all amounts, each of which is the amount, if any, in respect of a partnership in which the corporation held a membership interest at the end of the year, either directly or indirectly through another partnership (see note below)	_
Subtotal (add lines 101 to 112)25,716,33	<u>25,716,336</u> A

Note:

Line 112 is determined by the formula (A - B) x C/D (as per paragraph 181/2(3)(g)) where:

- A is the total of all amounts that would be determined for lines 101, 107, 108, 109, and 111 in respect of the partnership for its last fiscal period that ends at or before the end of the year if
 - a) those lines applied to partnerships in the same manner that they apply to corporations, and
 - b) those amounts were computed without reference to amounts owing by the partnership
 - (i) to any corporation that held a membership interest in the partnership either directly or indirectly through another partnership, or
 - (ii) to any partnership in which a corporation described in subparagraph (i) held a membership interest either directly or indirectly through another partnership.
- B is the partnership's deferred unrealized foreign exchange losses at the end of the period,
- C is the share of the partnership's income or loss for the period to which the corporation is entitled either directly or indirectly through another partnership, and
- D is the partnership's income or loss for the period.

	89242 2817 RC000
Part 1 – Capital (continued) Subtotal A (from page 1)	25,716,336 A
Deduct the following amounts:	
Deferred tax debit balance at the end of the year	
Any deficit deducted in calculating its shareholders' equity (including, for this purpose, the amount of any provision for the redemption of preferred shares) at the end of the year	
To the extent that the amount may reasonably be regarded as being included in any of lines 101 to 112 above for the year, any amount deducted under subsection 135(1) in calculating income under Part I for the year.	
Deferred unrealized foreign exchange losses at the end of the year 124	
Subtotal (add lines 121 to 124)	В
Capital for the year (amount A minus amount B) (if negative, enter "0")	25,716,336
Part 2 – Investment allowance	
Add the carrying value at the end of the year of the following assets of the corporation:	
A share of another corporation	
A loan or advance to another corporation (other than a financial institution)	3,622,000
A bond, debenture, note, mortgage, hypothecary claim, or similar obligation of another corporation (other than a financial institution)	
Long-term debt of a financial institution	
A dividend payable on a share of the capital stock of another corporation	
A loan or advance to, or a bond, debenture, note, mortgage, hypothecary claim or similar obligation of, a partnership each member of which was, throughout the year, another corporation (other than a financial institution) that was not exempt from tax under this Part (otherwise than because of paragraph 181.1(3)(d)), or another partnership described in paragraph 181.2(4)(d.1) An interest in a partnership (see note 2 below) 407	
	-
Investment allowance for the year (add lines 401 to 407)	3,022,000
1. Lines 401 to 405 should not include the carrying value of a share of the capital stock of, a dividend payable by, or indebtedness of a corp exempt from tax under Part I.3 (other than a non-resident corporation that at no time in the year carried on business in Canada through a establishment).	
2. Where the corporation has an interest in a partnership held either directly or indirectly through another partnership, refer to subsection 18 additional rules regarding the carrying value of an interest in a partnership.	31.2(5) for
 Where a trust is used as a conduit for loaning money from a corporation to another related corporation (other than a financial institution), considered to have been made directly from the lending corporation to the borrowing corporation. Refer to subsection 181.2(6) for special apply. 	the loan will be al rules that may
Part 3 – Taxable capital	
Conital for the year (line 100)	25 716 226 o

Part 3 – Taxable capital			
Capital for the year (line 190)			25,716,336 C
Deduct: Investment allowance for the year (line 490)	<u> </u>		3,622,000 D
Taxable capital for the year (amount C minus amount	unt D) (if negative, enter "0")	500	22,094,336

	To be con	pleted by a corporation that was r	esident in Canada at	any time in the year	
Taxable capital for the year (line 500)	22,094,336_x	Taxable income earned in Canada 610	847,979_=	Taxable capital employed in Canada 690	22,094,336
, , ,		Taxable income	847,979		
Where a conto have a tax	rporation's taxable incom xable income for that yea	culating the amount of taxable income he for a tax year is "0," it shall, for the p r of \$1,000. Regulation 8601 should be considere	ourposes of the above		
		leted by a corporation that was a n carried on a business through a p			
		value at the end of the year of an ass business during the year through a pe]
Deduct the following am	ounts:				
•	to (f)] that may reasonable	[other than indebtedness described in y be regarded as relating to a busines ment in Canada	•		
described in subsection	181.2(4) of the corporati	value at the end of year of an asset on that it used in the year, or held in thuring the year through a permanent	ne	1	
corporation that is a ship personal or movable prop	or aircraft the corporation of the corporation of the co	value at the end of year of an asset on operated in international traffic, or corporation in carrying on any businesent in Canada (see note below)			
		Total deductions (add line	es 711, 712, and 713)	<u> </u>	E
Taxable capital employ	yed in Canada (line 701	minus amount E) (if negative, enter "	0")	790	
Note: Complete line 7' year on the incomplete	13 only if the country in v	which the corporation is resident did no a ship or aircraft in international traffic	ot impose a capital tax c, of any corporation re	for the year on similar assets, sident in Canada during the y	or a tax for the ear.
Part 5 – Calculat	ion for purposes	of the small business dedu	ction		
This part is applicable	to corporations that a	re not associated in the current yea	ar, but were associat	ed in the prior year.	
Taxable capital employed	d in Canada (amount fro	m line 690)	·		F
Deduct:					10,000,000 _G
		Exces	s (amount F minus an	nount G) (if negative, enter "0	") H
Calculation for purpos	es of the small busine	ss deduction (amount H x 0.225%)			1
Enter this amount at line					

Attached Schedule with Total

Part 1 – All loans and advances to the corporation

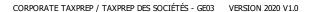
Title Part 1 – All loans and advances to the corporation

Explanatory note

Per note 19 of the 2019 FS (w/p FS.1)

Description	Operator (Note)	Amount
Town of Innisfil - receivable		183,000 00
InnServices Utilities Inc receivable	+	
Innterprises Inc receivable	+	308,000 00
	+	
	Total	491,000 00

Note: The calculations are performed one at a time, from the first to the last line, and not according to the priority rules of the operations. For example, the formula 1+2*3 will not result in the same thing as the formula 1+3*2.



Attached Schedule with Total

Part 2 – A loan or advance to another corporation (other than a financial institution)

Title Part 2 – A loan or advance to another corporation (other than a financial in

Explanatory note

Per note 19 of the 2019 FS (w/p FS.1)

Description	Operator (Note)	Amount
InnServices Utilities Inc payable		3,282,000 00
Innterprises Inc payable	+	
InnServices Utilities Inc receivable (negative balance)	+	340,000 00
· -	+	
	Total	3,622,000 00

1

Note: The calculations are performed one at a time, from the first to the last line, and not according to the priority rules of the operations. For example, the formula 1+2*3 will not result in the same thing as the formula 1+3*2.

Schedule 50

Shareholder Information

Corporation's name		Business number	Tax year-end Year Month Day
InnPower Corporation	1	89242 2817 RC0001	2019-12-31

- All private corporations must complete this schedule for any shareholder who holds 10% or more of the corporation's common and/or preferred shares.
- Provide only one number per shareholder (business number, social insurance number or trust number).

	Name of shareholder (after name, indicate in brackets if the shareholder is a corporation, partnership, individual, or trust)	Business number (If a corporation is not registered, enter "NR")	Social insurance number	Trust number	Percentage common shares	Percentage preferred shares
	100	200	300	350	400	500
1	Town of Innisfil	12194 7188 RC0001			100.000	
2						
3						
4			Δ			
5			, \			
6						
7						
8						
9						
10						



Schedule 53

Agence du revenu du Canada

General Rate Income Pool (GRIP) Calculation

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2019-12-31

On: 2019-12-31

- If you are a Canadian-controlled private corporation (CCPC) or a deposit insurance corporation (DIC), use this schedule to determine the general rate income pool (GRIP).
- Credit unions are **not** required to complete this schedule.
- All legislative references are to the Income Tax Act and the Income Tax Regulations.
- When an eligible dividend was paid in the tax year or there was a change in the GRIP balance, file a completed copy of this schedule with your T2 Corporation Income Tax Return. Do not send your worksheets with your return, but keep them in your records in case we ask to see them later.
- Subsection 89(1) defines the terms eligible dividend, excessive eligible dividend designation, general rate income pool, and low rate income pool.

┌ Eligibility for the various additions ─────	
Answer the following questions to determine the corporation's eligibility for the various additions:	
2006 addition	
1. Is this the corporation's first taxation year that includes January 1, 2006?	Yes X No
2. If not, what is the date of the taxation year end of the corporation's first year that includes January 1, 2006? Enter the date and go directly to question 4	2006-12-31
3. During that first year, was the corporation a CCPC or would it have been a CCPC if not for the election of subsection 89(11) ITA?	Yes No
If the answer to question 3 is yes, complete Part "GRIP addition for 2006".	
Change in the type of corporation	
4. Was the corporation a CCPC during its preceding taxation year?	X Yes No
5. Corporations that become a CCPC or a DIC	Yes X No
If the answer to question 5 is yes, complete Part 4.	
Amalgamation (first year of filing after amalgamation)	
6. Corporations that were formed as a result of an amalgamation	Yes X No
If the answer to question 6 is yes, answer questions 7 and 8. If the answer is no, go to question 9.	
7. Was one or more of the predecessor corporations neither a CCPC nor a DIC?	Yes No
If the answer to question 7 is yes, complete Part 4.	
8. Was one or more of the predecessor corporation a CCPC or a DIC during the taxation year that ended immediately before amalgamation?	Yes No
If the answer to question 8 is yes, complete Part 3.	
Winding-up	
9. Has the corporation wound-up a subsidiary in the preceding taxation year?	Yes X No
If the answer to question 9 is yes, answer questions 10 and 11. If the answer is no, go to Part 1.	
10. Was the subsidiary neither a CCPC nor a DIC during its last taxation year? If the answer to question 10 is yes, complete Part 4.	Yes No
11. Was the subsidiary a CCPC or a DIC during its last taxation year? If the answer to question 11 is yes, complete Part 3.	Yes No

Canadä

T2 SCH53 E (19)

┌ Part 1 – General rate income pool (GRIP)		
GRIP at the end of the previous tax year	21,418	_
Taxable income for the year (DICs enter "0") *		
Amount on line 400, 405, 410, and 427 or 428** of the T2 return, whichever is the least *		
Subtotal (line 130 plus line 140) A		
Income taxable at the general corporate rate (line 110 minus amount A) (if negative enter "0")		
After-tax income (line 150 multiplied by 0.72 (the general rate factor for the tax year))	610,545	-
Eligible dividends received in the tax year		
Dividends deductible under section 113 received in the tax year		
Subtotal (line 200 plus line 210)		В
Becoming a CCPC (amount W5 in Part 4)		
Subtotal (add lines 220, 230, and 240)		
Subtotal (add lines 100, 190, 290, and amount B)	631,963	C
Eligible dividends paid in the previous tax year		
Excessive eligible dividend designations made in the previous tax year		
(If becoming a CCPC (subsection 89(4) applies), enter "0" on lines 300 and 310.)		_
Subtotal (line 300 minus line 310)		. D
GRIP before adjustment for specified future tax consequences (amount C minus amount D) (amount can be negative) 490	631,963	-
Total GRIP adjustment for specified future tax consequences to previous tax years (amount L3 in Part 2)		-
GRIP at the end of the tax year (line 490 minus line 560) Enter this amount on line 160 of Schedule 55.	631,963	:
* For lines 110, 130, and 140, the income amount is the amount before considering specified future tax consequences. This phrase is defined in subsection 248(1). It includes the deduction of a loss carryback from subsequent tax years, a reduction of Canadian exploration expenses and Canadian development expenses that were renounced in subsequent tax years (e.g., flow-through share renunciations), reversals of income inclusions where an option is exercised in subsequent tax years, and the effect of certain foreign tax credit adjustments.		
** If your tax year starts before 2019, use line 427. If your tax year starts after 2018, use line 428.		

Firet nr	_					
ii st pit	evious tax year 2018	-12-31				
	ncome before specified fucurrent tax year	uture tax consequences		29,747 A1		
	e following amounts be sences from the current		ax			
127 or 4	on line 400, 405, 410, and 28** of the T2 return, er is the least		B1			
Aggrega	te investment income of the T2 return)					
	total (amount B1 plus am		>	D1		
	Subtotal (amount A1 min		tive, enter "0")	29,747	29,747 E	1
		Futu	re tax consequences that	at occur for the curren	t year	
		Ar	mount carried back from th	e current year to a prior y	/ear	
	Non-capital loss carry-back (paragraph 111 (1)(a) ITA)	Capital loss carry-back	Restricted farm loss carry-back	Farm loss carry-back	Other	Total carrybacks
Favabla	income after enecified fut	iro tay consequences		E1	\searrow	
Enter th	income after specified future following amounts afton line 400, 405, 410, and	er specified future tax		F1	7	
Enter th Amount 1 127 or 4	e following amounts aft	er specified future tax	consequences:	FT		
Enter th Amount 127 or 4: whicheve Aggrega	e following amounts aft on line 400, 405, 410, and 28** of the T2 return.	er specified future tax	consequences:	FT		
Enter th Amount 127 or 42 Whicheve Aggrega Jine 440	e following amounts aft on line 400, 405, 410, and 28** of the T2 return, er is the least te investment income	er specified future tax	consequences:	F1 I1		
Enter th Amount 127 or 42 Whicheve Aggrega line 440	e following amounts aft on line 400, 405, 410, and 28** of the T2 return, er is the least te investment income of the T2 return)	er specified future tax	G1 H1 H1		J	1

econo previous tax year	· _ 2017-12-31				
	cified future tax consequences		A2		
nter the following amou ensequences from the c	nts before specified future t urrent tax year:	ax			
mount on line 400, 405, 4 7 or 428** of the T2 retur nichever is the least		B2			
ggregate investment inconne 440 of the T2 return)	ne 	C2			
Subtotal (amount B2 pl	us amount C2)	>	D2		
	A2 minus amount D2) (if nega			E	Ξ 2
	Ar	re tax consequences that mount carried back from the		•	
Non-capital lo carry-back (paragraph 1	oss Capital loss	Restricted farm loss carry-back	Farm loss carry-back	year Other	Total carrybacks
(1)(a) ITA)					, , , , ,
				7	
) "	
xable income after specif	ied future tax consequences		F2	\searrow	
	nts after specified future tax	consequences:		<i>y</i>	
nter the following amou					
mount on line 400, 405, 4					
mount on line 400, 405, 4 27 or 428** of the T2 retur		G2			
mount on line 400, 405, 4 27 or 428** of the T2 returnichever is the least	n, ´ · · · · · · · · · ·				
mount on line 400, 405, 4 7 or 428** of the T2 returnichever is the least	n, ne	H2	12		
nount on line 400, 405, 4 7 or 428** of the T2 returnichever is the least	n, ne 	H2	2 	,	J2
mount on line 400, 405, 4 27 or 428** of the T2 returnichever is the least	n, ne ne us amount H2) F2 minus amount I2) (if nega	H2	▶ _		J2 (2
mount on line 400, 405, 4 27 or 428** of the T2 returnichever is the least ggregate investment income 440 of the T2 return) Subtotal (amount G2 pl	n, ne ne us amount H2) F2 minus amount I2) (if nega	tive, enter "0")	negative, enter "0")		

− Part 2 – GRIP adjustmer	nt for specified fu	iture tax conseque	nces to previous	s tax years (contin	ued) ————
Third previous tax year2016-	-12-31				
Taxable income before specified futhe current tax year		from 	A3		
Enter the following amounts bef consequences from the current	•	ах			
Amount on line 400, 405, 410, and 427 or 428** of the T2 return, whichever is the least		B3			
Aggregate investment income (line 440 of the T2 return)		C3			
Subtotal (amount B3 plus amo	ount C3)	>	D3		
Subtotal (amount A3 minu			> _	E	3
	Futu	re tax consequences that	at occur for the curre	nt year	
	An	nount carried back from the	e current year to a prior	r year	
Non-capital loss carry-back (paragraph 111 (1)(a) ITA)	Capital loss carry-back	Restricted farm loss carry-back	Farm loss carry-back	Other	Total carrybacks
Taxable income after specified future. Enter the following amounts after Amount on line 400, 405, 410, and 427 or 428** of the T2 return, whichever is the least	er specified future tax	consequences:	F3		
Aggregate investment income (line 440 of the T2 return)					
Subtotal (amount G3 plus amo	ount H3)		I3		
Subtotal (amount F3 mir	, , ,	, 7	→ -	J	
	Subtotal (amount	E3 minus amount 33) (if	negative, enter "0") =	K	3
GRIP adjustment for specified fu (amount K3 multiplied by Total GRIP adjustment for speci (add lines 500, 520, and 540) (if no	0.72) fied future tax consec		years:		
Enter amount L3 on line 560 in part	t 1.				
** If your tax year starts before 201	9, use line 427. If your	tax year starts after 2018,	use line 428.		

	89242 2817 RC0001
Part 3 – Worksheet to calculate the GRIP addition post-amalgamation or post-wind-up (predecessor or subsidiary was a CCPC or a DIC in its last tax year)	
nb. 1 Post amalgamation Post wind-up	
Complete this part when there has been an amalgamation (within the meaning assigned by subsection 87(1)) or a wind-up (to whi applies) and the predecessor or subsidiary corporation was a CCPC or a DIC in its last tax year. The last tax year for a predecess year that ended immediately before the amalgamation and for a subsidiary corporation was its tax year during which its assets wer on the wind-up.	or corporation was its tax
Calculate the GRIP addition of a successor corporation following an amalgamation at the end of its first tax year.	
Calculate the GRIP addition of a parent corporation upon wind-up at the end of the tax year that ends immediately after the tax year received the assets of the subsidiary.	ar in which the parent has
In the calculation below, corporation means a predecessor or a subsidiary. Complete a separate worksheet for each predecessor was a CCPC or a DIC in its last tax year. Keep a copy of this calculation for your records, in case we ask to see it later.	or and each subsidiary that
Corporation's GRIP at the end of its last tax year	A4
Eligible dividends paid by the corporation in its last tax year	_ B4
Excessive eligible dividend designations made by the corporation in its last tax year	_C4
Subtotal (amount B4 minus amount C4)	D4
GRIP addition post-amalgamation or post-wind-up (predecessor or subsidiary was a CCPC or a DIC in its last tax year) (amount A4 minus amount D4)	<u></u> E4
After you complete this calculation for each predecessor and each subsidiary, calculate the total of all the E4 amounts. Enter this	total amount on:
– line 230 for post-amalgamation; or	
- line 240 for post-wind-up.	

 Part 4 – Worksheet to calculate the GRIP addition (predecessor or subsidiary was not a CC or the corporation is becoming a CCPC 	n post-amalgamation, po PC or a DIC in its last ta	ost-wind-up ——— ax year),	
nb. 1 Corporation becoming a CCPC Post arr	algamation	Post wind-up	
Complete this part when there has been an amalgamation (within the land the predecessor or subsidiary was not a CCPC or a DIC in its las immediately before the amalgamation and for a subsidiary corporation	t tax year.The last tax year for a pr	redecessor corporation was	s its tax year that ended
Calculate the GRIP addition of a successor corporation following an a	malgamation at the end of its first	tax year.	
Calculate the GRIP addition of a parent corporation upon wind-up at tl	ne end of the tax year that ends im	nmediately after the tax year	in which the parent has
received the assets of the subsidiary.	idiam, Campleta a caparata warka	boot for each produces on	and asala aubaidiam that
In the calculation below, corporation means a predecessor or a subs was a CCPC or a DIC in its last year. Keep a copy of this calculation f			and each subsidiary that
Cost amount to the corporation of all property immediately before the	end of its previous/last tax year		A5
The corporation's money on hand immediately before the end of its pre-	evious/last tax year		B5
Total of subsection 111(1) losses that would have been deductible in the previous/last tax year if the corporation had had unlimited income that realized an unlimited amount of capital gains for the previous/last	rom each business carried on and		
Non-capital losses	C5	A	
Net capital losses	D5		
Farm losses	E5		
Restricted farm losses			
Limited partnership losses	G5 /		
Subtotal (add amounts C5 to G5)		\	H5
Total of all amounts deducted under subsection 111(1) in calculating	he corporation's taxable income for	or the previous/last tax year	:
Non-capital losses	15	J .	
Net capital losses	J5		
Farm losses			
Restricted farm losses			
Limited partnership losses	M5		
Subtotal (add amounts I5 to M5)	—		N5
Unused and unexpired losses at the end of the	corporation's previous/last tax year (amount H5 minus amount N5)		O 5
	Subto	otal (add amounts A5, B5,	and O5) P5
All the corporation's debts and other obligations to pay that were outstanding immediately before the end of its previous/last tax year	·)	·	Q5
Paid-up capital of all the corporation's issued and outstanding shares of capital stock immediately before the end of its previous/last tax year			R5
or capital stock infinediately before the end of its previous/last tax year			110
All the corporation's reserves deducted in its previous/last tax year		·	S5
The corporation's capital dividend account immediately before the end of its previous/last tax year		·	Т5
The corporation's low rate income pool immediately before the end of its previous/last tax year			U5
	Subtotal (add amounts Q5 to U5))	▶ ∨5
GRIP addition post-amalgamation or post-wind-up (predecessor or the corporation is becoming a CCPC (amount P5 minus amount P5	or subsidiary was not a CCPC		ear),
	, , ,		
After you complete this worksheet for each predecessor and each sub — line 220 for a corporation becoming a CCPC;	sidiary, calculate the total of all the	e W5 amounts. Enter this t	otal amount on:
line 220 for a corporation becoming a CCPC,line 230 for post-amalgamation; or			
line 240 for post-wind-up.			

Part 1 − Ontario basic income tax ·

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Ontario Corporation Tax Calculation

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2019-12-31

- Use this schedule if your corporation had a permanent establishment, under section 400 of the federal Income Tax Regulations, in Ontario at any time in the tax year and had Ontario taxable income in the year.
- Legislative references are to the federal Income Tax Act and Income Tax Regulations.
- This schedule is a worksheet only and is not required to be filed with your T2 Corporation Income Tax Return.

Ontario taxable income Note 1				847,979 1A
Ontario basic rate of tax for the year				11.5 % 1B
Ontario basic income tax (amount 1A multiplied by am	nount 1B) Note 2		<u></u>	97,518 _{1C}
Note 1 If your corporation had a permanent establishm 3 of the T2 return. Otherwise, enter the taxable			er applies, from page	
Note 2 If your corporation had a permanent establishme basic income tax, or Ontario corporate minimum on line 270 of Schedule 5, Tax Calculation Supp	n tax or Ontario special additional tax on	life insurance corporations payab	le, enter amount 1C	
− Part 2 − Ontario small business deducti	on (OSBD)			
Complete this part if your corporation claimed the federal	small business deduction under subsec	ction 125(1).		
Line 400 of the T2 return		2,243,8	<u>855</u> 2A	
Line 405 of the T2 return)	2B	
If your tax year starts before 2019, line 427 of the T2	return	//	2C	
If your tax year starts after 2018				
Line 410 of the T2 return		2D		
Line 415 of the T2 return	433,813 2E			
Amount 2D	Amount 2E			
x	433,813	2F		
Line 515 of the T2 return		2G		
Subtotal (amount 2D minus amount	2F minus amount 2G)	>	2H	
Amount 2A, 2B, and 2C or 2H, whichever is least	\\)	· · · · · · · · · · <u> </u>	<u></u> ►	2I
Ontario domestic factor (ODF):	come for Ontario Note 3	847,979.00 =		1.00000 ₂ J
Taxable inco	me for all provinces Note 4	847,979		
Amount 2I multiplied by amount 2J		· · · · · · · · <u> </u>	2K	
Ontario taxable income (amount 1A)			979 _{2L}	
Ontario small business income (amount 2K or 2L, wh	ichever is least)	<u></u>	<u></u> ►	2M

Part 2 – Ontario small business deduction	•	(contin	ued) 		
Ontario small business deduction rate for the year Number of days in the tax year before January 1, 2018		х	7 % =	% 2N.1	
Number of days in the tax year	365				
Number of days in the tax year after December 31, 2017	265	v	0.0/	0.00000.0/	
and before January 1, 2020	365	Х	8 % =	8.00000 % 2N.2	
Number of days in the tax year Number of days in the tax year	365	v	8.3 % =	0/ 00	
after December 31, 2019 Number of days in the tax year	365	Х	8.3 %	<u>%</u> 2N.3	
Number of days in the tax year	303				
OSBD rate for the year (rate 2N.1 plus rate 2N.2 plus rate	2N.3) .			8.00000 %	8.00000 % 2N.4
Ontario small business deduction (amount 2M multiplie	ed by rate 2N	14)			2N
Enter amount 2N on line 402 of Schedule 5.	ou by rate 214				211
Note 3 Enter amount 1A.				A	
Note 4 Includes the territories and the offshore jurisdiction	ons for Nova	Scotia and I	Newfoundland and Labrad	or:	
	_				
Part 3 – Ontario adjusted small business	income -				
Complete this part if your corporation was a Canadian-conti		corporation	throughout the tax year ar	nd is claiming the Ontario tax	credit for
manufacturing and processing or the Ontario credit union to	ax reduction.			\searrow	
Ontario adjusted small business income (amount 1A or	· 2I, whicheve	er is least)		<i>_</i>	3A
Enter amount 3A at amount 4B in Part 4 of this schedule or and Processing, whichever applies.	r at amount 2	E in Part 2	of Schedule 502, Ontario	Fax Credit for Manufacturing	
- Dort 4 Credit union toy reduction					
Part 4 – Credit union tax reduction ——		le			
Complete this part and Schedule 17, Credit Union Deduction	ons, if the cor	poration wa	s a credit union throughou	t the tax year.	
			7		
Amount 3C of Schedule 17			· · ½ · · · · · · _	4A	
	4		>		
Ontario adjusted small business income (amount 3A) .			·····	4B	
Subtotal (amou	ınt 4A minus	amount 4E	B, if negative, enter "0")	4C	
Amount 4C multiplied by amount 2N.4		Ž			4D
Ontario domestic factor (amount 2J)					4E
Ontario credit union tax reduction (amount 4D multiplie	d by amount	t 4E)			4F
Enter amount 4F on line 410 of Schedule 5.	7				

Ontario Research and Development Tax Credit

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2019-12-31

- Use this schedule to:
 - calculate an Ontario research and development tax credit (ORDTC);
 - claim an ORDTC earned in the tax year or carried forward from any of the 20 previous tax years that are a tax year ending after December 31, 2008, to reduce Ontario corporate income tax payable in the current tax year;
 - carry back an ORDTC earned in the tax year to reduce Ontario corporate income tax payable in any of the three previous tax years;
 - add an ORDTC that was allocated to the corporation by a partnership of which it was a member;
 - add an ORDTC transferred after an amalgamation or windup; or
 - calculate a recapture of the ORDTC.
- The ORDTC is a non-refundable tax credit on eligible expenditures incurred by a corporation in a tax year. The ORDTC rate is:
 - 4.5% for tax years that end before June 1, 2016;
 - 3.5% for tax years that start after May 31, 2016; and
 - prorated for a tax year that ends on or after June 1, 2016, and includes May 31, 2016.
- An eligible expenditure is an expenditure for a permanent establishment in Ontario of a corporation, that is a qualified expenditure for the purposes of section 127 of the federal *Income Tax Act* for scientific research and experimental development (SR&ED) partied on in Ontario.
- Only corporations that are not exempt from Ontario corporate income tax and none of whose income is exempt income can claim the ORDTC.
- Complete and attach this schedule to the *T2 Corporation Income Tax Return* for the tax year.
- To claim this credit, you must also send in completed copies of the Form T661, Scientific Research and Experimental Development (SR&ED) Expenditures
 Claim, and the Schedule 31, Investment Tax Credit Corporations, within 18 months of the tax year end.

Claim, and the Schedule 31, Investment Tax Credit - Corporations, Within 18 months of the tax year end.			
□ Part 1 – Ontario SR&ED expenditure pool	/		$\overline{}$
Total eligible expenditures incurred by the corporation in Ontario in the tax year	134,464	Α	
Government assistance, non-government assistance, or a contract payment for eligible expenditures	1,577	В	
Net eligible expenditures for the tax year (amount A minus amount B) (if negative, enter "0")	132,887	С	
Eligible expenditures transferred to the corporation by another corporation		D	
Subtotal (amount C plus amount D)	132,887	132,887	Е
Eligible expenditures the corporation transferred to another corporation		115	F
Ontario SR&ED expenditure pool (amount E minus amount F) (if negative, enter "0")		132,887	G
Part 2 – Eligible repayments			
The repayment of the ORDTC is calculated using the ORDTC rate that you used to determine your tax credit at reduced because of the government or non-government assistance, or contract payments. Enter the amount of t			
to the appropriate rate.			
Repayments for tax years that end before June 1, 2016	4.5 % =	215	н

Number of days in the tax year before June 1, 2016

Number of days in the tax year

240
241
366

152 × 4.5 % = 1.8689 %

Number of days in the tax year after May 31, 2016

Number of days in the tax year

242 214 × 3.5 % = 2.0464 %

243 366

Subtotal (percentage 1 **plus** percentage 2) _____3.9153_% 3

Repayments for a tax year that ends on or after June 1, 2016 and includes May 31, 2016 . . .

1 _____ x percentage 3

3.9153_% = **216**

Part 2 – Eligible repayments (continued)		
Repayments for tax years that start after May 31, 2016 212 x	3.5 % = 217	J
Repayments made in the tax year of government or non-government assistance or contract payments that reduced eligible expenditures for first term or second term shared-use equipment acquired before 2014	4.5 % = 225	к
Eligible repayments (total of amounts H to K)		L
Part 3 – Calculation of the current part of the ORDTC		
For tax years that end before June 1, 2016		
Ontario SR&ED expenditure pool (amount G in Part 1)	4.5 % = 200	M
ORDTC allocated to the corporation by a partnership of which it is a member (other than a specified member) for a fiscal period that ends in the corporation's tax year *	205	N
Eligible repayments (amount L in Part 2)		0
Current part of the ORDTC for tax years that end before June 1, 2016 (total of amounts M to O)	230	P
For a tax year that ends on or after June 1, 2016, and includes May 31, 2016	7	
Number of days in the tax year before June 1, 2016		
Number of days in the tax year after May 31, 2016		
Subtotal (percentage 4 plus percentage 5)		
Ontario SR&ED expenditure pool (amount G in Part 1) x percentage 6	_% = 201	Q
ORDTC allocated to the corporation by a partnership of which it is a member (other than a specified member) for a fiscal period that ends in the corporation's tax year *	206	R
Eligible repayments (amount L in Part 2)		s
Part of the ORDTC for a tax year that ends on or after June 1, 2016, and includes May 31, 2016 (total of amounts Q to S)		т
For tax years that start after May 31, 2016		
Ontario SR&ED expenditure pool (amount G in Part 1) 132,887 ×	3.5 % = 202	4,651 U
ORDTC allocated to the corporation by a partnership of which it is a member (other than a specified member) for a fiscal period that ends in the corporation's tax year	207	V
Eligible repayments (amount L in Part 2)		W
	222	4,651 X
The ORDTC for tax years that start after May 31, 2016 (total of amounts U to W) * If there is a disposal or change of use of eligible property, see Part 7 on page 4.	<u>232</u>	X
ii tilele is a disposal of change of use of engible property, see Fart / off page 4.		

						002.12.2017.11.00001
Part 4 – Calculation	n of ORDTC available t	for deduction and OF	RDTC balance —			
ORDTC balance at the end	of the previous tax year		· · · · · · · · · · · · · · · · · · ·	6,64	<u>2</u> Y	
ORDTC expired after 20 tax	x years		300		Z	
ORDTC at the beginning of	the tax year (amount Y minus	amount Z)	305	6,64	<u>2</u> AA	
ORDTC transferred to the o	corporation on amalgamation or	windup	310		BB	
Current part of ORDTC (amount P, T or X in Part 3	whichever applies)		4,651_CC			
Are you waiving all or part of current part of the ORDTC	f the ? 315 Yes 1	No 2 X				
If you answered yes at line the tax credit waived on line						
If you answered no at line 3	315, enter "0" on line 320.					
Waiver of the current part o	f the ORDTC	320	DD	4		
	Subtotal (amount CC minus	amount DD)	4,651 >	4,65	1 EE	
ORDTC available for ded	uction (total of amounts AA, BE	3 and EE)		11,29	<u>3</u> ►	11,293 FF
			// \ \	11,29	<u>13</u> GG	
ORDTC carried back to pre	evious tax years (from Part 5)		· (· · · · · · · · · · · · · · · · · ·		HH	
		Subtotal (amount GC	G plus amount HH)	11,29	<u>3</u> ►	<u>11,293</u> п
ORDTC balance at the en	d of the tax year (amount FF I	minus amount II)			. 325	JJ
ORDTC available for	more than the lesser of the follo deduction (amount FF); or ome tax payable before the ORD		te minimum tax credit (a	mount from line E6	on page 5 of Scl	nedule 5).
− Part 5 − Request fo	or carryback of tax cred	dit				
	Year Month Day					
1 st previous tax year	2018-12-31	\\)	Cre	edit to be applied	901	
2 nd previous tax year	2017-12-31	¥	Cre	edit to be applied	902	
3 rd previous tax year	2016-12-31	^y	Cre	edit to be applied	903	
		Total (total of	f amount 901 to 903)(en	iter at amount HH ir	n Part 4)	

- Part 6 – Analysis of tax credit available for carryforward by tax year of origin -

You can complete this part to show all the credits from previous tax years available for carryforward, by year of origin. This will help you determine the amount of credit that could expire in following years.

Tax year of origin (earliest tax year first)

(001111	oot tan you		
Year	Month	Day	Credit available
2	001-12-3	31	
2002-12-31		31	
2	2003-12-31		
2	004-12-3	31	
2	005-12-3	31	
2	006-12-3	31	
2	007-12-3	31	
2	008-12-3	31	

Tax year of origin (earliest tax year first)

•	•	,	
Year	Month	Day	Credit available
2	009-12-3	31	
2010-12-31		31	
2	011-12-3	31	
2	012-12-3	31	
2	013-12-3	31	
2	014-12-3	31	
2	015-12-3	31	
2	016-12-3	31	
2	017-12-3	31	
2	018-12-3	31	
2	019-12-3	31	

Total ∕equals line 325 in Part 4)

Current tax year

The amount available from the 20th previous tax year will expire after this year. When you file your return for the next year, you will enter the expired amount on line 300 of Schedule 508 for that year.

Part 7 – Calculation of a recapture of ORDTC -

You will have a recapture of ORDTC in a tax year when you meet all of the following conditions:

- you acquired a particular property in the current year or in any of the 20 previous tax years if the ORDTC was earned in a tax year ending
 after 2008;
- you claimed the cost of the property as an eligible expenditure for the ORDTC;
- the cost of the property was included in computing your ORDTC or was subject to an agreement made under subsection 127(13) of the federal Act to transfer qualified expenditures and section 42 of the Taxation Act, 2007 (Ontario) applied, and
- you disposed of the property or converted it to commercial use in a tax year ending after December 31, 2008. You also meet this condition if you disposed of or converted to commercial use a property which incorporates the particular property previously referred to.

Note: The recapture does not apply if you disposed of the property to a non-arm's length purchaser who intended to use it all or substantially all for SR&ED in Ontario. When the non-arm's length purchaser later sells or converts the property to commercial use, the recapture rules will apply to the purchaser based on the historical federal investment tax credit (ITC) rate *** of the original user in Calculation 1 below.

You have to report the recapture on Schedule 5 for the year in which you disposed of the property or converted it to commercial use. If the corporation is a member of a partnership, report its share of the recapture.

Complete the columns for each disposition for which a recapture applies, using the calculation formats below.

*** Federal ITC in calculations 1 and 2 should be determined without reference to paragraph (e) of the definition **investment tax credit** in subsection 127(9) of the federal Act.

Calculation 1 - Complete this part If you meet all of the above conditions

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

Total of column MM (enter at amount WW in Part 8)

Dart 7	Calculation	of a recent	IN AF APAT	? (continued)
· Part / 🗕	Caicillation	ot a recapti	IRP OF URITIO	. (CONTINUED)

Calculation 2 – If the corporation is deemed by subsection 42(1) of the *Taxation Act, 2007* (Ontario) to have transferred all or part of the eligible expenditure to another corporation as a consequence of an agreement described in subsection 127(13) of the federal Act complete Calculation 2. Otherwise, enter nil on line SS.

00	PP	QQ
Rate percentage that the transferee used to determine its federal ITC for qualified expenditure that was transferred under an agreement under subsection 127(13) of the federal Act	Proceeds of disposition of the property if you dispose of it to a person at arm's length; or, in any other case, the fair market value of the property at conversion or disposition	Amount, if any, already provided for in Calculation 1 (this allows for the situation where only part of the cost of a property is transferred for an agreement under subsection 127(13) of the federal Act)
720	730	740
	T	
RR	SS	ТТ
A A .d . Ad .d	Foderal ITC carned by the transferse for the	Amount from column DD or CC
Amount determined by the formula (OO x PP) - QQ (using the columns above)	Federal ITC earned by the transferee for the qualified expenditure that was transferred	Amount from column RR or SS, whichever is less
(OO x PP) - QQ	qualified expenditure that was transferred	
(OO x PP) - QQ		

Calculation 3

As a member of a partnership, you will report your share of the ORDTC of the partnership after the ORDTC has been reduced by the amount of the recapture. If this is a positive amount, you will report it on line 205, 206, or 207 in Part 3, whichever applies. However, if the partnership does not have enough ORDTC otherwise available to offset the recapture, then the amount by which reductions to the ORDTC exceeds additions (the excess) will be determined and reported on line VV.

Corporate partner's share of the excess of ORDTC (enter at amount ZZ in Part 8)

760	VV

Part 8 – Total recapture of OF)RDT(3
--------------------------------	-------	---

Amount WW **plus** amount XX x 23.56 % = ______Y

Corporate partner's share of the excess of ORDTC for Calculation 3 (amount VV from Part 7)

Recapture of ORDTC (amount YY plus amount ZZ) (enter amount AAA on line 277 on page 5 of Schedule 5)

Schedule A - Worksheet for eligible expenditures incurred by the corporation in Ontario for the current taxation year

This worksheet allows you to report the amount of eligible expenditures entered on Form T661, Scientific Research and Experimental Development (SR&ED) Expenditures Claim which represents eligible expenditures as defined in section 127 of the Income Tax Act (ITA) with regard to scientific research and experimental development (SR&ED) carried on in Ontario and attributable to a permanent establishment in Ontario of a corporation.

Data on the worksheet is calculated based on the amounts on Form T661, but will have to be adjusted according to the rules of Ontario, if applicable, in particular when the corporation has had a permanent establishment in more than one jurisdiction. This data will be used when calculating Schedule 508 and Schedule 566.

Enter the breakdown between current and capital expenditures	Current Expenditures	Capital Expenditures
Total expenditures for SR&ED	112,596	<u> </u>
Add		
 payment of prior years' unpaid expenses (other than salary or wages) 		
 prescribed proxy amount (Enter "0" if you use the traditional method) + _	32,417	
expenditures on shared-use equipment		+
• other additions		+
Subtotal = _	145,013	=
Less		
current expenditures (other than salary or wages) not paid within 180 days of the tax year end		
amounts paid in respect of an SR&ED contract to a person or partnership that is not taxable supplier	/	
20% of contract expenditures for SR&ED performed on your behalf	10,549	
• prescribed expenditures not allowed by regulations		
• other deductions		–
• non-arm's length transactions		
- expenditures for non-arm's length SR&ED contracts - purchases (limited to costs) of goods and services from non-arm's length suppliers		_
		-
Subtotal = _	134,464	ı =
Total eligible expenditures incurred by the corporation in Ontario in the tax year (add amount I and II)		=134,46
Enter amount III on line 100 of Schedule 508.		

Ontario Corporate Minimum Tax

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2019-12-31

- File this schedule if the corporation is subject to Ontario corporate minimum tax (CMT). CMT is levied under section 55 of the *Taxation Act*, 2007 (Ontario), referred to as the "Ontario Act".
- Complete Part 1 to determine if the corporation is subject to CMT for the tax year.
- A corporation not subject to CMT in the tax year is still required to file this schedule if it is deducting a CMT credit, has a CMT credit carryforward,
 or has a CMT loss carryforward or a current year CMT loss.
- A corporation that has Ontario special additional tax on life insurance corporations (SAT) payable in the tax year must complete Part 4 of this
 schedule even if it is not subject to CMT for the tax year.
- A corporation is exempt from CMT if, throughout the tax year, it was one of the following:
 - 1) a corporation exempt from income tax under section 149 of the federal *Income Tax Act*;
 - 2) a mortgage investment corporation under subsection 130.1(6) of the federal Act;
 - 3) a deposit insurance corporation under subsection 137.1(5) of the federal Act;
 - 4) a congregation or business agency to which section 143 of the federal Act applies;
 - 5) an investment corporation as referred to in subsection 130(3) of the federal Act; or
 - 6) a mutual fund corporation under subsection 131(8) of the federal Act.
- File this schedule with the T2 Corporation Income Tax Return.

- Dart 1 Datarmination of CMT applicability	A \	
Part 1 – Determination of CMT applicability		
Total assets of the corporation at the end of the tax year *		102,333,000
Share of total assets from partnership(s) and joint venture(s) *		
Total assets of associated corporations (amount from line 450 on Sched	dule 511)	324,407,851
Total assets (total of lines 112 to 116)		426,740,851
Total revenue of the corporation for the tax year **		44,947,000
Share of total revenue from partnership(s) and joint venture(s) ** .		
Total revenue of associated corporations (amount from line 550 on Scho	nedule 511)	117,148,791
Total revenue (total of lines 142 to 146)		162,095,791

The corporation is subject to CMT if:

- for tax years ending before July 1, 2010, the total assets at the end of the year of the corporation or the associated group of corporations are more than \$5,000,000, or the total revenue for the year of the corporation or/the associated group of corporations is more than \$10,000,000.
- for tax years ending after June 30, 2010, the total assets at the end of the year of the corporation or the associated group of corporations are equal to or more than \$50,000,000, and the total revenue for the year of the corporation or the associated group of corporations is equal to or more than \$100,000,000.

If the corporation is not subject to CMT, do not complete the remaining parts unless the corporation is deducting a CMT credit, or has a CMT credit carryforward, a CMT loss carryforward, a current year CMT loss, or SAT payable in the year.

* Rules for total assets

- Report total assets according to generally accepted accounting principles, adjusted so that consolidation and equity methods are not used.
- Do not include unrealized gains and losses on assets and foreign currency gains and losses on assets that are included in net income for accounting purposes but not in income for corporate income tax purposes.
- The amount on line 114 is determined at the end of the last fiscal period of the partnership or joint venture that ends in the tax year of the corporation. Add the proportionate share of the assets of the partnership(s) and joint venture(s), and deduct the recorded asset(s) for the investment in partnerships and joint ventures.
- A corporation's share in a partnership or joint venture is determined under paragraph 54(5)(b) of the Ontario Act and, if the partnership or joint venture had no income or loss, is calculated as if the partnership's or joint venture's income were \$1 million. For a corporation with an indirect interest in a partnership or joint venture, determine the corporation's share according to paragraph 54(5)(c) of the Ontario Act.

** Rules for total revenue

- Report total revenue in accordance with generally accepted accounting principles, adjusted so that consolidation and equity methods are not used.
- If the tax year is less than 51 weeks, multiply the total revenue of the corporation or the partnership, whichever applies, by 365 and divide by the number of days in the tax year.
- The amount on line 144 is determined for the partnership or joint venture fiscal period that ends in the tax year of the corporation. If the partnership or joint venture has 2 or more fiscal periods ending in the filing corporation's tax year, **multiply** the sum of the total revenue for each of the fiscal periods by 365 and **divide** by the total number of days in all the fiscal periods.
- A corporation's share in a partnership or joint venture is determined under paragraph 54(5)(b) of the Ontario Act and, if the partnership or joint venture had no income or loss, is calculated as if the partnership's or joint venture's income were \$1 million. For a corporation with an indirect interest in a partnership or joint venture, determine the corporation's share according to paragraph 54(5)(c) of the Ontario Act.



Net income/loss per financial statements* Add (to the extent reflected in income/loss): Provision for current income taxes/cost of current income taxes Provision for current income taxes/cost of current income taxes 222 546,000 Equity losses from corporations Financial statement loss from partnerships and joint ventures 224 51 Dividends deducted on financial statements (subsection 57(2) of the Ontario Act), excluding dividends paid by credit unions under subsection 137(4.1) of the federal Act Other additions (see note below): Share of adjusted net income of partnerships and joint ventures 226 Total patronage dividends received, not already included in net income/loss 232 231 233 233 234 235 236 Deduct (to the extent reflected in income/loss): Subtotal 546,000 A Deduct (to the extent reflected in income/loss): Provision for recovery of current income taxes/benefit of current income taxes 320 Provision for recovery of current income taxes (recitls)/benefit of future income taxes 324 Equity income from corporations Financial statements income from partnerships and joint ventures 324 Equity income from corporations 324 Eliminacial statement income from partnerships and joint ventures 325 Dividends deductible under section 112, section 113, or subsection 138(6) of the federal Act Dividends not taxable under section 83 of the federal Act (from Schedule 3) 325 336 337 Accounting gain on transfer of property to a corporation under section 85 or 85.1 of the federal Act 40 40 40 40 40 41 42 40 41 41 42 40 41 41 42 41 42 42 43 43 43 44 44 44 44 45 46 46 47 47 48 49 49 49 49 49 49 49 49 49	- Part 2 - Adjusted net income/loss for CMT purposes			
Add (to the extent reflected in income/loss): Provision for current income taxes (debits)/cost of future income taxes Equity losses from corporations Financial statement loss from partnerships and joint ventures Dividends deducted on financial statements (subsection 57(2) of the Ontario Act), excluding dividends paid by credit unions under subsection 137(4.1) of the federal Act Other additions (see note below): Share of adjusted net income of partnerships and joint ventures ** 223 231 232 231 232 233 244 252 253 264 284 284 284 284 284 284 284	Net income/loss per financial statements *		210	2,707,000
Provision for deferred income taxes (debits)/cost of future income taxes 224 Equity losses from corporations 224 Financial statement loss from partnerships and joint ventures 226 Dividends deducted on financial statements (subsection 57(2) of the Ontario Act), executiving dividends paid by credit unions under subsection 137(4-1) of the federal Act 230 Other additions (see note below): Share of adjusted net income of partnerships and joint ventures ** 228 Total patronage dividends received, not already included in net income/loss 232 281 282 283 284 283 284 284 546,000 ▶ 546,000 ▶ 546,000 ▶ 546,000 ▶ 546,000 ▶ 546,000 ▶ 546,000 ▶ 64,0	Add (to the extent reflected in income/loss):			
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Financial statement loss from partnerships and joint ventures Dividends deducted on financial statements (subsection 57(2) of the Ontario Act), excellential dividends paid by credit funions under subsection 137(4.1) of the federal Act Share of adjusted net income of partnerships and joint ventures " Total patronage dividends received, not already included in net income/loss 232 231 233 234 235 236 Deduct (to the extent reflected in income/loss): Provision for recovery of current income taxes/benefit of current income taxes Provision for deferred income taxes (credits)/benefit of future income taxes 232 Equity income from corporations Financial statement income from partnerships and joint ventures Dividends deductible under section 33 of the federal Act (from Schedule 3) Gain on donation of listed security or ecological gift Accounting gain on transfer of property to a corporation under section 85 or 85.1 of the federal Act *** Accounting gain on transfer of property to/from a partnership under section 85 or 97 of the federal Act *** Accounting gain on a transfer of property to/from a partnership under section 85 or 97 of the federal Act *** Accounting gain on a windup under subsection 88(1) of the federal Act Tax payable on dividends under subsection 191.1(1) of the federal Act Tax payable on dividends under subsection 191.1(1) of the federal Act Tax payable on dividends under subsection 191.1(1) of the federal Act Tax payable on dividends under subsection 191.1(1) of the federal Act, multiplied by 3 Interest deducted/deductible under paragraph 20(1)(c) or (d) of the federal Act, multiplied by 3 Interest deducted/deductible under paragraph 20(1)(c) or (d) of the federal Act, multiplied by 3 Interest deducted/deductible under paragraph 20(1)(c) or (d) of the federal Act, multiplied by 3 Interest deducted/deductible under paragraph 20(1)(c) or (d) of the federal Act, multiplied by 3 Interest deducted/deductible under paragraph 20(1)(c) or (d) of the federal Act, multiplied by 3 I	Provision for deferred income taxes (debits)/cost of future income taxes	222	546,000	
Dividends deducted on financial statements (subsection 57(2) of the Ontario Act), excluding dividends paid by credit unions under subsection 137(4.1) of the federal Act Total patronage dividends received, not already included in net income/loss 232 281 281 282 281 282 282 284 Deduct (to the extent reflected in income/loss): Provision for recovery of current income taxes/benefit of current income taxes Provision for deferred income taxes (credits)/benefit of future income taxes 232 244 250 Dividends deductible under section 112, section 113, or subsection 133(6) of the federal Act Dividends deductible under section 83 of the federal Act (from Schedule 3) 283 284 380 Augusto 134 Accounting gain on transfer of property to a corporation under section 85 or 85.1 of the federal Act *** Accounting gain on transfer of property under subsection 13(4), subsection 44 of the federal Act *** Accounting gain on transfer of property under subsection 18(4), subsection 19(6) or section 44 of the federal Act *** Accounting gain on windup under subsection 88(1) of the federal Act or an amalgamation under section 87 of the federal Act or an amalgamation under section 87 of the federal Act or an amalgamation under section 87 of the federal Act or an amalgamation under suches of the federal Act or an amalgamation under section 87 of the federal Act or an amalgamation under suches of the federal Act or an amalgamation under suches of the federal Act or an amalgamation under suches of the federal Act or an amalgamation under suches of the federal Act or an amalgamation under suches of the federal Act or untitiplied by 3 and interest deducted/deductible under paragraph 20(1)(c) or (d) of the federal Act or untitiplied by 3 and interest deducted/deductible under paragraph 20(1)(c) or (d) of the federal Act or untitiplied by 3 and 10	Equity losses from corporations	224		
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Provision for recovery of current income taxes/benefit of current income taxes Provision for deferred income taxes (credits)/benefit of future income taxes 322 Equity income from corporations 324 Financial statement income from partnerships and joint ventures 326 Dividends deductible under section 112, section 113, or subsection 138(6) of the federal Act Dividends not taxable under section 83 of the federal Act (from Schedule 3) 332 Gain on donation of listed security or ecological gift Accounting gain on transfer of property to a corporation under section 85 or 85.1 of the federal Act **** Accounting gain on transfer of property to/from a partnership under section 85 or 97 of the federal Act **** Accounting gain on disposition of property under subsection 13(4), subsection 14(6), or section 44 of the federal Act **** *** *** *** *** ** ** **		Subtotal	546,000 ▶	546,000 A
Provision for recovery of current income taxes/benefit of current income taxes Provision for deferred income taxes (credits)/benefit of future income taxes 322 Equity income from corporations 324 Financial statement income from partnerships and joint ventures 326 Dividends deductible under section 112, section 113, or subsection 138(6) of the federal Act Dividends not taxable under section 83 of the federal Act (from Schedule 3) 332 Gain on donation of listed security or ecological gift Accounting gain on transfer of property to a corporation under section 85 or 85.1 of the federal Act **** Accounting gain on transfer of property to/from a partnership under section 85 or 97 of the federal Act **** Accounting gain on disposition of property under subsection 13(4), subsection 14(6), or section 44 of the federal Act **** *** *** *** *** ** ** **	Deduct (to the extent reflected in income/loss):			
Provision for deferred income taxes (credits)/benefit of future income taxes Equity income from corporations Financial statement income from partnerships and joint ventures Dividends deductible under section 112, section 113, or subsection 138(6) of the federal Act Dividends not taxable under section 83 of the federal Act (from Schedule 3) Gain on donation of listed security or ecological gift Accounting gain on transfer of property to a corporation under section 85 or 85.1 of the federal Act **** Accounting gain on transfer of property to/from a partnership under section 85 or 97 of the federal Act **** Accounting gain on disposition of property under subsection 13(4), subsection 14(6), or section 44 of the federal Act **** Accounting gain on a windup under subsection 88(1) of the federal Act or an amalgamation under section 87 of the federal Act Other deductions (see note below): Share of adjusted net loss of partnerships and joint ventures ** Tax payable on dividends under subsection 191.1(1) of the federal Act multiplied by 3 Interest deducted/deductible under paragraph 20(1)(c) or (d) of the federal Act, not already included in net income/loss Patronage dividends paid (from Schedule 16) not already included in net income/loss 382 570,000	,	320	42,000	
Equity income from corporations Financial statement income from partnerships and joint ventures Dividends deductible under section 112, section 113, or subsection 138(6) of the federal Act Dividends not taxable under section 83 of the federal Act (from Schedule 3) Gain on donation of listed security or ecological gift Accounting gain on transfer of property to a corporation under section 85 or 85.1 of the federal Act **** Accounting gain on transfer of property to/from a partnership under section 85 or 97 of the federal Act **** Accounting gain on disposition of property under subsection 13(4), subsection 14(6), or section 44 of the federal Act **** Accounting gain on a windup under subsection 88(1) of the federal Act or an amalgamation under section 87 of the federal Act Other deductions (see note below): Share of adjusted net loss of partnerships and joint ventures ** Tax payable on dividends under subsection 191.1(1) of the federal Act multiplied by 3 Interest deducted/deductible under paragraph 20(1)(c) or (d) of the federal Act not already included in net income/loss Patronage dividends paid (from Schedule 16) not already included in net income/loss 322 324 326 330 332 340 342 444 445 446 447 448 448 448 448 448 448	•	322	 _	
Financial statement income from partnerships and joint ventures Dividends deductible under section 112, section 113, or subsection 138(6) of the federal Act Dividends not taxable under section 83 of the federal Act (from Schedule 3) Gain on donation of listed security or ecological gift Accounting gain on transfer of property to a corporation under section 85 or 85.1 of the federal Act **** Accounting gain on transfer of property to/from a partnership under section 85 or 97 of the federal Act ***** Accounting gain on disposition of property under subsection 13(4), subsection 14(6), or section 44 of the federal Act ***** Accounting gain on a windup under subsection 88(1) of the federal Act or an amalgamation under section 87 of the federal Act Other deductions (see note below): Share of adjusted net loss of partnerships and joint ventures ** Tax payable on dividends under subsection 191.1(1) of the federal Act multiplied by 3 lnterest deducted/deductible under paragraph 20(1)(c) or (d) of the federal Act not already included in net income/loss Patronage dividends paid (from Schedule 16) not already included in net income/loss 381 2019 Tax Movement in Reg Accounts 326 337 338 336 337 338 338 340 344 347 348 348 349 349 349 340 341 342 344 345 346 347 348 348 348 348 348 349 349 349	,	324	·	
Dividends deductible under section 112, section 113, or subsection 138(6) of the federal Act Dividends not taxable under section 83 of the federal Act (from Schedule 3) Gain on donation of listed security or ecological gift Accounting gain on transfer of property to a corporation under section 85 or 85.1 of the federal Act **** Accounting gain on transfer of property to/from a partnership under section 85 or 97 of the federal Act **** Accounting gain on disposition of property under subsection 13(4), subsection 14(6), or section 44 of the federal Act **** Accounting gain on a windup under subsection 88(1) of the federal Act or an amalgamation under section 87 of the federal Act Other deductions (see note below): Share of adjusted net loss of partnerships and joint ventures ** Tax payable on dividends under subsection 191.1(1) of the federal Act multiplied by 3 Interest deducted/deductible under paragraph 20(1)(c) or (d) of the federal Act, not already included in net income/loss Patronage dividends paid (from Schedule 16) not already included in net income/loss 382 570,000	• •	326		
Gain on donation of listed security or ecological gift Accounting gain on transfer of property to a corporation under section 85 or 85.1 of the federal Act **** Accounting gain on transfer of property to/from a partnership under section 85 or 97 of the federal Act **** Accounting gain on disposition of property under subsection 13(4), subsection 14(6), or section 44 of the federal Act **** Accounting gain on a windup under subsection 88(1) of the federal Act or an amalgamation under section 87 of the federal Act Other deductions (see note below): Share of adjusted net loss of partnerships and joint ventures ** Tax payable on dividends under subsection 191.1(1) of the federal Act multiplied by 3 Interest deducted/deductible under paragraph 20(1)(c) or (d) of the federal Act, not already included in net income/loss Patronage dividends paid (from Schedule 16) not already included in net income/loss 328 570,000	· · · · · · ·	t 330	7	
Accounting gain on transfer of property to a corporation under section 85 or 85.1 of the federal Act **** Accounting gain on transfer of property to/from a partnership under section 85 or 97 of the federal Act **** Accounting gain on disposition of property under subsection 13(4), subsection 14(6), or section 44 of the federal Act **** Accounting gain on a windup under subsection 88(1) of the federal Act or an amalgamation under section 87 of the federal Act Other deductions (see note below): Share of adjusted net loss of partnerships and joint ventures ** Tax payable on dividends under subsection 191.1(1) of the federal Act multiplied by 3 and linterest deducted/deductible under paragraph 20(1)(c) or (d) of the federal Act and th	Dividends not taxable under section 83 of the federal Act (from Schedule 3)	332		
of the federal Act **** Accounting gain on transfer of property to/from a partnership under section 85 or 97 of the federal Act **** Accounting gain on disposition of property under subsection 13(4), subsection 14(6), or section 44 of the federal Act ***** Accounting gain on a windup under subsection 88(1) of the federal Act or an amalgamation under section 87 of the federal Act Other deductions (see note below): Share of adjusted net loss of partnerships and joint ventures ** Tax payable on dividends under subsection 191.1(1) of the federal Act multiplied by 3 lnterest deducted/deductible under paragraph 20(1)(c) or (d) of the federal Act, not already included in net income/loss Patronage dividends paid (from Schedule 16) not already included in net income/loss 381 2019 Tax Movement in Reg Accounts 342 344 345 346 348 348 348 357 368 370,000	Gain on donation of listed security or ecological gift	340		
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subsection 14(6), or section 44 of the federal Act ***** Accounting gain on a windup under subsection 88(1) of the federal Act or an amalgamation under section 87 of the federal Act Other deductions (see note below): Share of adjusted net loss of partnerships and joint ventures ** Tax payable on dividends under subsection 191.1(1) of the federal Act multiplied by 3 Interest deducted/deductible under paragraph 20(1)(c) or (d) of the federal Act, not already included in net income/loss Patronage dividends paid (from Schedule 16) not already included in net income/loss 381 2019 Tax Movement in Reg Accounts 346 348 348 348 350 370 370 370 370 370 370 370		344		
or an amalgamation under section 87 of the federal Act Other deductions (see note below): Share of adjusted net loss of partnerships and joint ventures ** Tax payable on dividends under subsection 191.1(1) of the federal Act multiplied by 3 Interest deducted/deductible under paragraph 20(1)(c) or (d) of the federal Act, not already included in net income/loss Patronage dividends paid (from Schedule 16) not already included in net income/loss 381 2019 Tax Movement in Reg Accounts 348 348 350 370 388 370 370 388 388 570,000		346		
Share of adjusted net loss of partnerships and joint ventures ** Tax payable on dividends under subsection 191.1(1) of the federal Act multiplied by 3 Interest deducted/deductible under paragraph 20(1)(c) or (d) of the federal Act, not already included in net income/loss Patronage dividends paid (from Schedule 16) not already included in net income/loss 381 2019 Tax Movement in Reg Accounts 328 339 570,000		348		
Tax payable on dividends under subsection 191.1(1) of the federal Act multiplied by 3	Other deductions (see note below):	<u> </u>		
Interest deducted/deductible under paragraph 20(1)(c) or (d) of the federal Act, not already included in net income/loss	Share of adjusted net loss of partnerships and joint ventures **			
Patronage dividends paid (from Schedule 16) not already included in net income/loss	Interest deducted/deductible under paragraph 20(1)(c) or (d) of the federal Act,			
381 2019 Tax Movement in Reg Accounts 382 570,000				
			E70 000	
			370,000	
385				
387				
389				
Subtotal 612,000 ► 612,000 B			612.000	612.000 ₽
Adjusted net income/loss for CMT purposes (line 210 plus amount A minus amount B)	Adjusted net income/loss for CMT nurposes (line 210 plus amount A minus amount P)			

If the amount on line 490 is positive and the corporation is subject to CMT as determined in Part 1, enter the amount on line 515 in Part 3.

If the amount on line 490 is negative, enter the amount on line 760 in Part 7 (enter as a positive amount).

Note

In accordance with Ontario Regulation 37/09, when calculating net income for CMT purposes, accounting income should be adjusted to:

- exclude unrealized gains and losses due to mark-to-market changes or foreign currency changes on specified mark-to-market property (assets only);
- include realized gains and losses on the disposition of specified mark-to-market property not already included in the accounting income, if the property is not a capital property or is a capital property disposed in the year or in a previous tax year ended after March 22, 2007.

"Specified mark-to-market property" is defined in subsection 54(1) of the Ontario Act.

These rules also apply to partnerships. A corporate partner's share of a partnership's adjusted income flows through on a proportionate basis to the corporate partner.

* Rules for net income/loss

- Banks must report net income/loss as per the report accepted by the Superintendent of Financial Institutions under the federal Bank Act, adjusted so consolidation and equity methods are not used.

Part 2 – Calculation of adjusted net income/loss for CMT purposes (continued)

- Life insurance corporations must report net income/loss as per the report accepted by the federal Superintendent of Financial Institutions or equivalent provincial insurance regulator, before SAT and adjusted so consolidation and equity methods are not used. If the life insurance corporation is resident in Canada and carries on business in and outside of Canada, multiply the net income/loss by the ratio of the Canadian reserve liabilities divided by the total reserve liability. The reserve liabilities are calculated in accordance with Regulation 2405(3) of the federal Act.
- Other corporations must report net income/loss in accordance with generally accepted accounting principles, except that consolidation and equity methods must not be used. When the equity method has been used for accounting purposes, equity losses and equity income are removed from book income/loss on lines 224 and 324 respectively.
- Corporations, other than insurance corporations, should report net income from line 9999 of the GIFI (Schedule 125) on line 210.
- ** The share of the adjusted net income of a partnership or joint venture is calculated as if the partnership or joint venture were a corporation and the tax year of the partnership or joint venture were its fiscal period. For a corporation with an indirect interest in a partnership through one or more partnerships, determine the corporation's share according to clause 54(5)(c) of the Ontario Act.
- *** A joint election will be considered made under subsection 60(1) of the Ontario Act if there is an entry on line 342, and an election has been made for transfer of property to a corporation under subsection 85(1) of the federal Act.
- **** A joint election will be considered made under subsection 60(2) of the Ontario Act if there is an entry on line 344, and an election has been made under subsection 85(2) or 97(2) of the federal Act.
- ***** A joint election will be considered made under subsection 61(1) of the Ontario Act if there is an entry on line 346, and an election has been made under subsection 13(4) or 14(6) and/or section 44 of the federal Act.

For more information on how to complete this part, see the T2 Corporation - Income Tax Guide.

		_
Part 3 – CMT payable		_
Adjusted net income for CMT purposes (line 490 in Part 2, if positive)		
Deduct:		
CMT loss available (amount R from Part 7)		
Adjusted CMT loss available		
2 544 500		
Net income subject to CMT calculation (if negative, enter "0")		
Amount from Number of days in the tax		
line 520 2,641,000 × year before July 1, 2010 x 4 % = 1		
Number of days 365 in the tax year		
Amount from Number of days in the tax line 520 2,641,000 x year after June 30, 2010 365 x 2.7 % = 71,307 2		
Number of days 365		
in the tax year		
Subtotal (amount 1 plus amount 2)		
	74 007	
Gross CMT: amount on line 3 above x OAF **	71,307	
Deduct:		
Foreign tax credit for CMT purposes *** 550	71 207	_
CMT after foreign tax credit deduction (line 540 minus line 550) (if negative, enter "0")	71,307	ט
Deduct:	86,225	
Ontario corporate income tax payable before CMT credit (amount F6 from Schedule 5)		_
Net CMT payable (if negative, enter "0")		Ε
	_	
* Enter the portion of CMT loss available that exceeds the adjusted net income for the tax year from carrying on a business before the acquisition control. See subsection 58(3) of the Ontario Act.	of	
*** Enter "0" on line 550 for life insurance corporations as they are not eligible for this deduction. For all other corporations, enter the cumulative total	al	
of amount J for the province of Ontario from Part 9 of Schedule 21 on line 550.	ai	
** Calculation of the Ontario allocation factor (OAF):		
If the provincial or territorial jurisdiction entered on line 750 of the T2 return is "Ontario," enter "1" on line F.		
If the provincial or territorial jurisdiction entered on line 750 of the T2 return is "multiple," complete the following calculation, and enter the result on	line F:	
Ontario taxable income ****		
Taxable income *****		
Ontario allocation factor	1.00000	F
**** Enter the amount allocated to Ontario from column F in Part 1 of Schedule 5. If the taxable income is nil, calculate the amount in column F as if taxable income were \$1,000.	the	
***** Enter the taxable income amount from line 360 or amount 7 of the T2 return, whichever applies. If the taxable income is nil, enter "1,000"		

Post 4. Octobridation of OMT and it asserts moved	89242 2817 RC0001
Part 4 – Calculation of CMT credit carryforward ————————————————————————————————————	
CMT credit carryforward at the end of the previous tax year *	
Deduct:	
CMT credit expired *	71 442
CMT credit carryforward at the beginning of the current tax year * (see note below) 71,442 620 Add:	71,442
CMT credit carryforward balances transferred on an amalgamation or the windup of a subsidiary (see note below)	
CMT credit available for the tax year (amount on line 620 plus amount on line 650) Deduct:	71,442 н
CMT credit deducted in the current tax year (amount P from Part 5)	14,918 ।
Subtotal (amount H minus amount I)	56,524 J
Add:	
Net CMT payable (amount E from Part 3)	
SAT payable (amount O from Part 6 of Schedule 512)	
Subtotal	K
CMT credit carryforward at the end of the tax year (amount J plus amount K)	56,524 L
= = = = = = = = = = = = = = = = = = =	33/321
 * For the first harmonized T2 return filed with a tax year that includes days in 2009: — do not enter an amount on line G or line 600; — for line 620, enter the amount from line 2336 of Ontario CT23 Schedule 101, Corporate Minimum Tax (CMT), for the last tax year that 	at ended in 2008
	ii chaca in 2000.
For other tax years, enter on line G the amount from line 670 of Schedule 510 from the previous tax year.	
Note: If you entered an amount on line 620 or line 650, complete Part 6.	
┌ Part 5 – Calculation of CMT credit deducted from Ontario corporate income tax payable ────	
	71 442
CMT credit available for the tax year (amount H from Part 4)	<u>71,442</u> м
Ontario corporate income tax payable before CMT credit (amount F6 from Schedule 5)	
For a corporation that is not a life insurance corporation:	
CMT after foreign tax credit deduction (amount D from Part 3)2	
For a life insurance corporation:	
Gross CMT (line 540 from Part 3)	
Gross SAT (line 460 from Part 6 of Schedule 512) 4	
The greater of amounts 3 and 4	
Deduct: line 2 or line 5, whichever applies:6	
Subtotal (if negative, enter "0")14,918 ▶	14,918 N
Ontario corporate income tax payable before CMT credit (amount F6 from Schedule 5) 86,225	
Deduct: Total refundable tax credits excluding Ontario qualifying environmental trust tax credit	
(amount J6 minus line 450 from Schedule 5)	
Subtotal (if negative, enter "0") 68,711 ▶	68,711 _O
CMT credit deducted in the current tax year (least of amounts M, N, and O)	14,918 P
Enter amount P on line 418 of Schedule 5 and on line I in Part 4 of this schedule.	
Is the corporation claiming a CMT credit earned before an acquisition of control?	1 Yes 2 No X
If you answered yes to the question at line 675, the CMT credit deducted in the current tax year may be restricted. For information on how the may be restricted, see subsections 53(6) and (7) of the Ontario Act.	deduction

Part 6 – Analysis of CMT credit available for carryforward by year of origin -

Complete this part if:

- the tax year includes January 1, 2009; or
- the previous tax year-end is deemed to be December 31, 2008, under subsection 249(3) of the federal Act.

Year of origin	CMT credit balance *
10th previous tax year	680
9th previous tax year	681
8th previous tax year	682
7th previous tax year	683
6th previous tax year	684
5th previous tax year	685
4th previous tax year	686
3rd previous tax year	687
2nd previous tax year	688
1st previous tax year	689
Total **	

- * CMT credit that was earned (by the corporation, predecessors of the corporation, and subsidiaries wound up into the corporation) in each of the previous 10 tax years and has not been deducted.
- ** Must equal the total of the amounts entered on lines 620 and 650 in Part 4.

Part 7 – Calculation of CMT loss carryforward	
CMT loss carryforward at the end of the previous tax year *	
Deduct:	
CMT loss expired *	
CMT loss carryforward at the beginning of the tax year * (see note below)	
Add:	
CMT loss transferred on an amalgamation under section 87 of the federal Act ** (see note below)	
CMT loss available (line 720 plus line 750)	<u>—</u> R
Deduct:	
CMT loss deducted against adjusted net income for the tax year (lesser of line 490 (if positive) and line C in Part 3)	
Subtotal (if negative, enter "0")	s
Add:	
Adjusted net loss for CMT purposes (amount from line 490 in Part 2, if negative) (enter as a positive amount)	
CMT loss carryforward balance at the end of the tax year (amount S plus line 760)	— ^T
* For the first harmonized T2 return filed with a tax year that includes days in 2009:	
 do not enter an amount on line Q or line 700; 	
- for line 720, enter the amount from line 2214 of Ontario CT23 Schedule 101, Corporate Minimum Tax (CMT), for the last tax year that ended in 2008.	
For other tax years, enter on line Q the amount from line 770 of Schedule 510 from the previous tax year.	
** Do not include an amount from a predecessor corporation if it was controlled at any time before the amalgamation by any of the other predecessor corporations.	

Note: If you entered an amount on line 720 or line 750, complete Part 8.

Part 8 – Analysis of CMT loss available for carryforward by year of origin -

Complete this part if:

- the tax year includes January 1, 2009; or
- the previous tax year-end is deemed to be December 31, 2008, under subsection 249(3) of the federal Act.

Year of origin	Balance earned in a tax year ending before March 23, 2007 *	Balance earned in a tax year ending after March 22, 2007 **
10th previous tax year	810	820
9th previous tax year	811	821
8th previous tax year	812	822
7th previous tax year	813	823
6th previous tax year	814	824
5th previous tax year	815	825
4th previous tax year	816	826
3rd previous tax year	817	827
2nd previous tax year	818	828
1st previous tax year		829
Total ***		

^{*} Adjusted net loss for CMT purposes that was earned (by the corporation, by subsidiaries wound up into or amalgamated with the corporation before March 22, 2007, and by other predecessors of the corporation) in each of the previous 10 tax years that ended before March 23, 2007, and has not been deducted.

^{***} The total of these two columns must equal the total of the amounts entered on lines 720 and 750.



^{**} Adjusted net loss for CMT purposes that was earned (by the corporation and its predecessors, but not by a subsidiary predecessor) in each of the previous 20 tax years that ended after March 22, 2007, and has not been deducted.

SCHEDULE 511

ONTARIO CORPORATE MINIMUM TAX – TOTAL ASSETS AND REVENUE FOR ASSOCIATED CORPORATIONS

Name of corporation	Business Number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2019-12-31

- For use by corporations to report the total assets and total revenue of all the Canadian or foreign corporations with which the filing corporation was associated at any time during the tax year. These amounts are required to determine if the filing corporation is subject to corporate minimum tax.
- Total assets and total revenue include the associated corporation's share of any partnership(s)/joint venture(s) total assets and total revenue.
- Attach additional schedules if more space is required.
- File this schedule with the T2 Corporation Income Tax Return.

	Names of associated corporations	Business number (Canadian corporation only) (see Note 1)	Total assets* (see Note 2)	Total revenue** (see Note 2)
	200	300	400	500
1	Innservices Utilities Inc.	81689 7326 RC0001	<u>272,852,000</u>	16,996,000
2	Town of Innisfil	NR	50,000,000	100,000,000
3	Innterprises Inc.	86556 4595 RC0001	1,555,851	152,791
			450	550
		Total	324,407,851	117,148,791

Enter the total assets from line 450 on line 116 in Part 1 of Schedule 510, *Ontario Corporate Minimum Tax* Enter the total revenue from line 550 on line 146 in Part 1 of Schedule 510.

Note 1: Enter "NR" if a corporation is not registered.

Note 2: If the associated corporation does not have a tax year that ends in the filing corporation's current tax year but was associated with the filing corporation in the previous tax year of the filing corporation, enter the total revenue and total assets from the tax year of the associated corporation that ends in the previous tax year of the filing corporation.

* Rules for total assets

- Report total assets in accordance with generally accepted accounting principles, adjusted so that consolidation and equity methods are not used.
- Include the associated corporation's share of the total assets of partnership(s) and joint venture(s) but exclude the recorded asset(s) for the
 investment in partnerships and joint ventures.
- Exclude unrealized gains and losses on assets that are included in net income for accounting purposes but not in income for corporate income tax purposes.

** Rules for total revenue

- Report total revenue in accordance with generally accepted accounting principles, adjusted so that consolidation and equity methods are not used.
- If the associated corporation has 2 or more tax years ending in the filing corporation's tax year, multiply the sum of the total revenue for each of those tax years by 365 and divide by the total number of days in all of those tax years.
- If the associated corporation's tax year is less than 51 weeks and is the only tax year of the associated corporation that ends in the filing corporation's tax year, multiply the associated corporation's total revenue by 365 and divide by the number of days in the associated corporation's tax year.
- Include the associated corporation's share of the total revenue of partnerships and joint ventures.
- If the partnership or joint venture has 2 or more fiscal periods ending in the associated corporation's tax year, multiply the sum of the total revenue for each of the fiscal periods by 365 and divide by the total number of days in all the fiscal periods.

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SCHEDULE 546

CORPORATIONS INFORMATION ACTANNUAL RETURN FOR ONTARIO CORPORATIONS

Name of corporation	Business Number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2019-12-31

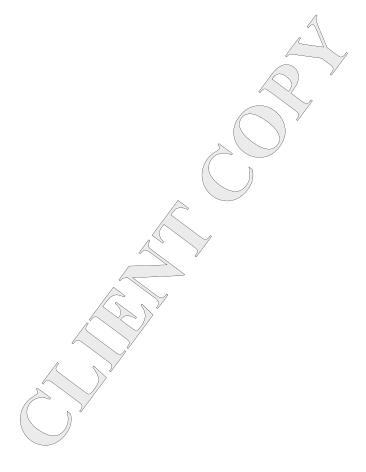
- This schedule should be completed by a corporation that is incorporated, continued, or amalgamated in Ontario and subject to the Ontario *Business Corporations Act* (BCA) or Ontario *Corporations Act* (CA), except for registered charities under the federal *Income Tax Act*. This completed schedule serves as a *Corporations Information Act* Annual Return under the *Ontario Corporations Information Act*.
- Complete parts 1 to 4. Complete parts 5 to 7 only to report change(s) in the information recorded on the Ontario Ministry of Government Services (MGS) public record.
- This schedule must set out the required information for the corporation as of the date of delivery of this schedule.
- A completed Ontario Corporations Information Act Annual Return must be delivered within six months after the end of the corporation's tax year-end.
 The MGS considers this return to be delivered on the date that it is filed with the Canada Revenue Agency (CRA) together with the corporation's income tax return.

 It is the corporation's responsibility to ensure that the inforr shown for the corporation on the public record maintained information. 	by the MGS, obtain a Corporation	n Profile Report. Visit www.S	ServiceOntario.ca for more
 This schedule contains non-tax information collected unde MGS for the purposes of recording the information on the 			nis information will be sent to the
Part 1 – Identification ———————			
00 Corporation's name (exactly as shown on the MGS pul	ıblic record)		
InnPower Corporation			
whichever is the most recent	Date of incorporation or amalgamation, whichever is most recent	Teal Month D	,
Ontario	most recent	2000-10-0	5 7284940
Part 2 – Head or registered office address (OO Care of (if applicable)	(P.O. box not acceptab	le as stand-alone add	dress) —
10 Street number 220 Street name/Rural route/Lot a 2073 COMMERCE PARK DR	and Concession number	230 Suite number	er
Additional address information if applicable (line 220 m			
Municipality (e.g., city, town) INNISFIL	260 Province/state	270 Country CA	280 Postal/zip code L9S 4A2
Part 3 – Change identifier Have there been any changes in any of the information most names, addresses for service, and the date elected/appoints senior officers, or with respect to the corporation's mailing a public record maintained by the MGS, obtain a Corporation of the cor	ed and, if applicable, the date the address or language of preferenc Profile Report. For more informa box and then go to "Part 4 – Cer	election/appointment ceased e? To review the information stion, visit www.ServiceOntaitification."	d of the directors and five most shown for the corporation on the rio.ca.
Part 4 – Certification I certify that all information given in this Corporations Inform. 450 McAllister	nation Act Annual Return is true, 451 Glen	correct, and complete.	
Last name 454 Middle name(s)		First name	
Please enter one of the following numbers in the knowledge of the affairs of the corporation. If y	this box for the above-named per	son: 1 for director, 2 for office er 1 or 2.	er, or 3 for other individual having

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

Complete the applicable parts to report changes in the information recorded on the MGS public record.

Please enter one of the following numbers in this box:	2 - The corporation's	ddress on the MGS publ mailing address is the sa ddress in Part 2 of this so	me as the head or
	3 - The corporation's	complete mailing address	s is as follows:
Care of (if applicable)			
Street number 530 Street name/Rural route/Lot and Col	ncession number	540 Suite	number
Additional address information if applicable (line 530 must be	completed first)		
Municipality (e.g., city, town) 5	70 Province/state	580 Country	590 Postal/zip code
Part 6 – Language of preference ————			



SCHEDULE 550

ONTARIO CO-OPERATIVE EDUCATION TAX CREDIT

Name of corporation	Business Number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2019-12-31

- Use this schedule to claim an Ontario co-operative education tax credit (CETC) under section 88 of the Taxation Act, 2007 (Ontario).
- The CETC is a refundable tax credit that is equal to an eligible percentage (10% to 30%) of the eligible expenditures incurred by a corporation for a qualifying work placement. The maximum credit amount is \$1,000 for each qualifying work placement ending before March 27, 2009, and \$3,000 for each qualifying work placement beginning after March 26, 2009. For a qualifying work placement that straddles March 26, 2009, the maximum credit amount is prorated.
- Eligible expenditures are salaries and wages (including taxable benefits) paid or payable to a student in a qualifying work placement, or fees paid or payable to an employment agency for services performed by the student in a qualifying work placement. These expenditures must be paid on account of employment or services, as applicable, at a permanent establishment of the corporation in Ontario. Expenditures for a work placement (WP) are not eligible expenditures if they are greater than the amounts that would be paid to an arm's length employee.
- A WP must meet all of the following conditions to be a qualifying work placement:
 - the student performs employment duties for a corporation under a qualifying co-operative education program (QCEP);
 - the WP has been developed or approved by an eligible educational institution as a suitable learning situation
 - the terms of the WP require the student to engage in productive work;
 - the WP is for a period of at least 10 consecutive weeks or, in the case of an internship program, not less than 8 consecutive months and not more than 16 consecutive months;
 - the student is paid for the work performed in the WP;
 - the corporation is required to supervise and evaluate the job performance of the student in the WP;
 - the institution monitors the student's performance in the WP; and
 - the institution has certified the WP as a qualifying work placement.
- Make sure you keep a copy of the letter of certification from the Ontario eligible educational institution containing the name of the student, the employer, the institution, the term of the WP, and the name/discipline of the QCEP to support the claim. Do not submit the letter of certification with the T2 Corporation Income Tax Return.
- File this schedule with the T2 Corporation Income Tax Return.

- Part 1 - Corporate information			
Name of person to contact for more information	120 Telephone number including area code		
Lisa McCaskie	(705) 431-6870		
Is the claim filed for a CETC earned through a partnership?* If you answered yes to the question at line 150, what is the name of the partnership?			
Enter the percentage of the partnership's CETC allocated to the corporation			

Part 2 – Eligibility ————————————————————————————————————		
Did the corporation have a permanent establishment in Ontario in the tax year?	1 Vec X	2 No
2. Was the corporation exempt from tax under Part III of the <i>Taxation Act</i> , 2007 (Ontario)? 2. 10		
2. Was the corporation exempt from tax under Part III of the Taxation Act, 2007 (Ontaino)?	i res	2 NO 🔨
If you answered no to question 1 or yes to question 2, then the corporation is not eligible for the CETC.		

Corporation's salaries and wages paid in the previous tax year *

10,000,000

For eligible expenditures incurred before March 27, 2009:

- If line 300 is \$400,000 or less, enter 15% on line 310.
- If line 300 is \$600,000 or more, enter 10% on line 310.
- If line 300 is more than \$400,000 and less than \$600,000, enter the percentage on line 310 using the following formula:

Eligible percentage for determining the eligible amount

310 _____ 10.000 %

For eligible expenditures incurred after March 26, 2009:

- If line 300 is \$400,000 or less, enter 30% on line 312.
- If line 300 is \$600,000 or more, enter 25% on line 312.
- If line 300 is more than \$400,000 and less than \$600,000, enter the percentage on line 312 using the following formula:

Eligible percentage for determining the eligible amount

25.000 %

* If this is the first tax year of an amalgamated corporation and subsection 88(9) of the *Taxation Act, 2007* (Ontario) applies, enter the salaries and wages paid in the previous tax year by the predecessor corporations.

- Part 4 - Calculation of the Ontario co-operative education tax credit -

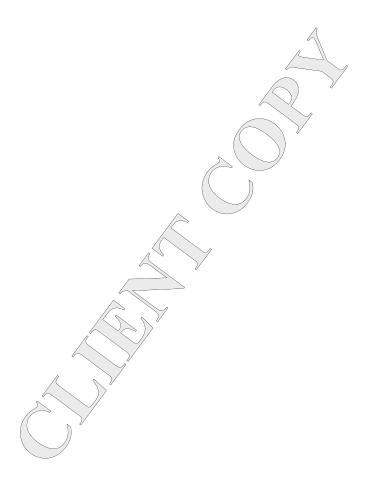
Complete a separate entry for each student for each qualifying work placement that ended in the corporation's tax year. If a qualifying work placement would otherwise exceed four consecutive months, divide the WP into periods of four consecutive months and enter each full period of four consecutive months as a separate WP. If the WP does not divide equally into four-month periods and if the period that is less than 4 months is 10 or more consecutive weeks, then enter that period as a separate WP. If that period is less than 10 consecutive weeks, then include it with the WP for the last period of 4 consecutive months. Consecutive WPs with two or more associated corporations are deemed to be with only one corporation, as designated by the corporations.

	Name of university, college, or other eligible educational institution	Name of co-operative edu	qualifying ıcation program
Georgian College		Computer System Tech/ Pr	ogrammer Analyst
2. Cambrian College		Powerline Technician	<u> </u>
3. Georgian College		Electrical Engineering Technology	
4. Georgian College		Electrical Engineering Tech	nology
5. Georgian College		Business Marketing	
6. Conestoga College		Powerline Technician	
7.			
	C	D	E
	Name of student	Start date of WP	End date of WP

	Name of student	D Start date of WP (see note 1 below)	E End date of WP (see note 2 below)
	410	430	435
1.	Chaz Crocker	2019-05-01	2019-08-30
2.	Brooke Harmer	2019-05-13	2019-08-28
3.	Aaron Nail	2019-01-03	2019-04-26
4.	Rajeethan Pakeerathan	2019-08-19	2019-12-18
5.	Caitlyn Paradzinski	2019-04-29	2019-08-30
6.	Matthew Toppazzini	2019-01-07	2019-05-10

	C Name of student	Start date of WP (see note 1 below)	E End date of WP (see note 2 below)
7.	410	430	435

Note 1: When the WP has been divided into separate periods because it exceeds four consecutive months, enter the start date for the separate WP. Note 2: When the WP has been divided into separate periods because it exceeds four consecutive months, enter the end date for the separate WP.



− Part 4 − Calculation of the Ontario co-operative education tax credit (continued)

	F1		F2		X	Y
	Eligible expenditures before March 27, 2009 (see note 1 below)	Eligible percentage before March 27, 2009 (from line 310 in Part 3)	Eligible expenditures after March 26, 2009 (see note 1 below)	Eligible percentage after March 26, 2009 (from line 310a in Part 3)	Number of consecutive weeks of the WP completed by the student before March 27, 2009 (see note 3 below)	Total number of consecutive weeks of the student's WP (see note 3 below)
	450		452			
1.		10.000 %	12,672	25.000 %		17
2.		10.000 %	13,034	25.000 %		15
3.		10.000 %	10,379	25.000 %		16
4.		10.000 %	12,008	25.000 %		17
5.		10.000 %	11,676	25.000 %		18
6.		10.000 %	15,134	25.000 %		18
7.		10.000 %		25.000 %		

	G Eligible amount (eligible expenditures multiplied by eligible percentage) (see note 2 below)	H Maximum CETC per WP (see note 3 below)	I CETC on eligible expenditures (column G or H, whichever is less)	J CETC on repayment of government assistance (see note 4 below)	K CETC for each WP (column I or column J)
	460	462	470	480	490
1.	3,168	3,000	3,000	\	3,000
2.	3,259	3,000	3,000		3,000
3.	2,595	3,000	2,595		2,595
4.	3,002	3,000	3,000		3,000
5.	2,919	3,000	2,919		2,919
6.	3,784	3,000	3,000		3,000
7.					

Ontario co-operative education tax credit (total of amounts in column K) 500 17,514 L

or, if the corporation answered **yes** at line 150 in Part 1, determine the partner's share of amount L:

Enter amount L or M, whichever applies, on line 452 of Schedule 5, Tax Calculation Supplementary – Corporations. If you are filing more than one Schedule 550, add the amounts from line L or M, whichever applies, on all the schedules and enter the total amount on line 452 of Schedule 5.

- Note 1: Reduce eligible expenditures by all government assistance, as defined under subsection 88(21) of the *Taxation Act, 2007* (Ontario), that the corporation has received, is entitled to receive, or may reasonably expect to receive, for the eligible expenditures, on or before the filing due date of the *T2 Corporation Income Tax Return* for the tax year.
- Note 2: Calculate the eligible amount (Column G) using the following formula:

Column G = (column F1 x percentage on line 310) + (column F2 x percentage on line 312)

Note 3: If the WP ends before March 27, 2009, the maximum credit amount for the WP is \$1,000. If the WP begins after March 26, 2009, the maximum credit amount for the WP is \$3,000.

If the WP begins before March 27, 2009, and ends after March 26, 2009, calculate the maximum credit amount using the following formula:

 $(\$1,000 \times X/Y) + [\$3,000 \times (Y - X)/Y]$

where "X" is the number of consecutive weeks of the WP completed by the student before March 27, 2009, and "Y" is the total number of consecutive weeks of the student's WP.

Note 4: When claiming a CETC for repayment of government assistance, complete a **separate entry** for each repayment and complete columns A to E and J and K with the details for the previous year WP in which the government assistance was received. Include the amount of government assistance repaid in the tax year multiplied by the eligible percentage for the tax year in which the government assistance was received, to the extent that the government assistance reduced the CETC in that tax year.

Corporate Taxpayer Summary

┌ Corporate information —									
Corporation's name	InnPower Corporation								
Taxation Year	<u>2019-01-01</u> to <u>2019</u>	9-12-31							
Jurisdiction	Ontario								
BC AB SK MI	3 ON QC NB	NS NO	PE	NL	ХО	YT	NT	NU	ОС
	X								
Corporation is associated	<u>Y</u>								
Corporation is related	<u>Y</u>								
Number of associated corporations	3								
Type of corporation	Canadian-Controlled Priv	vate Corporation							
Total amount due (refund) federal and provincial*	14,597_								
* The amounts displayed on lines "To	tal amount due (refund) federal and	provincial" are all lis	ted in the h	elp. Press	F1 to cons	ult the cont	text-sensat	tive help.	
Summary of federal infor				1/1					050 055
					\ ,				850,855
			/	_)	V				847,979
				\ <i>)</i> /					2,876
Calculation of income from an active				. \ /				2,	243,855
				\ . \nabla			• • • —		
')-/					
		//							
Balance of the low rate income pool a		•••••••••••••••••••••••••••••••••••••••	- //						
Balance of the low rate income pool a	•								21 410
Balance of the general rate income po		/.							21,418
Balance of the general rate income po	•								631,963
Part I tax (base amount)							· · · · —		322,232
Credits against part I tax	Summary of tax	K			funds/cre				
Small business deduction	1/~3				C refund .				
M&P deduction		$\mathcal{P}_{N_1},\dots =$			vidends ref				
Foreign tax credit		``.}/· · · · · · · ·			Eligible divi				
Investment tax credits Abatement/Other*		······	5		Non-eligible stalments				110,000
	FIOVINCIAL OF LETTI						· · · · <u> </u>		110,000
				3.			d (–)		14,597
* The amounts displayed on lines "Of	her" are all listed in the Heln Press	F1 to consult the co	ntext_cencit	ive help	Dalance	adon Gidii	~()		1.,557
			TOAL SOLISIL	ito noip.					
Summary of federal carry	forward/carryback informa	ation ———							
Carryforward balances Financial statement reserve									100,083
rmanciai statement reserve									T00,003

	Ontario	Québec (CO-17)	Alberta (AT1)
Net income	850,855		
Taxable income	847,979		
% Allocation	100.00		
Attributed taxable income	~ ~		
Tax payable before deduction*	97,518		
Deductions and credits			
Net tax payable	74 207		
Attributed taxable capital	N/A		N/A
Capital tax payable**			N/A
Total tax payable***	71,307		
Instalments and refundable credits	44		
Balance due/Refund (-)	F2 702		
Logging tax payable (COZ-1179)			
Tax payable	N/A		N/A

Summary of provincial carryforward amounts

Other carryforward amounts

Ontario

Corporate minimum tax credit that can be carried forward over 20 years - Schedule 510

56,524

Summary - taxable capital

r	е	a	е	r	а

	Corporate name	Taxable capital used to calculate the business limit reduction (T2, line 415)	Taxable capital used to calculate the SR&ED expenditure limit for a CCPC (Schedules 31 and 49)	Taxable capital used to calculate line 233 of the T2 return	Taxable capital used to calculate line 234 of the T2 return
InnPower Corporation	, and the second	19,544,083	19,544,083	22,094,336	22,094,336
Innservices Utilities Inc.		182,708,032	182,708,032	187,892,000	187,892,000
Town of Innisfil					
Innterprises Inc.		553,661	553,661	802,084	802,084
	Tota	202,805,776	202,805,776	210,788,420	210,788,420

Québec

Corporate name	Paid-up capital used to calculate the Québec business limit reduction (CO-771) and to calculate the additional deduction for transportation costs of remote manufacturing SMEs (CO-156.TR)	Paid-up capital used to calculate the tax credit for investment (CO-1029.8.36.IN) and to determine the applicability of Form CO-1029.8.33.TE	Paid-up capital used to calculate the \$1 million deduction (CO-1137.A and CO-1137.E)	Paid-up capital used to determine the applicability of Form CO-737.SI
Total				

^{*} For Québec, this includes special taxes.

^{**} For Québec, this includes compensation tax and registration fee.

^{***} For Ontario, this includes the corporate minimum tax, the Crown royalties' additional tax, the transitional tax debit, the recaptured research and development tax credit and the special additional tax debit on life insurance corporations. The Balance due/Refund is included in the federal Balance due/refund.

Ontario

Corporate name	Specified capital used to calculate the expenditure limit – Ontario innovation tax credit (Schedule 566)
InnPower Corporation	19,570,083
Innservices Utilities Inc.	
Town of Innisfil	
Innterprises Inc.	
Total	19,570,083

2019-12-31

Other provinces	Corporate name		Capital used to calculate the Newfoundland
			and Labrador capital deduction on financial institutions (Schedule 306)
		Total	

Five-Year Comparative Summary

2019-12-31	2018-12-31	2017-12-31	2016-12-31	2015-12-31
			2010 12 51	2013 12 31
		-1,317,808		
<u> </u>	<u> 2,151,644</u>			
21 410				
14,597	46,866			
			/	
2019-12-31	2018-12-31	2017-12-31	2016-12-31	2015-12-31
Ν/Δ	Ν/Δ			
				793,05
	// -			795,05
		 -		
N/A				
N/A	N/A			
N/A				793,05
NI/A	-NI/A			
IN/A	- IN/A -			
ack				
2019-12-31	2018-12-31	2017-12-31	2016-12-31	2015-12-31
				N/A
	<u> </u>			N/A
				N/A
				N/A
IWA				N/A
N/A				N/A
N/A				N/A
N/A	29,747			N/A
	N/A N/A N/A N/A N/A N/A N/A N/A N/A N/A	21,418 21,418 631,963 2,876 11,070 14,597 2019-12-31 2018-12-31 N/A N/A N/A N/A N/A N/A N/A N/A N/A N/A	21,418 631,963 2,876 11,070 14,597 46,866 2019-12-31 N/A N/A N/A N/A N/A N/A N/A N/A N/A N/A	21,418 631,963 2,876 11,070 14,597 46,866 2019-12-31 2018-12-31

Loss carrybacks requested in prior
years to reduce taxable dividends
subject to Part IV tax

Taxation year end	2019-12-31	2018-12-31	2017-12-31	2016-12-31	2015-12-31
Adjusted Part IV tax multiplied by the multiplication factor**, before loss carrybacks	N/A	N/A			
Non-capital losses	N/A	N/A			
Farm losses	N/A	N/A			
Total loss carried back to prior years	N/A	N/A			
Adjusted Part IV tax multiplied by the multiplication factor**, after loss carrybacks	N/A	N/A			

Losses in the current year carried back to previous years to reduce taxable dividends subject to Part IV tax (according to Schedule 4)

Taxation year end	2019-12-31	2018-12-31	2017-12-31	2016-12-31	2015-12-31
Adjusted Part IV tax multiplied by the multiplication factor**, before current-year loss			A		
carrybacks***	N/A				N/A
Non-capital losses	N/A			\searrow	N/A
Farm losses	N/A				N/A
Total current year losses carried back to prior years	N/A				N/A
Adjusted Part IV tax multiplied by the multiplication factor**, after loss carrybacks	N/A				N/A

^{**} The multiplication factor is 3 for dividends received before January 1, 2016, and 100 / 38 🗐 for dividends received after December 31, 2015.

Federal taxes

Taxation year end	2019-12-31	2018-12-31	2017-12-31	2016-12-31	2015-12-31
Part I	70,804				
Part IV					
Part III.1					
Other*					

^{*} The amounts displayed on lines "Other" are all listed in the help. Press F1 to consult the context-sensative help.

Credits against part I tax -

, .		4			
Taxation year end	2019-12-31	2018-12-31	2017-12-31	2016-12-31	2015-12-31
Small business deduction					
M&P deduction					
Foreign tax credit					
Investment tax credit	56,393	4,462			
Abatement/other*	195,035	6,842			

^{*} The amounts displayed on lines "Other" are all listed in the help. Press F1 to consult the context-sensative help.

- Refunds/credits

iveining/cients					
Taxation year end	2019-12-31	2018-12-31	2017-12-31	2016-12-31	2015-12-31
ITC refund					
Dividend refund					
 Eligible dividends 					
 Non-eligible dividends 					
Instalments	110,000				
Other*					

^{*} The amounts displayed on lines "Other" are all listed in the help. Press F1 to consult the context-sensative help.

^{***} The adjusted Part IV tax multiplied by the multiplication factor before current-year loss carrybacks takes into account loss carrybacks that were made in prior taxation years. This amount is multiplied by the multiplication factor to help you determine the loss amount that must be used to reduce Part IV tax payable to zero.

\sim	nta	₩ i ~
	ш	ric

Officialio					
Taxation year end	2019-12-31	2018-12-31	2017-12-31	2016-12-31	2015-12-31
Net income	850,855	874,644	-1,317,808		
Taxable income	847,979	29,747			
% Allocation	100.00	100.00	100.00		
Attributed taxable income	847,979	29,747			
Surtax					
Income tax payable before deduction	97,518	3,421			
Income tax deductions /credits	26,211	3,421			
Net income tax payable	71,307				
Taxable capital					
Capital tax payable					
Total tax payable*	71,307	71,442			
Instalments and refundable credits	17,514	24,576			
Balance due/refund**	53,793	46,866			

For taxation years ending before January 1, 2009, this includes the corporate minimum tax and the premium tax. For taxation years ending after December 31, 2008, this includes the corporate minimum tax, the Crown royalties' additional tax, the transitional tax debit, the recaptured research and development tax credit and the special additional tax debit on life insurance corporations.

For taxation years ending after December 31, 2008, the Balance due/Refund is included in the federal Balance due/refund.





InnPower Corporation EB-2023-0033 Exhibit 6 Appendix 6-2-1 (D) 2020 Tax Return May 12, 2023

Appendix 6-2-1 (D) 2020 Tax Return

*

Canada Revenue Agence du revenu du Canada

T2 Corporation Income Tax Return

200

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

All legislative references on this return are to the federal Income Tax Act and Income Tax Regulations. This return may contain changes that had not yet become law at the time of publication.

Send one completed copy of this return, including schedules and the General Index of Financial Information (GIFI), to your tax centre. You have to file the return within six months after the end of the corporation's tax year.

For more information see **<u>canada.ca/taxes</u>** or Guide T4012, T2 Corporation – Income Tax Guide.

055	Do not use this area

- Identification ————						
Business number (BN)	001 89242 2817 RC0001					
Corporation's name		To whi	ch tax year does this return ap	ply?		
002 InnPower Corporation			Tax year start		Tax yea	r-end
Address of head office			Year Month Day		Year Mon	
Has this address changed since the last		060	2020-01-01	061	2020-12	2-31
	010 Yes No X	Has th	ere been an acquisition of cont	rol		
If yes , complete lines 011 to 018.		resulti	ng in the application of			
011 7251 Yonge Street			ction 249(4) since the tax year n line 060?	063	Yes	No X
012		Start O	II lille 000?	005		
City	Province, territory, or state		provide the date	OCE	Year Mon	ith Day
015 Innisfil	016 ON	control	was acquired	065		
Country (other than Canada)	Postal or ZIP code		date on line 061 a deemed			
017	018 L9S 0J3		ar-end according to ction 249(3.1)?	066	Yes	No X
Mailing address (if different from head office	address)	Subsec	CHO(1 249(3.1)? /	000	103	110 X
Has this address changed since the last	v v		corporation a professional			
time we were notified?	020 Yes No X		ration that is a member of nership?	067	Yes	No X
			- //			
	^		the first year of filing after:	070	Yes	No X
		-	poration?		\vdash	
023	Province, territory, or state	-	gamation?		Yes	No X
City 025 Innisfil	026 ON	<u> </u>	complete lines 030 to 038 and atta	icn Scheal	lie 24.	
Country (other than Canada)	Postal or ZIP code		ere been a wind-up of a	_		
/ /	028 L9S 0J3		liary under section 88 during th t tax year?		Yes	No X
Location of books and records (if different from I			complete and attach Schedule 24.			
,	med office address)	Is this	the final tax year			
Has this address changed since the last time we were notified?	030 Yes No X		amalgamation?	076	Yes	No X
·		Is this	the final return up to			
If yes, complete lines 031 to 038.			ution?	078	Yes	No X
7251 Yonge Street		If an el	ection was made under			
City	Province, territory, or state		n 261, state the functional	079		
	036 ON	curren	cy used	0/9		
O35 Innisfil Country (other than Canada)	Postal or ZIP code	Is the c	orporation a resident of Canada?	080	Yes X	No
1	038 L9S 0J3	If no , g	ive the country of residence on lin- ule 97.	e 081 and o	complete and a	ittach
037	030 193 033	Schedi	ıle 97.			
040 Type of corporation at the end of the	e tax year (tick one)	081				
X 1 Canadian-controlled private corpora	ation (CCPC)	Is the I	non-resident corporation			
2 Other private corporation	, ,	claimir	ng an exemption under		\Box	🔽
	<i>\</i>		ome tax treaty?		Yes	No X
3 Public corporation		If yes,	complete and attach Schedule 91.			
4 Corporation controlled by a public c	orporation		corporation is exempt from tax i	under sect	ion 149, tick c	one of
5 Other corporation			lowing boxes:			
(specify)		085	1 Exempt under paragraph	. , . ,	or (I)	
If the type of corporation changed during			2 Exempt under paragraph			
the tax year, provide the effective	Year Month Day		4 Exempt under other para	agraphs of	section 149	
date of the change	043					
	Do not use t	his area				
095	096		898			
U33	090		090			

┌ Attachments ─────		
Financial statement information: Use GIFI schedules 100, 125, and 141.		
Schedules – Answer the following questions. For each yes response, attach the schedule to the T2 return, unless otherwise instructed.	Yes	Schedule
Is the corporation related to any other corporations?	150 X	9
Is the corporation an associated CCPC?	160 X	23
Is the corporation an associated CCPC that is claiming the expenditure limit?	161	49
Does the corporation have any non-resident shareholders who own voting shares?	151	19
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	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	44
Has the corporation paid any royalties, management fees, or other similar payments to residents of Canada?	164	14
Is the corporation claiming a deduction for payments to a type of employee benefit plan?	165	15
Is the corporation claiming a loss or deduction from a tax shelter?	166	T5004
Is the corporation a member of a partnership for which a partnership account number has been assigned?	167	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	400	
with the corporation have a beneficial interest in a non-resident discretionary trust (without reference to section 94)?	168	22
Did the corporation own any shares in one or more foreign affiliates in the tax year?	169	25
Has the corporation made any payments to non-residents of Canada under subsections 202(1) and/or 105(1) of the Income Tax Regulations?	170	29
Did the corporation have a total amount over CAN\$1 million of reportable transactions with non-arm's length non-residents?	171	T106
For private corporations: Does the corporation have any shareholders who own 10% or more of the corporation's		1100
common and/or preferred shares?	173 X	50
Has the corporation made payments to, or received amounts from, a retirement compensation plan arrangement during the year?	172	
Does the corporation earn income from one or more Internet web pages or websites?	180	88
Is the net income/loss shown on the financial statements different from the net income/loss for income tax purposes?	201 X	1
Has the corporation made any charitable donations; gifts of cultural or ecological property; or gifts of medicine?	202	2
Has the corporation received any dividends or paid any taxable dividends for purposes of the dividend refund?	203	3
Is the corporation claiming any type of losses?	204	4
Is the corporation claiming a provincial or territorial tax credit or does it have a permanent establishment in more than one jurisdiction?	205 X	5
Has the corporation realized any capital gains or incurred any capital losses during the tax year?	206	6
i) Is the corporation a CCPC and reporting a) income or loss from property (other than dividends deductible on line 320 of the T2 return), b)		
income from a partnership, c) income from a foreign business, d) income from a personal services business, e) income referred to in clause		
125(1)(a)(i)(C) or 125(1)(a)(i)(B), f) aggregate investment income as defined in subsection 129(4), or g) an amount assigned to it under subsection 125(3.2) or 125(8); or		
ii) Is the corporation a member of a partnership and assigning its specified partnership business limit to a designated member under		ı
subsection 125(8)?	207 X	7
Does the corporation have any property that is eligible for capital cost allowance?	208 X	8
Does the corporation have any resource-related deductions?	212	12
Is the corporation claiming deductible reserves?	213	13
Is the corporation claiming a patronage dividend deduction?	216	16
Is the corporation a credit union claiming a deduction for allocations in proportion to borrowing or a provincial credit union tax reduction?	217 218	17
Is the corporation an investment corporation or a mutual fund corporation?	210	18
Is the corporation carrying on business in Canada as a non-resident corporation?	221	20
Is the corporation claiming any federal, provincial, or territorial foreign tax credits, or any federal logging tax credits?	227	21
Does the corporation have any Canadian manufacturing and processing profits?	231 X	27
	232 X	31 T661
Is the corporation claiming any scientific research and experimental development (SR&ED) expenditures? Is the total taxable capital employed n Canada of the corporation and its related corporations over \$10,000,000?	233 X	33/34/35
Is the total taxable capital employed in Canada of the corporation and its associated corporations over \$10,000,000?	234 X	
Is the corporation subject to gross Part VI tax on capital of financial institutions?	238	38
Is the corporation claiming a Part Ltax credit?	242	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	43
Is the corporation agreeing to a transfer-of the liability for Part VI.1 tax?	244	45
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	39
Is the corporation claiming a Canadian film or video production tax credit?	253	T1131
Is the corporation claiming a film or video production services tax credit?	254	T1177
Is the corporation claiming a Canadian journalism labour tax credit?	272	58
Is the corporation subject to Part XIII.1 tax? (Show your calculations on a sheet that you identify as Schedule 92.)	255	92

- Attachments (continued)	ıle
Did the corporation have any foreign affiliates in the tax year?	4
Did the corporation own or hold specified foreign property where the total cost amount of all such property, at any time in the year, was	•
more than CAN\$100,000?	5
Did the corporation transfer or loan property to a non-resident trust?	1
Did the corporation receive a distribution from or was it indebted to a non-resident trust in the year?	2
Has the corporation entered into an agreement to allocate assistance for SR&ED carried out in Canada?	ō
Has the corporation entered into an agreement to transfer qualified expenditures incurred in respect of SR&ED contracts?	3
Has the corporation entered into an agreement with other associated corporations for salary or wages of specified employees for SR&ED?	4
Did the corporation pay taxable dividends (other than capital gains dividends) in the tax year?	
Has the corporation made an election under subsection 89(11) not to be a CCPC?	2
Has the corporation revoked any previous election made under subsection 89(11)?	2
Did the corporation (CCPC or deposit insurance corporation (DIC)) pay eligible dividends, or did its	
general rate income pool (GRIP) change in the tax year? 53	
Did the corporation (other than a CCPC or DIC) pay eligible dividends, or did its low rate income pool (LRIP) change in the tax year?	
Additional information —	
Did the corporation use the International Financial Reporting Standards (IFRS) when it prepared its financial statements?	
Is the corporation inactive?	
What is the corporation's main	_
revenue-generating business activity? 221122 Electric Power Distribution	
	_
and constructed or convices provided giving the	
approximate percentage of the total revenue that each	
product or service represents. 288	_
Did the corporation immigrate to Canada during the tax year? No X	Ĺ
Did the corporation emigrate from Canada during the tax year?	<u>.</u>
Do you want to be considered as a quarterly instalment remitter if you are eligible?	
If the corporation was eligible to remit instalments on a quarterly basis for part of the tax year, provide Year Month Day]
the date the corporation ceased to be eligible	
If the corporation's major business activity is construction, did you have any subcontractors during the tax year? 295 Yes No	٦
Taxable income	
Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIF	А
Ecological gifts from Schedule 2	
Taxable dividends deductible under section 112 or 113, or subsection 138(6)	
from Schedule 3	
Part VI.1 tax deduction*	
Non-capital losses of previous tax years from Schedule 4	
Net capital losses of previous tax years from Schedule 4	
Restricted farm losses of previous tax years from Schedule 4	
Farm losses of previous tax years from Schedule 4	
Limited partnership losses of previous tax years from Schedule 4	
Taxable capital gains or taxable dividends allocated from	
a central credit union 340	
Prospector's and grubstaker's shares	
agreement a	
Subtotal ►	В
Subtotal (amount A minus amount B) (if negative, enter "0") 1,097,820	С
ACC.	D
Taxable income (amount C plus amount D) 360 1,097,820	
	Z.1
* This amount is equal to 3.5 times the Part VI.1 tax payable at line 724 on page 9.	

− Small b	ousiness deduction ——						
Canadian-	controlled private corporations	(CCPCs) throughou	it the tax year				
Income elig	ible for the small business deducti	on from Schedule 7				400	2,472,820
minus 4	ome from line 360 on page 3, min times the amount on line 636** or is exempt from Part I tax	n page 8, and minus a		ause of		405	1,097,820
Business lir	mit (see notes 1 and 2 below)					410	
Notes:							
	PCs that are not associated, enter prorate this amount by the number						
	ociated CCPCs, use Schedule 23						
Business I	imit reduction					(
Taxable	e capital business limit reductio	n				\\	
Amount	C	415 ***	451,774) =		٠ الله	
			11,250			$\sqrt{}$	
Passive	e income business limit reduction	on	•				
Adjuste	d aggregate investment income fro	m Schedule 7***	417	30,00	00 - 50,000) =	
, tajasts			-				
Amount		Amount F		=		<u> </u>	
	100,000					400	
				The g	reater of amount E and amour		
Reduced by	usiness limit (amount C minus am	ount H) (if negative, e	enter "0")		. (.\)	426	
Business lin	mit the CCPC assigns under subs	ection 125(3.2) (from	line 515 below)	5.	· · · · · · · · · · // · · · · · · ·	···	
	ousiness limit after assignment	•	•	· · · · //· ·	[→]	428	
	ness deduction - Amount A, B, 0		the least	-($-$	× 19 %	5 = 430	
Enter amou	int from line 430 at amount J on pa	nge 8.))		
	ulate the amount of foreign non-bu stment income (line 604) and witho					tax on the CCI	PC's
** Calc	ulate the amount of foreign busine	ss income tax credit d	leductible on line 636	without re	eference to the corporation tax	reductions und	er section 123.4.
*** Larg	e corporations						
(t ● If	the corporation is not associated total taxable capital employed in Cathe corporation is not associated to	anada for the prior ye with any corporations	ar minus \$10,000,0 in the current tax yea	00) x 0.225 ar, but was	5%. associated in the previous tax		
	ntered on line 415 is: (total taxable			-			
	or corporations associated in the or the total adjusted aggregate inves	• • /		•	,	hat ended in th	ne preceding
repoi	ndar year. Each corporation with sorted at line 744 of the correspondiredule 7 of the corporation for each	ng Schedule 7. Otherv	wise, this amount is t	he total of a	n's first tax year that starts afte all amounts reported at line 74	er 2018, this ar 5 of the corres	nount is ponding
Specified of	corporate income and assignme	ent under subsectio	n 125(3.2)				
	L1		L		M		N
	Name of corporation rec income and assigned		Business number the corporation receiving the assigned amount of the corporation of the c	on e	Income paid under clause 125(1)(a)(i)(B) to the corporation identified in column L ³	I	ess limit assigned to pration identified in column L ⁴
			490		500		505
1.							
1.				Tota	510	Total 515	
Notes:				Tota			
specifie	nount is [as defined in subsection 1 d farming or fishing income of the sor property to a private corporation	corporation for the ye	ar) from an active bu	siness of th			
(A) at ar shareho	ny time in the year, the corporation olders) holds a direct or indirect into	(or one of its sharehoerest in the private con	olders) or a person w rporation, and	ho does no	-		
(B) it is	not the case that all or substantiall	y all of the corporatior	n's income for the yea	ar from an a	active business is from the pro	ovision of service	ces or

with the corporation holds a direct or indirect interest.

(I) persons (other than the private corporation) with which the corporation deals at arm's length, or

(II) partnerships with which the corporation deals at arm's length, other than a partnership in which a person that does not deal at arm's length

4. The amount of the business limit you assign to a CCPC cannot be greater than the amount determined by the formula A – B, where A is the amount of income referred to in column M in respect of that CCPC and B is the portion of the amount described in A that is deductible by you in respect of the amount of income referred to in clauses 125(1)(a)(i)(A) or (B) for the year. The amount on line 515 cannot be greater than the amount on line 426.

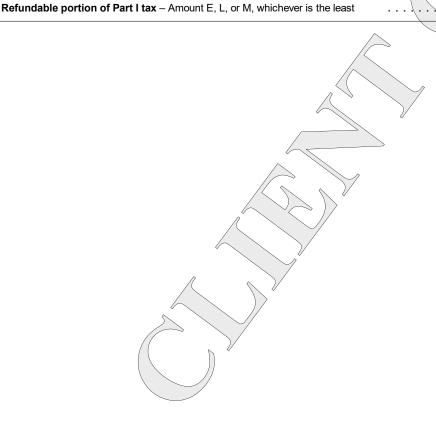
property to

	09242 2017 RC0001
General tax reduction for Canadian-controlled private corporations	
Canadian-controlled private corporations throughout the tax year	1,097,820 A
Taxable income from line 360 on page 3	1,097,020 A
Lesser of amounts 9B and 9H from Part 9 of Schedule 27 B	
Amount 13K from Part 13 of Schedule 27	
Personal services business income	
Amount from line 400, 405, 410, or 428 on page 4, whichever is the least E	
Aggregate investment income from line 440 on page 6*	
Subtotal (add amounts B to F) ► _	G
Amount Aminus amount C (if a sortius antes 11011)	1,097,820 _H
Amount A minus amount G (if negative, enter "0")	
General tax reduction for Canadian-controlled private corporations – Amount H multiplied by 13 %	142,717
Enter amount I on line 638 on page 8.	
* Except for a corporation that is, throughout the year, a cooperative corporation (within the meaning assigned by subsection 136(2)) or a creative corporation (within the meaning assigned by subsection 136(2)) or a creative corporation (within the meaning assigned by subsection 136(2)) or a creative corporation (within the meaning assigned by subsection 136(2)) or a creative corporation (within the meaning assigned by subsection 136(2)) or a creative corporation (within the meaning assigned by subsection 136(2)) or a creative corporation (within the meaning assigned by subsection 136(2)) or a creative corporation (within the meaning assigned by subsection 136(2)) or a creative corporation (within the meaning assigned by subsection 136(2)) or a creative corporation (within the meaning assigned by subsection 136(2)) or a creative corporation (within the meaning assigned by subsection 136(2)) or a creative corporation (within the meaning assigned by subsection 136(2)) or a creative corporation (within the meaning assigned by subsection 136(2)) or a creative corporation (within the meaning assigned by subsection (within the mean	edit union.
General tax reduction	
Do not complete this area if you are a Canadian-controlled private corporation, an investment corporation, a mortgage investment a mutual fund corporation, or any corporation with taxable income that is not subject to the corporation tax rate of 38%.	nt corporation,
Taxable income from line 360 on page 3	J
Lesser of amounts 9B and 9H from Part 9 of Schedule 27	
Amount 13K from Part 13 of Schedule 27	
Personal services business income	
	N
Subtotal (add amounts K to M)	IN
Amount J minus amount N (if negative, enter "0")	0
General tax reduction – Amount O multiplied by 13 %	Р
Enter amount P on line 639 on page 8.	

Ν

450

 Refundable portion of Part I tax – Canadian-controlled private corporations throughout the tax year Aggregate investment income x 30 2 / 3 % = _____ from Schedule 7 Foreign non-business income tax credit from line 632 on page 8 _ Foreign investment income 445 x 8 % = C from Schedule 7 Subtotal (amount B minus amount C) (if negative, enter "0") Amount A **minus** amount D (if negative, enter "0") Ε______1,097,820 F Taxable income from line 360 on page 3 Amount from line 400, 405, 410, or 428 on page 4, whichever is the least G Foreign nonbusiness income tax credit from line 632 on x 75 / 29 = page 8 Foreign business income tax credit from line 636 on page 8 ... Subtotal (add amounts G to I) __ 1,097,820 K 336,665 L x 30 2 / 3 % = _ Subtotal (amount F minus amount J) 145,553 _M Part I tax payable minus investment tax credit refund (line 700 minus line 780 from page 9)



┌ Refundable dividend tax on hand ────────────────────────────────────	
Refundable dividend tax on hand (RDTOH) at the end of the previous tax year 460	
Dividend refund for the previous tax year	
Net RDTOH transferred on an amalgamation or the wind-up of a subsidiary	
Subtotal (line 460 minus line 465 plus line 480)	A
General rate income pool (GRIP) at the end of the previous tax year (from line 100 of Schedule 53)	В
Total eligible dividends paid in the previous tax year (from line 300 of Schedule 53)	
Total excessive eligible dividend designation in the previous tax year (from line 310 of Schedule 53)	
Subtotal (amount C minus amount D) (if negative, enter "0")	E
Net GRIP at the end of the previous tax year (amount B minus amount E) (if negative, enter "0") F GRIP transferred on an amalgamation or the wind-up of a subsidiary	
(total of lines 230 and 240 of Schedule 53)	
Subtotal (amount F plus amount G)	H
Amount H multiplied by 38 1 / 3 %	I
Eligible refundable dividend tax on hand (ERDTOH) at the end of the previous tax year (for the first tax year starting after 2018,	
amount A or I, whichever is less, otherwise, use line 530 of the preceding tax year)	J
Non-eligible refundable dividend tax on hand (NERDTOH) at the end of the previous tax year (for the first tax year starting after 2018, amount A minus amount I, otherwise, use line 545 of the preceding tax year) (if negative, enter "0") 535	17
2018, amount A minus amount I, otherwise, use line 545 of the preceding tax year) (if negative, enter "0")	K
Part IV tax payable on taxable dividends from connected corporations (amount 2G from Schedule 3)	
Part IV tax payable on eligible dividends from non-connected corporations (amount 2J from Schedule 3) M	
Subtotal (amount L plus amount M) ►	N
Net ERDTOH transferred on an amalgamation or the wind-up of a subsidiary	0
ERDTOH dividend refund for the previous tax year	Р
Refundable portion of Part I tax (from line 450 on page 6)	Q
Part IV tax before deductions (amount 2A from Schedule 3)	
Part IV tax allocated to ERDTOH (amount N)	
Part IV tax reduction due to Part IV.1 tax payable (amount 4D of Schedule 43)	
Subtotal (amount R minus total of amounts S and T)	U
Net NERDTOH transferred on an amalgamation or the wind-up of a subsidiary	
NERDTOH dividend refund for the previous tax year	v
38 1/3% of the total losses applied against Part IV tax (amount 2D from \$chedule 3)	 X
Part IV tax payable allocated to NERDTOH, net of losses claimed (amount U minus amount X) (if negative enter "0")	Y
NERDTOH at the end of the tax year (total of amounts K, Q, V, and Y minus amount W) (if negative, enter "0") Part IV tax payable allocated to ERDTOH, net of losses claimed (amount N minus the amount, if any, by which amount X	
exceeds amount U) (if negative, enter "0") ERDTOH at the end of the tax year (total of amounts J, Q, and Z minus amount P) (if negative, enter "0") 530	Z
ERD I OH at the end of the tax year (total of amounts J, O, and Z minus amount P) (If negative, enter "0")	
┌ Dividend refund	
38 1/3% of total eligible dividends paid in the tax year (amount 3A from Schedule 3)	AA
ERDTOH balance at the end of the tax year (line/530)	, RB
Eligible dividend refund (amount AA or BB, whichever is less)	cc
38 1/3% of total non-eligible taxable dividends paid in the tax year (amount 3B from Schedule 3)	 DD
NERDTOH balance at the end of the tax year (line 545)	EE
Non-eligible dividend refund (amount DD or EE, whichever is less)	FF
Amount DD minus amount EE (it negative, enter "0")	 GG
Amount BB minus amount CC (if negative, enter "0")	 HH
Additional non-eligible dividend refund (amount GG or HH, whichever is less)	
	JJ
Dividend refund – Amount CC plus amount FF plus amount II Enter amount JJ on line 784 on page 9.	

¬ Part I tax ———————————————————————————————————	
Base amount Part I tax – Taxable income (from line 360 on page 3) multiplied by 38 %	417,172 A
Additional tax on personal services business income (section 123.5)	
Taxable income from a personal services business	B
Recapture of investment tax credit from Schedule 31	C
Calculation for the refundable tax on the Canadian-controlled private corporation's (CCPC) investment income (if it was a CCPC throughout the tax year)	
Aggregate investment income from line 440 on page 6	
Taxable income from line 360 on page 3	
Deduct:	
Amount from line 400, 405, 410, or 428 on page 4, whichever	
is the least F	
Net amount (amount E minus amount F) 1 ,097,820	
Refundable tax on CCPC's investment income – 10 2 / 3 % of whichever is less: amount D or amount G	н
	··
Subtotal (add amounts A, B, C, and H)	417,172
Deduct:	
Small business deduction from line 430 on page 4	
Federal tax abatement 608 109,782	
Manufacturing and processing profits deduction from Schedule 27	
Investment corporation deduction	
Taxed capital gains 624	
Federal foreign non-business income tax credit from Schedule 21	
Federal foreign business income tax credit from Schedule 21	
General tax reduction for CCPCs from amount I on page 5	
General tax reduction from amount P on page 5	
Federal logging tax credit from Schedule 21	
Eligible Canadian bank deduction under section 125.21	
Federal qualifying environmental trust tax credit	
Investment tax credit from Schedule 31 19,120	
Subtotal 271,619	271,619 K
Subtotal	
Part I tax payable – Amount I minus amount K	145,553 L
Enter amount L on line 700 on page 9.	
Enter amount E of time 700 on page 3.	

- Privacy statement -

Personal information (including the SIN) is collected for the purposes of the administration or enforcement of the Income Tax Act and related programs and activities including administering tax, benefits, audit, compliance, and collection. The information collected may be used or disclosed for purposes of other federal acts that provide for the imposition and collection of a tax or duty. It may also be disclosed to other federal, provincial, territorial, or foreign government institutions to the extent authorized by law. Failure to provide this information may result in interest payable, penalties, or other actions. Under the Privacy Act, individuals have a right of protection, access to and correction of their personal information, or to file a complaint with the Privacy Commissioner of Canada regarding the handling of their personal information. Refer to Personal Information Bank CRA PPU 047 on Info Source at canada.ca/cra-info-source.

– Summary of tax and credits – – – – – – – – – – – – – – – – – – –	
Part I tax payable from amount L on page 8 Part III.1 tax payable from Schedule 55	
Part IV tax payable from Schedule 3	
Part IV.1 tax payable from Schedule 43	746
Part VI tax payable from Schedule 38	
Part VI.1 tax payable from Schedule 43	
Part XIII.1 tax payable from Schedule 92	
Part XIV tax payable from Schedule 20	700
Add provincial or territorial tax:	Total federal tax 145,553
Provincial or territorial jurisdiction	Λ
(if more than one jurisdiction, enter "multiple" and complete Schedule 5)	
Net provincial or territorial tax payable (except Quebec and Alberta)	
(Total tax payable 770 223,151 A
Deduct other credits:	
Investment tax credit refund from Schedule 31	780
Dividend refund from amount JJ on page 7	784
Federal capital gains refund from Schedule 18	788
Federal qualifying environmental trust tax credit refund	792
Canadian film or video production tax credit (Form T1131)	796
Film or video production services tax credit (Form T1177)	
Canadian journalism labour tax credit from Schedule 58	\
Tax withheld at source	800
Total payments on which tax has been withheld	
Provincial and territorial capital gains refund from Schedule 18	808
Provincial and territorial refundable tax credits from Schedule 5	812
Tax instalments paid	840 124,597
Total c	redits 890 124,597 > 124,597 B
	Balance (amount A minus amount B)
Refund code 894 Refund	If the result is negative, you have a refund .
Direct deposit request	If the result is positive, you have a balance owing . Enter the amount on whichever line applies.
To have the corporation's refund deposited directly into the corporation's bank	Generally, we do not charge or refund a difference
account at a financial institution in Canada, or to change banking information you	of \$2 or less.
already gave us, complete the information below:	Balance owing
Start Change information 910 Branch number	For information on how to make your payment, go to
914 918	canada.ca/payments.
Institution number Account number	
If the corporation is a Canadian-controlled private corporation throughout the tax year,	
does it qualify for the one-month extension of the date the balance of tax is due?	
If this return was prepared by a tax preparer for a fee, provide their EFILE number	920 G1829
PREPARED SOLELY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIEW FRO	M INFORMATION PROVIDED BY THE TAXPAYER.
- Certification —	
ı, 950 McAllister 951 Glen	954 CFO
Last name First name	Position, office, or rank
am an authorized signing officer of the corporation. Certify that I have examined this return, incl	uding accompanying schedules and statements, and that
the information given on this return is, to the best of my knowledge, correct and complete. I also year is consistent with that of the previous tax year except as specifically disclosed in a statement	
955	
Date (yyyy/mm/dd) Signature of the authorized signing officer of the	956 (705) 431-6870 Telephone number
Is the contact person the same as the authorized signing officer? If no , complete the information	
	959 (705) 431-6870
958 Lisa McCaskie Name of other authorized person	Telephone number
<u> </u>	. depriorie riambo
- Language of correspondence - Langue de correspondance -	
Indicate your language of correspondence by entering 1 for English or 2 for French. Indiquez votre langue de correspondance en inscrivant 1 pour anglais ou 2 pour français.	990 1
maiquez volte langue de correspondance en inscrivant i pour anglais ou z pour italiçais.	

Code 1901



Agence du revenu du Canada

Scientific Research and Experimental Development (SR&ED) Expenditures Claim

Use this form:

- to provide technical information on your SR&ED projects;
- to calculate your SR&ED expenditures; and
- to calculate your qualified SR&ED expenditures for investment tax credits (ITC).

To claim an ITC, use either:

- Schedule T2SCH31, Investment Tax Credit Corporations; or
- Form T2038(IND), Investment Tax Credit (Individuals).

The information requested in this form and documents supporting your expenditures and project information (Part 2) are prescribed information.

In Part 6, a new box is added: Box 758 that must be filled if traditional method is used. The information is required for tax year ends after 2020 and optional for tax year ends before 2021.

Your SR&ED claim must be filed within 12 months of the filing due date of your income tax return.

To help you fill out this form, use the T4088, Guide to Form T661, which is available on our website: canada.ca/taxes-sred.

Part 1 – General information	
010 Name of claimant	Enter one of the following:
InnPower Corporation	89242 2817 RC0001
Tax year	Business number (BN)
From 2020-01-01 to 2020-12-31	
Year Month Day Year Month Day	
Total number of projects you are claiming this tax year:	Social insurance number (SIN)
1 100 Contact person for the financial information	105 Telephone number/extension 110 Fax number
Too Street potential the line in a l	raspinsis names/saterisis.
Lisa McCaskie	(705) 431-6870
115 Contact person for the technical information	120 Telephone number/extension 125 Fax number
Danny Persaud	(705) 431-6870
151 If this claim is filed for a partnership, was Form T5013 Partnership Information	n Return filed?
If you answered no to line 151, complete lines 153, 156 and 157.	
153 Names of the partners	156 % 157 _{BN or SIN}
1	
2	
3	
4	
5	
Part 2 - Project information	CRA internal form identifier 060
Complete a separate Part 2 for each project claimed this year.	Code 1901
Section A - Project identification	
200 Project title (and identification code if applicable)	
See schedule	

Part 3 – Calculation of SR&ED expenditures

What did you spend on your SR&ED projects?

•	Section A – Select the method to calculate the SR&ED expenditures
	I elect (choose) to use the following method to calculate my SR&ED expenditures and related investment tax credits (ITC) for this tax year. I understand that my election is irrevocable (cannot be changed) for this tax year.
ľ	160 1 X I elect to use the proxy method (Enter "0" on line 360 and complete Part 5.)
ľ	162 1 Choose to use the traditional method (Enter "0" on line 502. Complete line 360.)

Section B – Calculation of allowable SR&ED expenditures (to the nearest dollar)	
SR&ED portion of salary or wages of employees directly engaged in the SR&ED:	
a) Employees other than specified employees for work performed in Canada	82,981
b) Specified employees for work performed in Canada	
Subtotal (add lines 300 and 305)	82,981
c) Employees other than specified employees for work performed outside Canada (subject to limitations – see guide) 307 + _	
d) Specified employees for work performed outside Canada (subject to limitations – see guide)309 +	
• Salary or wages identified on line 315 in prior years that were paid in this tax year	
= ====,===========================	
Salary or wages incurred in the year but not paid within 180 days of the tax year end	
• Cost of materials consumed in performing SR&ED	
• Cost of materials transformed in performing SR&ED	
Contract expenditures for SR&ED performed on your behalf:	
a) Arm's length contracts	4,900
b) Non-arm's length contracts	
• Overhead and other expenditures (enter "0" if you elected to use the proxy method at line 160)	
• Third-party payments (complete Form T1263*)	
Total allowable SR&ED expenditures (add lines 306 to 370; do not add line 315)	87,881
If the above expenditures have been included in your income statement, enter this amount on line 118 of Schedule T2SCH1 or, if you are an individual of the statement of the sta	vidual, include
this amount in your self-employment income (lines 135 to 143) reported on your individual income tax and benefit return.	

Section C – Calculation of pool of deductible SR&ED expenditures (to the nearest dollar)		
Amount from line 380	420 _	87,881
Deduct		
• provincial government assistance for expenditures included on line 380	429	3,042
• other government assistance for expenditures included on line 380	431	
non-government assistance for expenditures included on line 380	432	_
• SR&ED ITCs applied and/or refunded in the prior year (do not include ITCs allocated from a partnership)	435	56,393
• sale of SR&ED capital assets and other deductions	440 – _	
Subtotal (line 420 minus lines 429 to 440)	442 = _	28,446
Add		
• repayments of government and non-government assistance that previously reduced the SR&ED expenditure pool	445 + _	
• prior year's pool balance of deductible SR&ED expenditures (from line 470 of prior year T661)	450 + _	_
SR&ED expenditure pool transfer from amalgamation or wind-up		
amount of SR&ED ITC recaptured in the prior year	453 + _	
	455 = _	28,446
(enter positive amount only, include negative amount in income)		
	460	28,446
(Corporations should enter this amount on line 411 of schedule T2SCH1)		
Pool balance of deductible \$R&ED expenditures to be carried forward to future years (line 455 minus 460)	470 =	

^{*} Form T1263, Third-Party Payments for Scientific Research and Experimental Development (SR&ED)

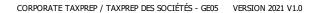
Part 4 – Calculation of qualified SR&ED expenditures for investment tax credit (ITC) purposes (to the nearest dollar)

The resulting amount is used to calculate your refundable and/or non refundable ITC.

Total allowable SR&ED expenditures (from line 380)	492	87,881
Add		
• payment of prior years' unpaid amounts (other than salary or wages) (see note 1)	500	+
• prescribed proxy amount (complete Part 5)		
(Enter "0" if you use the traditional method)	502	+ 45,187
• qualified expenditures transferred to you (see note 3) (complete Form T1146**)	508	+
Subtotal (add lines 492 to 508)	511	= 133,068
Deduct		
• provincial government assistance	513	- 4,623
• other government assistance	515	
• non-government assistance and contract payments		
• current expenditures (other than salary or wages) not paid within 180 days of the tax year end (see note 1)	520	
• 80% of the amounts paid in respect of an SR&ED contract to a person or partnership that is not a taxable supplier	∌ 528 ⁻	
• 20% of the amount on lines 340 and 370	529	- 980
• prescribed expenditures not allowed by regulations (see guide)	530	
other deductions (see guide)	533	_
• non-arm's length transactions	000	
assistance allocated to you (complete Form T1145*)	538	_
	544	_
	542	_
adjustments to purchases (limited to costs) of goods and services from non-arm's length suppliers (see guide)	544	_
- qualified expenditures you transferred (complete Form T1146**)	544	
Qualified SR&ED expenditures (line 511 minus lines 513 to 544)	559	=127,465
Add		
• repayments of assistance and contract payments made in the year	560	+
repayments of assistance and contract payments made in the year	500	
Total qualified SR&ED expenditures for ITC purposes (add lines 559 and 560)	570	= 127,465

Form T1145, Agreement to Allocate Assistance for SR&ED Between Persons Not Dealing at Arm's Length

Note 1 – For arm's length contracts, only include 80% of the contract amount.



^{**} Form T1146, Agreement to Transfer Qualified Expenditures Incurred in Respect of SR&ED Contracts Between Persons Not Dealing at Arm's Length

Part 5 - Calculation of prescribed proxy amount (PPA)

A notional amount representing your overhead and other expenditures.

This part calculates the PPA to enter on line 502 in Part 4. Do not complete this part if you have chosen to use the traditional method in Part 3 (line 162). You can only claim a PPA if you elected to use the proxy method for the year in Part 3 (line 160).

Special rules apply for specified employees. Calculate your salary base in Section A and the PPA in Section B.

ction A - Salary base								
ary or wages of employees other	er than specified employe	ees (from lines	300 and 307)			810	+	82,981
duct								
nuses, remuneration based on p	profits, and taxable bene	fits that were in	cluded on line 810			812		823
btotal (line 810 minus 812)						814	=	82,158
,								
alary or wages of specified e	mployees				Λ			
850	852	854	856	858	860			
Column 1	Column 2	Column 3	Column 4	Column 5	Column 6			
Name of specified employee	Total salary or wages for the year (SR&ED and non-SR&ED) excluding bonuses, remuneration based on profits, and taxable benefits (to the nearest dollar)	% of time spent on SR&ED (maximum 75%)	Amount in column 2 multiplied by percentage in column 3	2,5 x A x B/365 A = Year's maximum pensionable earnings B = Number of days employed in tax year	Amount in column 4 or 5, whichever amount is less			
			(Enter total of co	lumn 6 on line 816)		816	+	
lary base (total of lines 814 and	d 816)					818	=	82,158
tera (tera er mies er i an								
(10.00)				<u> </u>				
ction B – Prescribed pro	xy amount (PPA)			>				

Part 6 - Project costs

of the overall cap on PPA)

Information requested in this part must be provided for all SR&ED projects claimed in the year. Expenditures should be recorded and allocated on a project basis.

* For Box 758, the information is required for tax year ends after 2020 and optional for tax year ends before 2021.

	750	754	750	750
750	752	754	756	758
Project title or identification code	Salary or wages in the tax year	Cost of materials in the tax year	Contract expenditures for SR&ED performed on your behalf in the tax year	Overhead and other expenditures in the tax year*
	(Total of lines 306 to 309)	(Total of lines 320 and 325)	(Total of lines 340 and 345)	(total of line 360, if applicable)
1 2019-01 Smart Devices for Grid Management	82,981		4,900	
Total	82,981		4,900	

Part 7 - Additional information

art r = Additional information		
Expenditures for SR&ED performed by you in Canada (line 380 minus lines 307, 309, 340, 345, and 370)		605 82,981
From the total you entered on line 605, estimate the percentage of distribution of the sources of funds for SR&ED performed within your organization.	Canadian (%)	Foreign (%)
Internal 600	100.000	
Parent companies, subsidiaries, and affiliated companies 602 Federal grants (do not include funds or tax credits from SR&ED tax incentives) 606		604
Federal contracts		
Provincial funding		
SR&ED contract work performed for other companies on their behalf		614
Other funding (e.g., universities, foreign governments)		618
For statistical purposes indicate whether the work you performed falls within the realm of Basic or Applied research Experimental development (to achieve a technological advancement): 620 1 Basic or Applied research 622 1 X Experimental development		knowledge) or
Enter the number of SR&ED personnel in full-time equivalents (FTE):		000
Scientists and engineers	····/···	632 1
Technologists and technicians	<	6341
Managers and administrators	\	6361
Other technical supporting staff	\·}·····	638 1
Part 8 – Claim checklist		
To ensure your claim is complete, make sure you have:		
1. used the current version of this form		X
2. entered the method you have chosen for reporting your SR&ED expenditures in Section A of Part 3		x
3. completed Part 2 for each project		X
4. filed a completed Schedule T2SCH31 or Form T2038(IND) to claim ITCs on your qualified SR&ED expendit	ures	<u>x</u>
5. filed a completed Form T1145*, T1146**, T1174*** and/or T1263**** including any required attachments, if	applicable	x
To expedite the processing of your claim, make sure you have:		
1. completed Form T2, Corporation Income Tax Return or Form T1, Income Tax and Benefit Return		
2. filed the appropriate provincial and/or territorial tax credit forms, if applicable		X

4. checked boxes 231 and 232 on page 2 of your T2 return to indicate attachment of Form T661 and Schedule T2SCH31

^{*} Form T1145, Agreement to Allocate Assistance for SR&ED Between Persons Not Dealing at Arm's Length

^{**} Form T1146, Agreement to Transfer Qualified Expenditures Incurred in Respect of SR&ED Contracts Between Persons Not Dealing at Arm's Length

^{***} Form T1174, Agreement Between Associated Corporations to Allocate Salary or Wages of Specified Employees for Scientific Research and Experimental Development (SR&ED)

^{****} Form T1263, Third Party Payments for Scientific Research and Experimental Development (SR&ED)

Part 9 - Claim preparer information

Information requested in this part must be provided for each claim preparer that has accepted consideration to prepare or assist in the preparation of this SR&ED claim. Certification is required on lines 935, 970, and 975.

A \$1,000 penalty may be assessed if the information requested below about the claim preparer(s) and billing arrangement(s), is missing, incomplete, or inaccurate. Where a claim preparer has prepared or assisted in the preparation of this SR&ED form, the claimant and the claim preparer will be jointly and severally, or solidarily, liable for the penalty.

935	Was a cla	aim preparer engaged in any aspect of the preparation of this SR&ED claim?
	1 X	Yes (complete the claim preparer information table and lines 970 and 975 below)
	2	No (complete lines 970 and 975)

Claim preparer information table

	940	945	950	955	960	965		
	Name of claim preparer (company or individual)	Business number	Billing arrangement code (see codes below*)	Billing rate (percentage, hourly/daily rate or flat fee)	Other billing arrangement(s) (Maximum 10 words)	Total fee paid, payable, or expected to pay		
1. KP	MG LLP	12236 3153 RT0001	1	25.00) /	5,936		
					Total	5,936		
* Billing	arrangement codes				\nearrow			
Code	Type of billing arrangement							
1	Contingency fee arrangement – where the fe	e is based on a percenta	ge of the investn	nent tax credit earned				
2	Hourly rate		5					
3	Daily rate			\rightarrow				
4	Flat fee arrangement (lump sum)			A				
5	Other arrangements – describe the arrangen	nent in box 960 in 10 wor	ds or less					
970 I, Glen McAllister , certify that the information provided in this part is complete								
Name of authorized signing officer of the corporation, or individual (print)								
and	d accurate.	/.						
975 2021-06-22								
Signature Year Month Day								

PREPARED SOLELY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIEW FROM INFORMATION PROVIDED BY THE TAXPAYER.

Part 10 - Certification

I cert	certify that I have examined the information provided on this form and on the attachments and it is true, correct, and complete.								
			·						
165	Glen McAllister			170					
	Name of authorized	signing officer of the corporation, or individual	Signature	Date					
175	KPMG LLP								
	Name of _I	person/firm who completed this form							

Privacy Notice

Personal information is collected pursuant to subsections 37(1), 37(11), and 162(5.1) of the Income Tax Act (the Act) and is used for verification of compliance, administration and enforcement of the Scientific Research and Experimental Development (SR&ED) program requirements.

Information may also be used for the administration and enforcement of other provisions of the Act, including assessment, audit, enforcement, collections, and appeals, and may be disclosed under information-sharing agreements in accordance with the Act. Incomplete or inaccurate information may result in assessment of monetary penalties and delays in processing SR&ED claims.

The social insurance number is collected pursuant/to section 237 of the Act and is used for identification purposes.

Information is described in personal information bank CRA PPU 441 "Scientific Research and Experimental Development" in the Canada Revenue Agency (CRA) chapter of *Info Source*. Personal information is protected under the Privacy Act, and individuals have a right of access to, correction, and protection of their personal information. Further details regarding requests for personal information at the CRA and our Info Source chapter can be found at <u>canada.ca/cra-info-source</u>.

Part 2 – Project information (continued)

Project number 1 CRA internal form identifier 060

Comp	plete a separate Part 2 for each project claimed this year.	Code 1901
Sect	tion A – Project identification	
200	Project title (and identification code if applicable)	
	2010 01 Creart Davises for Crid Management	
000	2019-01 Smart Devices for Grid Management Project start date 204 Completion or expected completion date 205 Field of science or technology code	
202	(See guide for list of codes)	
	2017-10 2021-11	
Droio	Year Month Year Month 2.02.01 Electrical and electronic engineering ect claim history	
Fioje		
208		
218	Was any of the work done jointly or in collaboration with other businesses?	X No
	u answered yes to line 218, complete lines 220 and 221.	
220	Names of the businesses BN	
1		
2		
3		
Sect	tion B – Project descriptions	
242	What scientific or technological uncertainties did you attempt to overcome?	
	(Maximum 50 lines)	
1.	InnPower Inc. ("InnPower" or "the company") operates ten substations, each	
2.	with an incoming voltage of 44,000 volts. There are over 525 kilometers of	
3.	high voltage lines under the company's jurisdiction, covering a 290 square	
4.	kilometer service area within the Town of Innisfil and South Barrie. In	
5.	seeking to advance technologies required to achieve smart grid capabilities,	
6.	the following technological uncertainties were needed to be addressed.	
7.	GIS network is a critical grid system for various purposes including pinpointing the geospatial location of assets and faults. Due to legacy	
8. 9.	issues, InnPower sought to advance their system by integrating with ESRI's	
10.		
11.		
12.		
13.		
14.		
15.		
16.		
17.		
18.	challenge due to the arbitrary nature of loads, which may vary depending on	
19.	complex parameters such as change in temperature, humidity, and other factors	
20.	that influence consumption.	
21.	Power distribution networks are susceptible to faults caused by different	
22.	sources such as adverse weather conditions. InnPower sought to implement	
23.	lightning arrestors with an objective of reducing the transmission line	
24.	faults. Subsequently, a resistivity study was carried out in order to	
25.	determine the appropriate number of ground rods that would be necessary for	
26.	this purpose.	
	What work did you not are in the tay year to everyone the animalification to the classical way and the law of the law 2000	
244	What work did you perform in the tax year to overcome the scientific or technological uncertainties described in line 242? (Summarize the systematic investigation or search) (<i>Maximum 100 lines</i>)	
1.	In FY20, InnPower continued investigations with respect to how to seamlessly	
2.	integrate the ESRI's utility network model (UNM) with various internal	
3.	applications such as OMS and SCADA that were not designed to work with the	
4.	model. In particular, it was necessary for the GIS model to be electrically	
5.	aware of all the devices in the distribution network such as distribution	
6.	lines, switch gears and all the other devices associated in the network such	

2020-12-31 InnPower Corporation 89242 2817 RC0001 244 What work did you perform in the tax year to overcome the scientific or technological uncertainties described in line 242? (Summarize the systematic investigation or search) (Maximum 100 lines) that when the data from GIS is sent to the Outage Management System (OMS), the faulty devices could be successfully identified in real-time and operations 9. such as performing short fault calculations at any given distribution path 10. could be performed to address the outages in the smart grid network. However, 11. due to incompatible GIS symboligies in the network, devices could not be effectively identified. Subsequently, field analyses were performed to 12. 13. consider the attributes of all devices in the network such that UNM is 14. electrically aware of the connectivity. Furthermore, the different 15. symboligies associated with electrical assets were explored in order to 16. effectivity map the devices in the network. Different schemas were explored for communication with an objective of developing a common information model 17. 18. (CIM) that would allow integrations between OMS and SCADA systems. Field tests will be carried out in the next year to determine the efficiency of 19. 20. this approach. 21. With an objective of handling increased load-demand of the smart grid network, InnPower sought to implement a transformer station. Anticipated load 22._ models were developed based on surface densities and the statistics based on 23. 24. load intensifications due to potential EV (electric vehicles) charging 25. stations in the near future. Weather correction factors were introduced with respect to changing annual weather patterns. These models helped InnPower to 26. 27. identify limitations with respect to capacity and load profiles. As the 28. transformer station has only a fixed capacity, InnPower was also 29. investigating other techniques in the event of unanticipated loads in the 30. smart grid network. One proposal was to develop a distributed energy resource 31. (DER) non-wires solution (NWA) system that would allow solar and mobile 32. stations with battery chargers in order to meet near term base load demand and future peak demands. By the end of FY21, experiments were still ongoing 33. 34. to improve the grid's responsiveness in handling outages and improve the 35. transformer station design. 36. As part of the smart grid R&D efforts, a study was initiated to determine how 37. to reduce the outages triggered by lightning. The study involved determining 38. the number of ground rods necessary for this purpose. The typical technique 39. is to employ 1 ground rod per location per lightning arrestors; however, it

- 40._ was noted that the resistivity was not sufficient to prevent the outages due
- to lightning. Based on the resistivity analysis, the proposed technique was 41.
- to introduce another three ground rods on the 44kV sub-transmission system to 42.
- 43. minimize the lightning related outages. Field tests were carried out to test
- the concept and significant improvements were observed compared to the 44.
- 45. previous technique.

What scientific or technological advancements did you achieve or attempt to achieve as a result of the work described in line 244? (Maximum 50 lines)

- The work performed for this project in FY20 represents a technological
- 2. advancement in the fields of Electrical and Electronic Engineering.
- InnPower advanced the understanding of how to successfully develop a new 3.
- electrically aware GIS (geographical information system) unified network 4.
- model (UNM) that would allow integrations between OMS and SCADA systems and 5.
- improved business intelligence. 6.
- InnPower advanced their understanding of how to model peak loads that may be
- 8. caused by the stockastic proliferation of loads.
- 9. InnPower carried out a resistivity analysis to understand how to prevent
- 10. lightning triggered outages. The work led to the generation of new
- 11. understanding with respect to the how to design lightning arrestors to meet
- 12. the requirements.

	89242 2817 RC0001					
Section C – Additional project information						
Who prepared the responses for Section B?						
253 1 X Employee directly involved in the project Danny Persaud						
255 1 Other employee of the company 256 Name						
1 X External consultant 258 Name KPMG LLP	259 Firm KPMG LLP					
List the key individuals directly involved in the project and indicate their qualification						
260 Names	Qualifications/experience and position title					
1 Danny Persaud	CEO, B.Eng. Engineering Systems and Computing, 10+ years of Engineering Experience.					
Morteza Mirkeshmiri Power System Designer, 10+ years of Engineering Experience.						
3 Mike Bickers	GIS and AutoCAD Technician					
Are you claiming any salary or wages for SR&ED performed outside Canada? Are you claiming expenditures for SR&ED carried out on behalf of another pa Are you claiming expenditures for SR&ED performed by people other than you	rty?Yes X No					
If you answered yes to line 267, complete lines 268 and 269.						
Names of individuals or companies	269 BN					
1 Red Power Electric Inc.	76281 8698 RT0001					
What evidence do you have to support your claim? (Check any that apply) You do not need to submit these items with the claim. However, you are required to	retain them in the event of a review.					
	Progress reports, minutes of project meetings					
271 1 X Records of resources allocated to the project, time sheets Test protocols, test data, analysis of test results, conclusions						
272 1 X Design of experiments	Photographs and videos					
273 1 X Project records, laboratory notebooks	Samples, prototypes, scrap or other artefacts					
274 1 Design, system architecture and source code	Contracts					
275 1 Records of trial runs	Others, specify 282					

Federal Tax Instalments

Federal tax instalments

For the taxation year ended 2021-12-31

Business number 89242 2817 RC0001

The following is a list of instalments payable for the current taxation year, and the last column indicates the instalments payable to the Canada Revenue Agency (CRA). The instalments must be paid on each of the dates indicated below, otherwise non-deductible interest might be charged.

2020-12-31

Instalment payments can be made using one of the following methods:

- electronically, using your online or telephone banking services;
- online, using the CRA's My Payment service, at canada.ca/cra-my-payment;
- by setting up a pre-authorized debit agreement, in My Business Account, at canada.ca/my-cra-business-account;
- in person, at a Canadian financial institution, by presenting the appropriate remittance voucher with your payment.

You can also mail a cheque or a money order payable to the Receiver General of Canada, accompanied by the appropriate remittance voucher, to Canada Revenue Agency, P.O. Box 3800, Station A, Sudbury ON P3A 0C3.

Do you want to calculate the tax instalments according to the extended payment date (COVID-19)?*

Yes X No

* The answer to this question is **Yes** when at least one of the dates entered in the **Monthly instalment workchart** or the **Quarterly**/instalment workchart sections is after March 17, 2020, and before September 30, 2020.

Monthly instalment workchart

Date	Monthly tax instalments	Refund transferred to instalments	Instalments	Cumulative difference	Instalments payable
2021-01-31	18,596				
2021-02-28	18,596		0	37,192	
2021-03-31	18,596			55,788	
2021-04-30	18,596		0	74,384	
2021-05-31	18,596		Ø	92,980	_
2021-06-30	18,596		0	111,576	
2021-07-31	18,596	/			130,172
2021-08-31	18,596				18,596
2021-09-30	18,596				18,596
2021-10-31	18,596				18,596
2021-11-30	18,596				18,596
2021-12-31	18,595				18,595
Instalment (COVID-19)					
motamion (OOVID-10)	,				
Totals	223,151				223,151

Financial Statements of

INNPOWER CORPORATION

And Independent Auditors' Report thereon

Year ended December 31, 2020 (Expressed in thousands of dollars)



KPMG LLP 115 King Street South 2nd Floor Waterloo ON N2J 5A3 Canada Tel 519-747-8800 Fax 519-747-8830

INDEPENDENT AUDITORS' REPORT

To the Shareholder of InnPower Corporation

Opinion

We have audited the financial statements of InnPower Corporation (the Entity), which comprise:

- the statement of financial position as at December 31, 2020
- the statement of comprehensive income for the year then ended
- · the statement of changes in equity for the year then ended
- the statement of cash flows for the year then ended
- and notes to the financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Entity as December 31, 2020, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS).

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "Auditors' Responsibilities for the Audit of the Financial Statements" section of our auditors' report.

We are independent of the Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



Page 2

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards (IFRS), and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Entity's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.
 - The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit
 procedures that are appropriate in the circumstances, but not for the purpose of
 expressing an opinion on the effectiveness of the Entity's internal control.



Page 3

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Communicate with those charged with governance regarding, among other matters, the
 planned scope and timing of the audit and significant audit findings, including any
 significant deficiencies in internal control that we identify during our audit.

Chartered Professional Accountants, Licensed Public Accountants

Waterloo, Canada April 27, 2021

KPMG LLP

Statement of Financial Position December 31, 2020, with comparative information for 2019 (Expressed in thousands of dollars)

	Note	2020	2019
Assets			
Current assets			
Accounts receivable	5	\$ 5,991	\$ 9,136
Unbilled revenue		5,318	5,144
Materials and supplies		1,489	1,083
Prepaid expenses		391	357
Total current assets		13,189	15,720
Non-current assets			
Property, plant and equipment	6	89,996	78,566
Intangible assets	7	591	514
Right of use assets	12	280	150
Total non-current assets		90,867	79,230
Total assets		104,056	94,950
Regulatory debit balances	9	9,173	9,273
Total assets and regulatory debit b	alances	\$ 113,229	\$ 104,223

Statement of Financial Position December 31, 2020, with comparative information for 2019 (Expressed in thousands of dollars)

	Note		2020		2019
Liabilities					
Current liabilities					
Bank indebtedness	11	\$	3,313	\$	2,806
Accounts payable and accrued		•	-,-	•	,
liabilities	10		8,452		8,250
Current portion of long-term debt	11		1,315		1,258
Income taxes payable			118		110
Customer deposits			39		39
Current portion of lease liabilities	12		46		35
Total current liabilities			13,283		12,498
Non-current liabilities					
Construction deposits			2,631		2,877
Long-term debt	11		34,883		36,254
Post-employment benefits	13		131		100
Contributions in aid of construction			30,792		22,586
Deferred tax liabilities	8		1,808		1,311
Lease liabilities	12		240		115
Total non-current liabilities			70,485		63,243
Total liabilities			83,768		75,741
Equity					
Share capital	14		10,852		10,852
Retained earnings			15,305		12,673
Contributed surplus			1,600		1,600
Accumulated other comprehensive			,		,
income			77		92
Total equity			27,834		25,217
Total liabilities and equity			111,602		100,958
Regulatory credit balances	9		1,627		3,265
Total liabilities, equity and regulato			1,021		3,203
credit balances	n y	\$	113,229	\$	104,223
	-:-! -4-4				
See accompanying notes to the finance	ciai statements.				
On behalf of the Board:					
Di	irector				Director

Statement of Income and Comprehensive Income Year ended December 31, 2020, with comparative information for 2019 (Expressed in thousands of dollars)

Note		2020		2019
Revenue				
Sale of energy	\$	40,891	\$	32,254
Distribution revenue	•	11,628	·	11,260
Other 15		1,710		1,504
		54,229		45,018
Operating expenses				
Cost of power purchased		43,336		34,338
Operating		6,264		5,867
Depreciation and amortization		2,942		2,656
Loss on disposal of property, plant and equipment		13		76
		52,555		42,937
Income from operating activities		1,674		2,081
Finance income 17		1		5
Finance costs 17		(1,376)		(1,398)
		(1,375)		(1,393)
Income (loss) before income taxes		(246)		688
Income tax expense 8		`753 [°]		504
Net income (loss) for the year before movement in				
regulatory deferral account balances		(454)		184
Other comprehensive income				
Remeasurement of employee future benefits net of tax		(15)		66
Total comprehensive income (loss) for the year before movement in regulatory deferral account balances		(1,014)		250
		•		
Net movement in regulatory balances, net of tax		3,086		2,457
Total comprehensive income for the year and				
net movement in regulatory balances	\$	2,617	\$	2,707

Statement of Changes in Equity Year ended December 31, 2020, with comparative information for 2019 (Expressed in thousands of dollars)

					Accu	mulated other		
	Share capital	Retained earnings	Co	ntributed surplus	comp	rehensive income	!	Total
Balance at January 1, 2019 Net income and net movement	\$ 10,852	\$ 10,032	\$	1,600	\$	26	\$	22,510
in regulatory balances	_	2,641		_		66		2,707
Balance at December 31, 2019	\$ 10,852	\$ 12,673	\$	1,600	\$	92	\$	25,217
Balance at January 1, 2020 Net income and net movement	\$ 10,852	\$ 12,673	\$	1,600	\$	92	\$	25,217
in regulatory balances	_	2,632		_		(15)		2,617
Balance at December 31, 2020	\$ 10,852	\$ 15,305	\$	1,600	\$	77	\$	27,834

Statement of Cash Flows Year ended December 31, 2020, with comparative information for 2019 (Expressed in thousands of dollars)

Operating activities Total comprehensive income \$ 2,617 \$ 2,707 Adjustments for: Depreciation and amortization 3,013 2,736 Depreciation and amortization right of use asset 97 21 Amortization of contributions in aid of construction (714) (540) Post-employment benefits 31 (76 Loss on disposal of property, plant and equipment 13 76 Net finance costs 1,375 1,393 Income tax expense 496 570 Income tax expense within net movement in regulatory balances 496 570 Income tax expense within net movement in regulatory balances 496 570 Change in non-cash operating working capital: 496 570 Accounts receivable 3,145 (3,977) Unbilled revenue (174) (613) Materials and supplies (406) (421) Prepaid expenses (33) 25 Accounts payable and accrued liabilities 202 1,000 Customer deposits (245) (481)		2020		2019
Total comprehensive income	Operating activities			
Adjustments for: Depreciation and amortization 3,013 2,736 Depreciation and amortization right of use asset 97 21 Amortization of contributions in aid of construction (714) (540) Post-employment benefits 31 76 Net finance costs 1,375 1,393 Income tax expense 1,375 1,393 Income tax expense within net movement in regulatory balances 496 570 Total country 7,681 7,413 Change in non-cash operating working capital: (174) (613) Accounts receivable 3,145 (3,977) Unbilled revenue (174) (613) Materials and supplies (406) (421) Prepaid expenses (33) 255 Accounts payable and accrued liabilities (245) (481) Customer deposits (245) (481) Regulatory balances (2,034) (2,765) Income tax recovered (paid) (249) (26) Interest paid (1,363) (1,394) Interest received 1 5 Net cash from operating activities (14,322) (11,564) Purchase of property, plant and equipment (39, 3715) Net cash used by investing activities (5,614) (2,961) Financing activities (3,34) (3,775) Net cash used by investing activities (5,614) (2,961) Financing activities (3,34) (3,374) Repayment of long-term debt - 2,376 Repayment of lease liabilities (104) (2,55) Net cash from financing activities (3,34) (3,34) Repayment of long-term debt - 2,376 Repayment of lease liabilities (104) (2,55) Net cash from financing activities (3,34) (3,34) Cash, beginning of year - 2,2376 Cash, beginning of year - 2,2376 Cash, beginning of year - 2,2376		2,617	\$	2,707
Depreciation and amortization right of use asset Depreciation and amortization right of use asset Amortization of contributions in aid of construction (714) (540) Post-employment benefits 31 (78) (784) (540) Post-employment benefits 31 (78) (784) (785) Loss on disposal of property, plant and equipment 31 (78) (785) (7		,-	•	, -
Amortization of contributions in aid of construction (714) (540) Post-employment benefits 31 (78) Loss on disposal of property, plant and equipment 13 76 Net finance costs 1,375 1,393 Income tax expense 753 528 Income tax expense within net movement in regulatory balances 496 570 Change in non-cash operating working capital: 3,145 (3,977) Unbilled revenue (174) (613) Materials and supplies (406) (421) Prepaid expenses (33) 25 Accounts payable and accrued liabilities 202 1,000 Customer deposits (245) (481) Regulatory balances (2,034) (2,765) Income tax recovered (paid) (249) (26) Interest paid (1,363) (1,363) (1,394) Interest paid partities 6,525 (1,234) Investing activities 6,525 (1,234) Purchase of property, plant and equipment (14,332) (11,564)		3,013		2,736
Post-employment benefits 31 (78) Loss on disposal of property, plant and equipment 13 76 Net finance costs 1,375 1,393 Income tax expense 753 528 Income tax expense within net movement in regulatory balances 496 570 Change in non-cash operating working capital: 496 7,413 Change in non-cash operating working capital: (174) (613) Accounts receivable 3,145 (3,977) Unbilled revenue (174) (613) Materials and supplies (406) (421) Prepaid expenses (33) 25 Accounts payable and accrued liabilities 202 1,000 Customer deposits (245) (481) Qustomer deposits (245) (481) Qustomer deposits (245) (481) Qustomer deposits (246) (2,765) Income tax recovered (paid) (2,34) (2,765) Income tax recovered (paid) (1,363) (1,349) Interest received 1				
Loss on disposal of property, plant and equipment 13 76 Net finance costs 1,375 1,393 Income tax expense 753 528 Income tax expense within net movement in regulatory balances 496 570 7,681 7,413 Change in non-cash operating working capital: 3,145 (3,977) Unbilled revenue (174) (613) Materials and supplies (406) (421) Prepaid expenses (33) 25 Accounts payable and accrued liabilities 202 1,000 Customer deposits (245) (481) Regulatory balances (2,034) (2,765) Income tax recovered (paid) (249) (26) Interest paid (1,363) (1,394) Interest received 1 5 Net cash from operating activities 6,525 (1,234) Investing activities (1,363) (1,364) Purchase of property, plant and equipment (14,332) (11,564) Proceeds on disposal of property, plant and equipment (3,91)	Amortization of contributions in aid of construction	(714)		(540)
Net finance costs 1,375 1,393 Income tax expense 763 528 Income tax expense within net movement in regulatory balances 496 570 7,681 7,413 7,413 7,413 7,413 7,681 7,413 7,4	Post-employment benefits	` 31 [′]		(78)
Income tax expense 753 528 Income tax expense within net movement in regulatory balances 496 570 7,681 7,413 7,413 7,681 7,413 7,681 7,413 7,681 7,413 7,681 7,413 7,681 7,413 7,681 7,413 7,681 7,413 7,681 7,413 7,681 7,413 7,681 7,413 7,681 7,413 7,681 7,413 7,681 7,413 7,681 7,413 7,681 7,413 7,681 7,681 7,413 7,681 7,413 7,681 7,413 7,681	Loss on disposal of property, plant and equipment	13		76
Income tax expense within net movement in regulatory balances 7,681 7,413 7,413 7,681 7,681 7,68	Net finance costs	1,375		1,393
Change in non-cash operating working capital: 7,681 7,413 Accounts receivable 3,145 (3,977) Unbilled revenue (174) (613) Materials and supplies (406) (421) Prepaid expenses (33) 25 Accounts payable and accrued liabilities 202 1,000 Customer deposits (245) (481) Regulatory balances (2,034) (2,765) Income tax recovered (paid) (249) (26) Interest paid (1,363) (1,394) Interest received 1 5 Net cash from operating activities 6,525 (1,234) Investing activities 1 5 Purchase of property, plant and equipment (14,332) (11,564) Proceeds on disposal of property, plant and equipment 39 6 Purchase of intangible assets (240) (118) Construction contributions received 8,919 8,715 Net cash used by investing activities (5,614) (2,961) Financing activities <td< td=""><td>Income tax expense</td><td>753</td><td></td><td>528</td></td<>	Income tax expense	753		528
Change in non-cash operating working capital: 3,145 (3,977) Accounts receivable 3,145 (3,977) Unbilled revenue (174) (613) Materials and supplies (406) (421) Prepaid expenses (33) 25 Accounts payable and accrued liabilities 202 1,000 Customer deposits (245) (481) Regulatory balances (2,034) (2,765) Income tax recovered (paid) (249) (26) Interest paid (1,363) (1,394) Interest received 1 5 Net cash from operating activities 6,525 (1,234) Investing activities 6,525 (1,234) Proceeds on disposal of property, plant and equipment (14,332) (11,564) Proceeds on disposal of property, plant and equipment 39 6 Purchase of intangible assets (240) (118) Construction contributions received 8,919 8,715 Net cash used by investing activities 507 2,806 Proceeds from long-	Income tax expense within net movement in regulatory balances	496		570
Accounts receivable 3,145 (3,977) Unbilled revenue (174) (613) Materials and supplies (406) (421) Prepaid expenses (33) 25 Accounts payable and accrued liabilities 202 1,000 Customer deposits (245) (481) Regulatory balances (2,034) (2,765) Income tax recovered (paid) (249) (26) Interest paid (1,363) (1,394) Interest received 1 5 Net cash from operating activities 6,525 (1,234) Investing activities 6,525 (1,234) Purchase of property, plant and equipment (14,332) (11,564) Proceeds on disposal of property, plant and equipment (240) (118) Construction contributions received 8,919 8,715 Net cash used by investing activities (5,614) (2,961) Financing activities 507 2,806 Proceeds from long-term debt - 2,376 Repayment of long-term debt (1,314)		7,681		7,413
Unbilled revenue (174) (613) Materials and supplies (406) (421) Prepaid expenses (33) 25 Accounts payable and accrued liabilities 202 1,000 Customer deposits (245) (481) Regulatory balances (2,034) (2,765) Income tax recovered (paid) (249) (26) Interest paid (1,363) (1,394) Interest received 1 5 Net cash from operating activities 6,525 (1,234) Investing activities (14,332) (11,564) Proceeds on disposal of property, plant and equipment 39 6 Purchase of intangible assets (240) (118) Construction contributions received 8,919 8,715 Net cash used by investing activities (5,614) (2,961) Financing activities 507 2,806 Proceeds from long-term debt - 2,376 Repayment of lease liabilities (104) (25) Net cash from financing activities (911)	Change in non-cash operating working capital:			
Unbilled revenue (174) (613) Materials and supplies (406) (421) Prepaid expenses (33) 25 Accounts payable and accrued liabilities 202 1,000 Customer deposits (245) (481) Regulatory balances (2,034) (2,765) Income tax recovered (paid) (249) (26) Interest paid (1,363) (1,394) Interest received 1 5 Net cash from operating activities 6,525 (1,234) Investing activities 8,525 (1,234) Purchase of property, plant and equipment (14,332) (11,564) Proceeds on disposal of property, plant and equipment 39 6 Purchase of intangible assets (240) (118) Construction contributions received 8,919 8,715 Net cash used by investing activities 507 2,806 Proceeds from long-term debt - 2,376 Repayment of long-term debt - 2,376 Repayment of lease liabilities (104	Accounts receivable	3,145		(3,977)
Prepaid expenses (33) 25 Accounts payable and accrued liabilities 202 1,000 Customer deposits (245) (481) Customer deposits (245) (481) Egulatory balances (2,034) (2,765) Income tax recovered (paid) (249) (26) Interest paid (1,363) (1,394) Interest received 1 5 Net cash from operating activities 6,525 (1,234) Investing activities (14,332) (11,564) Proceeds on disposal of property, plant and equipment 39 6 Purchase of intangible assets (240) (118) Construction contributions received 8,919 8,715 Net cash used by investing activities (5,614) (2,961) Financing activities 507 2,806 Proceeds from long-term debt - 2,376 Repayment of long-term debt (1,314) (1,175) Repayment of lease liabilities (104) (25) Net cash from financing activities (911	Unbilled revenue	(174)		
Accounts payable and accrued liabilities 202 1,000 Customer deposits (245) (481) Regulatory balances (2,034) (2,765) Income tax recovered (paid) (249) (26) Interest paid (1,363) (1,394) Interest received 1 5 Net cash from operating activities 6,525 (1,234) Investing activities (14,332) (11,564) Purchase of property, plant and equipment 39 6 Purchase of intangible assets (240) (118) Construction contributions received 8,919 8,715 Net cash used by investing activities (5,614) (2,961) Financing activities 507 2,806 Proceeds from long-term debt - 2,376 Repayment of long-term debt (1,314) (1,175) Repayment of lease liabilities (104) (25) Net cash from financing activities (911) 3,982 Change in cash - (213) Cash, beginning of year -	Materials and supplies	(406)		(421)
Customer deposits (245) (481) 2,489 (4,467) Regulatory balances (2,034) (2,765) Income tax recovered (paid) (249) (26) Interest paid (1,363) (1,394) Interest received 1 5 Net cash from operating activities 6,525 (1,234) Investing activities 1 5 Purchase of property, plant and equipment (14,332) (11,564) Proceeds on disposal of property, plant and equipment 39 6 Purchase of intangible assets (240) (118) Construction contributions received 8,919 8,715 Net cash used by investing activities (5,614) (2,961) Financing activities 507 2,806 Proceeds from long-term debt - 2,376 Repayment of long-term debt (1,314) (1,175) Repayment of lease liabilities (104) (25) Net cash from financing activities (911) 3,982 Change in cash - (213)	Prepaid expenses	(33)		25
Regulatory balances (2,034) (2,765) Income tax recovered (paid) (249) (26) Interest paid (1,363) (1,394) Interest received 1 5 Net cash from operating activities 6,525 (1,234) Investing activities (14,332) (11,564) Proceeds on disposal of property, plant and equipment 39 6 Purchase of intangible assets (240) (118) Construction contributions received 8,919 8,715 Net cash used by investing activities (5,614) (2,961) Financing activities 507 2,806 Proceeds from long-term debt - 2,376 Repayment of long-term debt (1,314) (1,175) Repayment of lease liabilities (104) (25) Net cash from financing activities (911) 3,982 Change in cash - (213) Cash, beginning of year - 213	Accounts payable and accrued liabilities	202		1,000
Regulatory balances (2,034) (2,765) Income tax recovered (paid) (249) (26) Interest paid (1,363) (1,394) Interest received 1 5 Net cash from operating activities 6,525 (1,234) Investing activities (240) (11,564) Proceeds on disposal of property, plant and equipment 39 6 Purchase of intangible assets (240) (118) Construction contributions received 8,919 8,715 Net cash used by investing activities (5,614) (2,961) Financing activities 507 2,806 Proceeds from long-term debt - 2,376 Repayment of long-term debt (1,314) (1,175) Repayment of lease liabilities (104) (25) Net cash from financing activities (911) 3,982 Change in cash - (213) Cash, beginning of year - 213	Customer deposits	(245)		(481)
Income tax recovered (paid) (249) (26) Interest paid (1,363) (1,394) Interest received 1 5 Net cash from operating activities 6,525 (1,234) Investing activities 0 (14,332) (11,564) Proceeds on disposal of property, plant and equipment 39 6 Purchase of intangible assets (240) (118) Construction contributions received 8,919 8,715 Net cash used by investing activities (5,614) (2,961) Financing activities 507 2,806 Proceeds from long-term debt - 2,376 Repayment of long-term debt (1,314) (1,175) Repayment of lease liabilities (104) (25) Net cash from financing activities (911) 3,982 Change in cash - (213) Cash, beginning of year - 213		2,489		(4,467)
Interest paid (1,363) (1,394) Interest received 1 5 Net cash from operating activities 6,525 (1,234) Investing activities Urchase of property, plant and equipment (14,332) (11,564) Proceeds on disposal of property, plant and equipment 39 6 Purchase of intangible assets (240) (118) Construction contributions received 8,919 8,715 Net cash used by investing activities (5,614) (2,961) Financing activities 507 2,806 Proceeds from long-term debt - 2,376 Repayment of long-term debt - 2,376 Repayment of lease liabilities (104) (25) Net cash from financing activities (911) 3,982 Change in cash - (213) Cash, beginning of year - 213	Regulatory balances	(2,034)		(2,765)
Interest received 1 5 Net cash from operating activities 6,525 (1,234) Investing activities 1 5 Purchase of property, plant and equipment (14,332) (11,564) Proceeds on disposal of property, plant and equipment 39 6 Purchase of intangible assets (240) (118) Construction contributions received 8,919 8,715 Net cash used by investing activities (5,614) (2,961) Financing activities 507 2,806 Proceeds from long-term debt - 2,376 Repayment of long-term debt (1,314) (1,175) Repayment of lease liabilities (104) (25) Net cash from financing activities (911) 3,982 Change in cash - (213) Cash, beginning of year - 213	Income tax recovered (paid)	(249)		(26)
Net cash from operating activities 6,525 (1,234) Investing activities Purchase of property, plant and equipment and equipment purchase of intangible assets (14,332) (11,564) Poceeds on disposal of property, plant and equipment purchase of intangible assets (240) (118) Construction contributions received 8,919 8,715 Net cash used by investing activities (5,614) (2,961) Financing activities 507 2,806 Proceeds from long-term debt - 2,376 Repayment of long-term debt (1,314) (1,175) Repayment of lease liabilities (104) (25) Net cash from financing activities (911) 3,982 Change in cash - (213) Cash, beginning of year - 213	Interest paid	(1,363)		(1,394)
Investing activities(14,332)(11,564)Purchase of property, plant and equipment396Purchase of intangible assets(240)(118)Construction contributions received8,9198,715Net cash used by investing activities(5,614)(2,961)Financing activitiesBank indebtedness5072,806Proceeds from long-term debt-2,376Repayment of long-term debt(1,314)(1,175)Repayment of lease liabilities(104)(25)Net cash from financing activities(911)3,982Change in cash-(213)Cash, beginning of year-23	Interest received	1		5
Purchase of property, plant and equipment Proceeds on disposal of property, plant and equipment Purchase of intangible assets Construction contributions received Repayment of long-term debt Repayment of lease liabilities Net cash from financing activities Change in cash Cash, beginning of year (11,332) (11,564) (11,564) (240) (118) (240) (118) (240) (118) (250) (5,614) (2,961) 8,919 8,715 (5,614) (2,961) 8,919 8,715 (2,961) 8,919 8,715 (2,961) (1,314) (1,175) (1,314) (1,175) (2,376) (2,376) (2,376) (2,376) (3,314) (3,314) (3,314) (4,332)	Net cash from operating activities	6,525		(1,234)
Proceeds on disposal of property, plant and equipment 39 6 Purchase of intangible assets (240) (118) Construction contributions received 8,919 8,715 Net cash used by investing activities (5,614) (2,961) Financing activities 507 2,806 Proceeds from long-term debt - 2,376 Repayment of long-term debt (1,314) (1,175) Repayment of lease liabilities (104) (25) Net cash from financing activities (911) 3,982 Change in cash - (213) Cash, beginning of year - 213				
Purchase of intangible assets (240) (118) Construction contributions received 8,919 8,715 Net cash used by investing activities (5,614) (2,961) Financing activities 507 2,806 Proceeds from long-term debt - 2,376 Repayment of long-term debt (1,314) (1,175) Repayment of lease liabilities (104) (25) Net cash from financing activities (911) 3,982 Change in cash - (213) Cash, beginning of year - 213		(14,332)		(11,564)
Construction contributions received 8,919 8,715 Net cash used by investing activities (5,614) (2,961) Financing activities 507 2,806 Proceeds from long-term debt - 2,376 Repayment of long-term debt (1,314) (1,175) Repayment of lease liabilities (104) (25) Net cash from financing activities (911) 3,982 Change in cash - (213) Cash, beginning of year - 213				6
Net cash used by investing activities (5,614) (2,961) Financing activities 507 2,806 Bank indebtedness 507 2,806 Proceeds from long-term debt - 2,376 Repayment of long-term debt (1,314) (1,175) Repayment of lease liabilities (104) (25) Net cash from financing activities (911) 3,982 Change in cash - (213) Cash, beginning of year - 213		, ,		
Financing activities Bank indebtedness 507 2,806 Proceeds from long-term debt - 2,376 Repayment of long-term debt (1,314) (1,175) Repayment of lease liabilities (104) (25) Net cash from financing activities (911) 3,982 Change in cash - (213) Cash, beginning of year - 213				
Bank indebtedness 507 2,806 Proceeds from long-term debt - 2,376 Repayment of long-term debt (1,314) (1,175) Repayment of lease liabilities (104) (25) Net cash from financing activities (911) 3,982 Change in cash - (213) Cash, beginning of year - 213	Net cash used by investing activities	(5,614)		(2,961)
Bank indebtedness 507 2,806 Proceeds from long-term debt - 2,376 Repayment of long-term debt (1,314) (1,175) Repayment of lease liabilities (104) (25) Net cash from financing activities (911) 3,982 Change in cash - (213) Cash, beginning of year - 213	Financing activities			
Repayment of long-term debt Repayment of lease liabilities(1,314) (104)(1,175) (25)Net cash from financing activities(911)3,982Change in cash Cash, beginning of year–(213)		507		2,806
Repayment of long-term debt Repayment of lease liabilities(1,314) (104)(1,175) (25)Net cash from financing activities(911)3,982Change in cash Cash, beginning of year–(213)	Proceeds from long-term debt	_		2,376
Repayment of lease liabilities(104)(25)Net cash from financing activities(911)3,982Change in cash–(213)Cash, beginning of year–213	-	(1,314)		
Change in cash – (213) Cash, beginning of year – 213	Repayment of lease liabilities			(25)
Cash, beginning of year – 213		(911)		
Cash, beginning of year – 213	Change in cash	_		(213)
		_		
		_	\$	

Notes to Financial Statements Year ended December 31, 2020 (Expressed in thousands of dollars)

1. Reporting entity

InnPower Corporation (the "Corporation") is a rate regulated, municipally owned hydro distribution company incorporated under the laws of Ontario, Canada. The Corporation is located in the Town of Innisfil ("the Town"). The address of the Corporation's registered office is 7251 Yonge Street, Innisfil, Ontario.

The Corporation delivers electricity and related energy services to residential and commercial customers in the Town and South Barrie. The Corporation is wholly owned by the Town of Innisfil.

The financial statements are for the Corporation as at and for the year ended December 31, 2020.

2. Basis of presentation

(a) Statement of compliance

The Corporation's financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS").

The financial statements were approved by the Board of Directors on April 21, 2021.

(b) Basis of measurement

These financial statements have been prepared on the historical cost basis, unless otherwise stated

(c) Functional and presentation currency

These financial statements are presented in Canadian dollars, which is the Corporation's functional currency. All financial information presented in Canadian dollars has been rounded to the nearest thousand.

Notes to Financial Statements Year ended December 31, 2020 (Expressed in thousands of dollars)

2. Basis of presentation (continued)

(d) Use of estimates and judgments

The preparation of financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses and disclosure of contingent assets and liabilities. Actual results may differ from those estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the year in which the estimates are revised and in any future years affected.

Information about assumptions and estimation uncertainties that have a significant risk of resulting in material adjustment is included in the following notes:

- (i) Note 3(b) measurement of unbilled revenue
- (ii) Note 3 (b) determination of the performance obligation for contributions from customers and the related amortization period.
- (iii) Notes 3 (k), 16 leases: whether an arrangement contains a lease
- (iv) Notes 6, 7 estimation of useful lives of its property, plant and equipment and intangible assets
- (v) Note 9 recognition and measurement of regulatory balances
- (vi) Note 13 measurement of defined benefit obligations: key actuarial assumptions
- (vii) Note 18 recognition and measurement of provisions and contingencies

(e) Rate regulation

The Corporation is regulated by the Ontario Energy Board ("OEB"), under the authority granted by the *Ontario Energy Board Act, 1998*. Among other things, the OEB has the power and responsibility to approve or set rates for the transmission and distribution of electricity, providing continued rate protection for electricity consumers in Ontario, and ensuring that transmission and distribution companies fulfill obligations to connect and service customers. The OEB may also prescribe license requirements and conditions of service to local distribution companies ("LDCs"), such as the Corporation, which may include, among other things, record keeping, regulatory accounting principles, separation of accounts for distinct businesses, and filing and process requirements for rate setting purposes.

The Corporation is required to bill customers for the debt retirement charge set by the province. The Corporation may file to recover uncollected debt retirement charges from Ontario Electricity Financial Corporation ("OEFC") once each year.

Notes to Financial Statements Year ended December 31, 2020 (Expressed in thousands of dollars)

2. Basis of presentation (continued)

(e) Rate regulation (continued)

Rate setting

Distribution revenue

For the distribution revenue included in sale of energy, the Corporation files a "Cost of Service" ("COS") rate application with the OEB every five years where rates are determined through a review of the forecasted annual amount of operating and capital expenditures, debt and shareholder's equity required to support the Corporation's business. The Corporation estimates electricity usage and the costs to service each customer class to determine the appropriate rates to be charged to each customer class. The COS application is reviewed by the OEB and interveners and rates are approved based upon this review, including any revisions resulting from that review.

In the intervening years an Incentive Rate Mechanism application ("IRM") is filed. An IRM application results in a formulaic adjustment to distribution rates that were set under the last COS application. The previous year's rates are adjusted for the annual change in the Gross Domestic Product Implicit Price Inflator for Final Domestic Demand ("GDP IPI-FDD") net of a productivity factor and a "stretch factor" determined by the relative efficiency of an electricity distributor.

As a licensed distributor, the Corporation is responsible for billing customers for electricity generated by third parties and the related costs of providing electricity service, such as transmission services and other services provided by third parties. The Corporation is required, pursuant to regulation, to remit such amounts to these third parties, irrespective of whether the Corporation ultimately collects these amounts from customers.

The Corporation last filed a COS application in June 2016 for rates effective January 1, 2017 to December 31, 2021. On December 10, 2020 the Corporation received its decision on rates effective January 1, 2021.

Electricity rates

The OEB sets electricity prices for low-volume consumers twice each year based on an estimate of how much it will cost to supply the province with electricity for the next year. All remaining consumers pay the market price for electricity. The Corporation is billed for the cost of the electricity that its customers use and passes this cost on to the customer at cost without a mark-up.

Notes to Financial Statements Year ended December 31, 2020 (Expressed in thousands of dollars)

3. Significant accounting policies

The accounting policies set out below have been applied consistently in all years presented in these financial statements.

(a) Financial instruments

At initial recognition, the Company measures it's financial assets at fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

Subsequent measurement of the financial asset depends on the classification determined on initial recognition. Financial assets are classified as either amortized cost, fair value through other comprehensive income or fair value through profit or loss, depending on its business model for managing the financial assets and the contractual cash flow characteristics of the financial assets. Financial assets are not reclassified subsequent to their initial recognition, unless the Company changes its business model for managing financial assets.

Financial liabilities are initially measured at fair value, net of transaction costs incurred. They are subsequently carried at amortized cost using the effective interest rate method; any difference between the proceeds (net of transaction costs) and the redemption value is recognized as an adjustment to interest expense over the period of the borrowings.

The Corporation has not entered into derivative instruments.

(b) Revenue recognition

Sale and distribution of electricity

The performance obligations for the sale and distribution of electricity are recognized over time using an output method to measure the satisfaction of the performance obligation. The value of the electricity services transferred to the customer is determined on the basis of cyclical meter readings plus estimated customer usage since the last meter reading date to the end of the year and represents the amount that the Corporation has the right to bill. Revenue includes the cost of electricity supplied, distribution, and any other regulatory charges. The related cost of power is recorded on the basis of power used.

For customer billings related to electricity generated by third parties and the related costs of providing electricity service, such as transmission services and other services provided by third parties, the Corporation has determined that it is acting as a principal for these electricity charges and, therefore, has presented electricity revenue on a gross basis.

Customer billings for debt retirement charges are recorded on a net basis as the Corporation is acting as an agent for this billing stream.

Notes to Financial Statements Year ended December 31, 2020 (Expressed in thousands of dollars)

3. Significant accounting policies (continued)

(b) Revenue recognition (continued)

Capital contributions

Developers are required to contribute towards the capital cost of construction of distribution assets in order to provide ongoing service. The developer is not a customer and therefore the contributions are scoped out of IFRS 15 *Revenue from Contracts with Customers*. Cash contributions, received from developers are recorded as deferred revenue. When an asset other than cash is received as a capital contribution, the asset is initially recognized at its fair value, with a corresponding amount recognized as deferred revenue. The deferred revenue, which represents the Corporation's obligation to continue to provide the customers access to the supply of electricity, is amortized to income on a straight-line basis over the useful life of the related asset.

Certain customers are also required to contribute towards the capital cost of construction of distribution assets in order to provide ongoing service. These contributions fall within the scope of IFRS 15 *Revenue from Contracts with Customers*. The contributions are received to obtain a connection to the distribution system in order receive ongoing access to electricity. The Corporation has concluded that the performance obligation is the supply of electricity over the life of the relationship with the customer which is satisfied over time as the customer receives and consumes the electricity. Revenue is recognized on a straight-line basis over the useful life of the related asset.

Other revenue

Revenue earned from the provision of services is recognized as the service is rendered.

Government grants and the related performance incentive payments under CDM programs are recognized as revenue in the year when there is reasonable assurance that the program conditions have been satisfied and the payment will be received.

(c) Materials and supplies

Materials and supplies, the majority of which is consumed by the Corporation in the provision of its services, is valued at the lower of cost and net realizable value, with cost being determined on an average cost basis, and includes expenditures incurred in acquiring the materials and supplies and other costs incurred in bringing them to their existing location and condition.

Notes to Financial Statements Year ended December 31, 2020 (Expressed in thousands of dollars)

3. Significant accounting policies (continued)

(d) Property, plant and equipment

Items of property, plant and equipment ("PP&E") used in rate-regulated activities and acquired prior to January 1, 2015 are measured at the deemed cost (carrying value as elected under IFRS 1) established on the transition date, less accumulated depreciation. All other items of PP&E are measured at cost, or, where the item is contributed by customers, its fair value, less accumulated depreciation.

Cost includes expenditures that are directly attributable to the acquisition of the asset. The cost of self-constructed assets includes contracted services, materials and transportation costs, direct labour, overhead costs, borrowing costs and any other costs directly attributable to bringing the asset to a working condition for its intended use.

Borrowing costs on qualifying assets are capitalized as part of the cost of the asset based upon the weighted average cost of debt incurred on the Corporation's borrowings. Qualifying assets are considered to be those that take in excess of 12 months to construct.

When parts of an item of PP&E have different useful lives, they are accounted for as separate items (major components) of PP&E.

When items of PP&E are retired or otherwise disposed of, a gain or loss on disposal is determined by comparing the proceeds from disposal, if any, with the carrying amount of the item and is included in profit or loss.

Major spare parts and standby equipment are recognized as items of PP&E.

The cost of replacing a part of an item of PP&E is recognized in the net book value of the item if it is probable that the future economic benefits embodied within the part will flow to the Corporation and its cost can be measured reliably. In this event, the replaced part of PP&E is written off, and the related gain or loss is included in profit or loss. The costs of the day-to-day servicing of PP&E are recognized in profit or loss as incurred.

The need to estimate the decommissioning costs at the end of the useful lives of certain assets is reviewed periodically. The Corporation has concluded it does not have any legal or constructive obligation to remove PP&E.

Depreciation is calculated to write off the cost of items of PP&E using the straight-line method over their estimated useful lives, and is generally recognized in profit or loss. Depreciation methods, useful lives, and residual values are reviewed at each reporting date and adjusted prospectively if appropriate. Land is not depreciated. Construction-in-progress assets are not depreciated until the project is complete and the asset is available for use.

Notes to Financial Statements Year ended December 31, 2020 (Expressed in thousands of dollars)

3. Significant accounting policies (continued)

(d) Property, plant and equipment (continued)

The estimated useful lives are as follows:

Asset	Years
Buildings and fixtures	50 years
Substations	30 years
Distribution lines	15-60 years
Distribution transformers	40-50 years
Meters	15-25 years
Office equipment	10 years
Computer equipment	5 years
Transportation equipment	10 years
Small tools and miscellaneous equipment	10 years
System supervisory	15 years

(e) Intangible assets

Intangible assets used in rate-regulated activities and acquired prior to January 1, 2015 are measured at deemed cost (carrying value as elected under IFRS 1) established on the transition date, less accumulated amortization. All other intangible assets are measured at cost.

Computer software that is acquired or developed by the Corporation after January 1, 2015, including software that is not integral to the functionality of equipment purchased which has finite useful lives, is measured at cost less accumulated amortization.

Payments to obtain rights to access land ("land rights") are classified as intangible assets. These include payments made for easements, right of access and right of use over land for which the Corporation does not hold title. Land rights are measured at cost less accumulated amortization.

Amortization is recognized in profit or loss on a straight-line basis over the estimated useful lives of intangible assets from the date that they are available for use. Amortization methods and useful lives of all intangible assets are reviewed at each reporting date and adjusted prospectively if appropriate. The estimated useful lives are:

Asset	Years
Computer software	3 years
Land rights	50 years

Notes to Financial Statements Year ended December 31, 2020 (Expressed in thousands of dollars)

3. Significant accounting policies (continued)

(f) Impairment

(i) Financial assets measured at amortized cost

A loss allowance for expected credit losses on financial assets measured at amortized cost is recognized at the reporting date. The loss allowance is measured at an amount equal to the lifetime expected credit losses for the asset.

(ii) Non-financial assets

The carrying amounts of the Corporation's non-financial assets, other than materials and supplies and deferred tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

For the purpose of impairment testing, assets are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or groups of assets (the "cash-generating unit" or "CGU"). The recoverable amount of an asset or CGU is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

An impairment loss is recognized if the carrying amount of an asset or its CGU exceeds its estimated recoverable amount. Impairment losses are recognized in profit or loss.

An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if no impairment loss had been recognized.

(g) Customer deposits

Customer deposits represent cash deposits from electricity distribution customers and retailers to guarantee the payment of energy bills. Interest is paid on customer deposits.

Deposits are refundable to customers who demonstrate an acceptable level of credit risk as determined by the Corporation in accordance with policies set out by the OEB or upon termination of their electricity distribution service.

(h) Provisions

A provision is recognized if, as a result of a past event, the Corporation has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability.

Notes to Financial Statements Year ended December 31, 2020 (Expressed in thousands of dollars)

3. Significant accounting policies (continued)

(i) Regulatory balances

Regulatory deferral account debit balances represent costs incurred in excess of amounts billed to the customer at OEB approved rates. Regulatory deferral account credit balances represent amounts billed to the customer at OEB approved rates in excess of costs incurred by the Corporation.

Regulatory deferral account debit balances are recognized if it is probable that future billings in an amount at least equal to the deferred cost will result from inclusion of that cost in allowable costs for rate-making purposes. The offsetting amount is recognized in net movement in regulatory balances in profit or loss or OCI. When the customer is billed at rates approved by the OEB for the recovery of the deferred costs, the customer billings are recognized in revenue. The regulatory debit balance is reduced by the amount of these customer billings with the offset to net movement in regulatory balances in profit or loss or OCI.

The probability of recovery of the regulatory deferral account debit balances is assessed annually based upon the likelihood that the OEB will approve the change in rates to recover the balance. The assessment of likelihood of recovery is based upon previous decisions made by the OEB for similar circumstances, policies or guidelines issued by the OEB, etc. Any resulting impairment loss is recognized in profit or loss in the year incurred.

When the Corporation is required to refund amounts to ratepayers in the future, the Corporation recognizes a regulatory deferral account credit balance. The offsetting amount is recognized in net movement in regulatory balances in profit or loss or OCI. The amounts returned to the customers are recognized as a reduction of revenue. The credit balance is reduced by the amount of these customer repayments with the offset to net movement in regulatory balances in profit or loss or OCI.

Notes to Financial Statements Year ended December 31, 2020 (Expressed in thousands of dollars)

3. Significant accounting policies (continued)

- (j) Post-employment benefits
 - (i) Pension plan

The Corporation provides a pension plan for all its full-time employees through Ontario Municipal Employees Retirement System ("OMERS"). OMERS is a multi-employer pension plan which operates as the Ontario Municipal Employees Retirement Fund ("the Fund"), and provides pensions for employees of Ontario municipalities, local boards and public utilities. The Fund is a contributory defined benefit pension plan, which is financed by equal contributions from participating employers and employees, and by the investment earnings of the Fund. To the extent that the Fund finds itself in an under-funded position, additional contribution rates may be assessed to participating employers and members.

OMERS is a defined benefit plan. However, as OMERS does not segregate its pension asset and liability information by individual employers, there is insufficient information available to enable the Corporation to directly account for the plan. Consequently, the plan has been accounted for as a defined contribution plan. The Corporation is not responsible for any other contractual obligations other than the contributions. Obligations for contributions to defined contribution pension plans are recognized as an employee benefit expense in profit or loss when they are due.

(ii) Post-employment benefits, other than pension

The Corporation provides some of its retired employees with life insurance and medical benefits beyond those provided by government sponsored plans.

The obligations for these post-employment benefit plans are actuarially determined by applying the projected unit credit method and reflect management's best estimate of certain underlying assumptions. Remeasurements of the net defined benefit obligations, including actuarial gains and losses and the return on plan assets (excluding interest), are recognized immediately in other comprehensive income. When the benefits of a plan are improved, the portion of the increased benefit relating to past service by employees is recognized immediately in profit or loss.

Notes to Financial Statements Year ended December 31, 2020 (Expressed in thousands of dollars)

3. Significant accounting policies (continued)

(k) Leased assets

At inception of a contract, the Corporation assesses whether the contract is or contains a lease. A contract is determined to contain a lease if it provides the Corporation with the right to control the use of an identified asset for a period of time in exchange for consideration. Contracts determined to contain a lease are accounted for as leases. For leases and contracts that contain a lease, the Corporation recognizes a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The estimated useful lives of right-of-use assets are determined on the same basis as those of property, plant and equipment. Subsequent to initial recognition, the right-of-use asset is recognized at cost less any accumulated depreciation and any accumulated impairment losses, adjusted for certain remeasurements of the corresponding lease liability.

The lease liability is initially measured at the present value of lease payments plus the present value of lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease, or if that rate cannot be readily determined, the Corporation's incremental borrowing rate.

The lease liability is subsequently measured at amortized cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the Corporation's estimate of the amount expected to be payable under a residual value guarantee, or if the Corporation changes its assessment of whether it will exercise a purchase, extension or termination option. When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

(I) Finance income and finance costs

Finance income is recognized as it accrues in profit or loss, using the effective interest method. Finance income comprises interest earned on cash and dividend income.

Finance costs comprise interest expense on borrowings and net interest expense on postemployment benefits. Finance costs are recognized in profit or loss unless they are capitalized as part of the cost of qualifying assets.

Notes to Financial Statements Year ended December 31, 2020 (Expressed in thousands of dollars)

3. Significant accounting policies (continued)

(m) Income taxes

The income tax expense comprises current and deferred tax. Income tax expense is recognized in profit or loss except to the extent that it relates to items recognized directly in equity, in which case, it is recognized in equity.

The Corporation is currently exempt from taxes under the Income Tax Act (Canada) and the Ontario Corporations Tax Act (collectively the "Tax Acts"). Under the *Electricity Act*, 1998, the Corporation makes payments in lieu of corporate taxes to the Ontario Electricity Financial Corporation ("OEFC"). These payments are calculated in accordance with the rules for computing taxable income and taxable capital and other relevant amounts contained in the Tax Acts as modified by the *Electricity Act*, 1998, and related regulations. Prior to October 1, 2001, the Corporation was not subject to income or capital taxes. Payments in lieu of taxes are referred to as income taxes.

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

Deferred tax is recognized in respect of temporary differences between the tax basis of assets and liabilities and their carrying amounts for accounting purposes. Deferred tax assets are recognized for unused tax losses, unused tax credits and deductible temporary differences to the extent that it is probable that future taxable profits will be available against which they can be used. Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, using tax rates enacted or substantively enacted, at the reporting date.

4. Changes to accounting policies

The International Accounting Standards Board (IASB) has issued the following Standards Interpretations and Amendments to Standards that were adopted by the Company effective January 1, 2020:

- Amendments to Hedge Accounting Requirements IBOR Reform and its Effects on Financial Reporting (Phase 1)
- Amendments to References to the Conceptual Framework in IFRS Standards
- Definition of a Business (Amendments to IFRS 3)
- Definition of Material (Amendments to IAS 1 and IAS 8)
- Covid-19 Related Rent Concessions (Amendment to IFRS 16)

The amendments and clarifications did not have an impact on the financial statements.

Notes to Financial Statements Year ended December 31, 2020 (Expressed in thousands of dollars)

4. Changes to accounting policies (continued)

At the date of authorization of these financial statements, several new, but not yet effective, Standards and amendments to existing Standards, and Interpretations have been published by the IASB. None of these Standards or amendments to existing Standards have been adopted early by the Corporation and it is still to be determined if any will have a material impact on the Corporation's financial statements.

- (a) Classification of Liabilities as Current or Non-current (Amendments to IAS 1)
- (b) Property, Plant and Equipment Proceeds before Intended Use (Amendments to IAS 16)
- (c) Onerous Contracts Cost of Fulfilling a Contract (Amendments to IAS 37)
- (d) Annual Improvements to IFRS Standards 2018 2020
- (e) Interest Rate Benchmark Reform Phase 2 (Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16)
- (f) Sale or Contribution of Assets Between an Investor and its Associate or Joint Venture

Notes to Financial Statements Year ended December 31, 2020 (Expressed in thousands of dollars)

5. Accounts receivable

		2020		2019
Trade customer receivables	\$	4.520	¢	4,392
Other receivables	Ψ	719	Ψ	4,253
Due from related parties		752		491
	\$	5,991	\$	9,136

6. Property, plant and equipment

	Land and buildings		Distribution equipment	Otl	ner fixed assets		struction Progress		Total
Cost or deemed cost									
Balance at January 1, 2020	14,808	\$	67,648	\$	5.287	\$	3,737	\$	91,480
Additions	71	Ψ	12.506	Ψ	372	Ψ	1,383	Ψ	14,332
Disposals/retirements			(208)		(8)		-		(216)
Balance at December 31, 2020	14,879	\$	79,946	\$	5,651	\$	5,121	\$	105,596
Delever of January 1, 2010	44.770	Φ	F0 000	Φ	F 000	Φ	4.007	Ф	00.070
Balance at January 1, 2019 Additions	14,770 38		58,803 8,938	\$	5,230 118	\$	1,267 2,470	\$	80,070 11,564
Disposals/retirements	-		(93)		(61)		2,470		(154)
Balance at December 31, 2019	14,808	\$	(/	\$	5,287	\$	3,737	\$	91,480
Accumulated depreciation									
Balance at January 1, 2020	1,258	\$	9,118	\$	2,538	\$	_	\$	12,914
Depreciation	284		2,127		439		_		2,850
Disposals/retirements	_		(158)		(6)		_		(164)
Balance at December 31, 2020	1,542	\$	11,087	\$	2,971	\$	_	\$	15,600
Balance at January 1, 2019			7,288	\$	2,126	\$		\$	10,389
Depreciation Discount (action)	283		1,857		457		-		2,597
Disposals/retirements			(27)		(45)		_		(72)
Balance at December 31, 2019	1,258	\$	9,118	\$	2,538	\$		\$	12,914
Carrying amounts									
At December 31, 2020	13,337	\$	68.859	\$	2,680	\$	5,120	\$	89.996
At December 31, 2019	,		58,530	\$	2,749	\$	3,737	\$	78,566

Notes to Financial Statements Year ended December 31, 2020 (Expressed in thousands of dollars)

7. Intangible assets

	Computer software			Land rights		Total
Cost or deemed cost						
Balance at January 1, 2020 Additions	\$	1,067 240	\$	397	\$	1,464 240
Balance at December 31, 2020	\$	1,307	\$	397	\$	1,704
Balance at January 1, 2019 Additions	\$	952 115	\$	394 3	\$	1,346 118
Balance at December 31, 2019	\$	1,067	\$	397	\$	1,464
Accumulated amortization						
Balance at January 1, 2020 Amortization	\$	871 150	\$	79 13	\$	950 163
Balance at December 31, 2020	\$	1,021	\$	92	\$	1,113
Balance at January 1, 2019 Amortization	\$	745 126	\$	66 13	\$	811 139
Balance at December 31, 2019	\$	871	\$	79	\$	950
Carrying amounts						
At December 31, 2020 At December 31, 2019	\$ \$	286 196	\$ \$	305 318	\$ \$	591 514

Notes to Financial Statements Year ended December 31, 2020 (Expressed in thousands of dollars)

8. Income tax expense

Current	tax	expense
---------	-----	---------

Origination and reversal of temporary differences \$ 496 \$ 570 \$ 496 \$ 570 Reconciliation of effective tax rate					
Prior year adjustments 15 (152) Deferred tax expense 2020 2019 Origination and reversal of temporary differences \$ 496 \$ 570 Reconciliation of effective tax rate 2020 2019 Income before income taxes \$ 3,370 \$ 3,211 Canada and Ontario statutory Income tax rates 26.5% 26.5% Expected tax provision on income at statutory rates 893 851 Increase (decrease) in income taxes resulting from: 9 200 2019 Permanent differences 3 2 Prior period adjustment (19) (120) Regulatory adjustment (131) (150) Other 7 (79) Income tax expense \$ 753 \$ 504 Significant components of the Corporation's deferred tax balances 2020 2019 Deferred tax assets (liabilities): Property, plant and equipment \$ (1,848) \$ (1,338) Post-employment benefits 35 27 Corporate minimum tax 5 - Other - -			2020		2019
Prior year adjustments 15 (152) Deferred tax expense 2020 2019 Origination and reversal of temporary differences \$ 496 \$ 570 Reconciliation of effective tax rate 2020 2019 Income before income taxes \$ 3,370 \$ 3,211 Canada and Ontario statutory Income tax rates 26.5% 26.5% Expected tax provision on income at statutory rates 893 851 Increase (decrease) in income taxes resulting from: 9 200 2019 Permanent differences 3 2 Prior period adjustment (19) (120) Regulatory adjustment (131) (150) Other 7 (79) Income tax expense \$ 753 \$ 504 Significant components of the Corporation's deferred tax balances 2020 2019 Deferred tax assets (liabilities): Property, plant and equipment \$ (1,848) \$ (1,338) Post-employment benefits 35 27 Corporate minimum tax 5 - Other - -	Rased on current year tayable income	¢	242	Ф	110
Separate Separate		φ		φ	
Deferred tax expense 2020 2019	Thor year adjustments	\$		\$	
Origination and reversal of temporary differences \$ 496 \$ 570 Reconciliation of effective tax rate 2020 2019 Income before income taxes \$ 3,370 \$ 3,211 Canada and Ontario statutory Income tax rates 26.5% 26.5% Expected tax provision on income at statutory rates 893 851 Increase (decrease) in income taxes resulting from: Permanent differences 3 2 Prior period adjustment (19) (120) Regulatory adjustment (131) (150) Other 7 (79) 7 (79) Income tax expense \$ 753 \$ 504 Significant components of the Corporation's deferred tax balances 2020 2019 Deferred tax assets (liabilities): 2020 2019 Property, plant and equipment \$ (1,848) \$ (1,338) Post-employment benefits 35 27 Corporate minimum tax - - Other - -		<u>_</u>		<u> </u>	(/
Origination and reversal of temporary differences \$ 496 \$ 570 Reconciliation of effective tax rate 2020 2019 Income before income taxes \$ 3,370 \$ 3,211 Canada and Ontario statutory Income tax rates 26.5% 26.5% Expected tax provision on income at statutory rates 893 851 Increase (decrease) in income taxes resulting from: 3 2 Permanent differences 3 2 Prior period adjustment (19) (120) Regulatory adjustment (131) (150) Other 7 (79) Income tax expense \$ 753 \$ 504 Significant components of the Corporation's deferred tax balances Deferred tax assets (liabilities): 2020 2019 Deferred tax assets (liabilities): 2020 2019 Prost-employment benefits 35 27 Corporate minimum tax 5 - Other - -	Deferred tax expense				
Reconciliation of effective tax rate			2020		2019
Reconciliation of effective tax rate	Origination and reversal of temporary differences	\$	496	\$	570
Income before income taxes					
Income before income taxes					
Income before income taxes	Reconciliation of effective tax rate				
Canada and Ontario statutory Income tax rates 26.5% 26.5% Expected tax provision on income at statutory rates 893 851 Increase (decrease) in income taxes resulting from: 3 2 Permanent differences 3 2 Prior period adjustment (19) (120) Regulatory adjustment (131) (150) Other 7 (79) Income tax expense \$ 753 \$ 504 Significant components of the Corporation's deferred tax balances Deferred tax assets (liabilities): 2020 2019 Deferred tax assets (liabilities): Property, plant and equipment \$ (1,848) \$ (1,338) Post-employment benefits 35 27 Corporate minimum tax 5 - Other - -			2020		2019
Canada and Ontario statutory Income tax rates 26.5% 26.5% Expected tax provision on income at statutory rates 893 851 Increase (decrease) in income taxes resulting from: 3 2 Permanent differences 3 2 Prior period adjustment (19) (120) Regulatory adjustment (131) (150) Other 7 (79) Income tax expense \$ 753 \$ 504 Significant components of the Corporation's deferred tax balances Deferred tax assets (liabilities): 2020 2019 Deferred tax assets (liabilities): Property, plant and equipment \$ (1,848) \$ (1,338) Post-employment benefits 35 27 Corporate minimum tax 5 - Other - -	Income hefore income taxes	\$	3 370	\$	3 211
Expected tax provision on income at statutory rates 893 851 Increase (decrease) in income taxes resulting from: Permanent differences 3 2 2 Prior period adjustment (19) (120) Regulatory adjustment (131) (150) Other 7 (79) Income tax expense \$ 753 \$ 504 Significant components of the Corporation's deferred tax balances Deferred tax assets (liabilities): Property, plant and equipment \$ (1,848) \$ (1,338) Post-employment benefits 35 27 Corporate minimum tax 5 Other	moonic perore moonic taxes	Ψ	0,070	Ψ	0,211
Increase (decrease) in income taxes resulting from: 3 2 Permanent differences 3 2 Prior period adjustment (19) (120) Regulatory adjustment (131) (150) Other 7 (79) Income tax expense \$ 753 \$ 504 Significant components of the Corporation's deferred tax balances Deferred tax assets (liabilities): 2020 2019 Property, plant and equipment \$ (1,848) \$ (1,338) Post-employment benefits 35 27 Corporate minimum tax 5 - Other - -	Canada and Ontario statutory Income tax rates		26.5%		26.5%
Increase (decrease) in income taxes resulting from: 3 2 Permanent differences 3 2 Prior period adjustment (19) (120) Regulatory adjustment (131) (150) Other 7 (79) Income tax expense \$ 753 \$ 504 Significant components of the Corporation's deferred tax balances Deferred tax assets (liabilities): 2020 2019 Property, plant and equipment \$ (1,848) \$ (1,338) Post-employment benefits 35 27 Corporate minimum tax 5 - Other - -	Expected tax provision on income at statutory rates		893		851
Prior period adjustment (19) (120) Regulatory adjustment (131) (150) Other 7 (79) Income tax expense \$ 753 \$ 504 Significant components of the Corporation's deferred tax balances Deferred tax assets (liabilities): 2020 2019 Property, plant and equipment \$ (1,848) \$ (1,338) Post-employment benefits 35 27 Corporate minimum tax 5 - Other - -					
Regulatory adjustment Other (131) (150) Income tax expense \$ 753 \$ 504 Significant components of the Corporation's deferred tax balances Deferred tax assets (liabilities): Property, plant and equipment \$ (1,848) \$ (1,338) Post-employment benefits 35 27 Corporate minimum tax 5 - Other - -			3		2
Other7(79)Income tax expense\$ 753\$ 504Significant components of the Corporation's deferred tax balances20202019Deferred tax assets (liabilities): Property, plant and equipment Post-employment benefits Corporate minimum tax Other\$ (1,848) 35 5 -	Prior period adjustment		(19)		(120)
Income tax expense \$ 753 \$ 504 Significant components of the Corporation's deferred tax balances 2020 2019 Deferred tax assets (liabilities): Property, plant and equipment \$ (1,848) \$ (1,338) Post-employment benefits 35 27 Corporate minimum tax 5 - Other			(131)		(150)
Significant components of the Corporation's deferred tax balances 2020 2019 Deferred tax assets (liabilities): Property, plant and equipment Post-employment benefits Corporate minimum tax Other Significant components of the Corporation's deferred tax balances (1,848) (1,338) (1,338) (1,338) (1,338)	Other		7		(79)
Deferred tax assets (liabilities): 2020 2019 Property, plant and equipment \$ (1,848) \$ (1,338) Post-employment benefits 35 27 Corporate minimum tax 5 - Other - -	Income tax expense	\$	753	\$	504
Deferred tax assets (liabilities): Property, plant and equipment \$ (1,848) \$ (1,338) Post-employment benefits 35 27 Corporate minimum tax 5 - Other	Significant components of the Corporation's deferred tax bala	ances			
Property, plant and equipment \$ (1,848) \$ (1,338) Post-employment benefits 35 27 Corporate minimum tax 5 - Other			2020		2019
Property, plant and equipment \$ (1,848) \$ (1,338) Post-employment benefits 35 27 Corporate minimum tax 5 - Other	Deferred toy conte (linkilities):				
Post-employment benefits 35 27 Corporate minimum tax 5 – Other – –		¢	(1 0 / 0 \	¢	(1 220)
Corporate minimum tax 5 – Other – –		Ф	` '	Ф	,
Other – –					21
			5 _		_
		\$	(1,808)	\$	(1,311)

Notes to Financial Statements Year ended December 31, 2020 (Expressed in thousands of dollars)

9. Regulatory balances

Reconciliation of the carrying amount for each class of regulatory balances

							Remaining recovery/
	January 1,		R	ecovery/	Dece	mber 31,	reversal
Regulatory deferral account debit balances	2020	Additions		reversal		2020	years
Retail settlement variances Deferred income tax	\$ 7,338	\$ 2,555	\$	(4,739)	\$	5,154	2-3
Regulatory variances disposition Other	1,784 - 151	675 1,385 49		- (25)		2,459 1,385 175	- - 1-3
	\$ 9,273	\$ 4,664	\$	(4,764)	\$	9,173	10

	January 1,		R	ecovery/	Dece		Remaining recovery/ reversal
Regulatory deferral account debit balances	2019	Additions		reversal		2019	years
Retail settlement variances	\$ 5,826	\$ 1,512	\$	_	\$	7,338	2-3
Deferred income tax	1,009	775		-		1,784	_
Regulatory variances disposition	.=.						
Other	171	50		(70)		151	1-3
	\$ 7,006	\$ 2,337	\$	(70)	\$	9,273	

Regulatory deferral account credit balances	January 1, 2020	Additions	ecovery/ reversal	Decer	nber 31, 2020	Remaining years
Retail settlement variances	\$ 1,867	\$ 560	\$ (1,784)	\$	643	2-3
Deferred income tax on regulatory asset	472	179	· - '		651	_
Regulatory variances disposition	483	_	(483)		_	1-3
Other	443	118	(228)		333	_
	\$ 3,265	\$ 857	\$ (2,495)	\$	1,627	

Regulatory deferral account credit balances	January 1, 2019	Additions	ecovery/ reversal	Dece	mber 31, 2019	Remaining years
Retail settlement variances Deferred income tax on regulatory asset Regulatory variances disposition Other	\$ 2,573 267 284 70	\$ 129 205 199 373	\$ (835) - - -	\$	1,867 472 483 443	2-3 - 1-3 -
	\$ 3,194	\$ 906	\$ (835)	\$	3,265	

The COVID-19 emergency deferral account comprises of five sub-accounts established to track incremental costs and lost revenues related to the COVID-19 pandemic: (i) Billing and System Changes as a Result of the Emergency Order Regarding Time-of-Use Pricing, (ii) Lost Revenues Arising from the COVID-19 Emergency, (iii) Other Incremental Costs, (iv) Foregone Revenues from Postponing Rate Implementation, and (v) Bad Debt.

Notes to Financial Statements Year ended December 31, 2020 (Expressed in thousands of dollars)

9. Regulatory balances (continued)

On December 16, 2020, the OEB Staff released their proposal on the COVID-19 deferral accounts which introduces certain criteria to that may need to be satisfied for amounts to be eligible for recovery. Based on this information, management believes there is high uncertainty in regards to the recoverability of costs and lost revenues related to government and OEB customer relief actions, and therefore a low probability of recovery. Costs directly related to the implementation of safety measures as a result of the COVID-19 pandemic were tracked. No amounts have been recorded in the COVID-19 Emergency Deferral Account as at December 31, 2020.

The regulatory balances are recovered or settled through rates approved by the OEB which are determined using estimates of future consumption of electricity by its customers. Future consumption is impacted by various factors including the economy and weather. The Corporation has received approval from the OEB to establish its regulatory balances.

Settlement of the Group 1 deferral accounts is done on an annual basis through application to the OEB. The OEB requires the Corporation to estimate its income taxes when it files a COS application to set its rates. As a result, the Corporation has recognized a regulatory deferral account for the amount of deferred taxes that will ultimately be recovered from/paid back to its customers. This balance will fluctuate as the Corporation's deferred tax balance fluctuates.

Regulatory deferral accounts attract interest at OEB prescribed rates. With the exception of Pension and OEB Forecast Accrual accounts (OPEBs), the rates from January to June 2020 were 2.18%, and July to December 2020 were 0.57%. Prior year rates from January to March 2019 were 2.45%, April to December 2019 were 2.18%.

In 2020, OPEBs were 2.88% for the period January to March, 2.48% for the period April to September and 2.03% for period October to December. In 2019, OPEBs were 3.82% for the period January to March, 3.39% for the period April – June and 2.88% for the period July to December.

10. Accounts payable and accrued liabilities

	2020	2019
Power purchases	\$ 1,209	\$ 2,535
Trade payables	2,300	1,513
Due to related parties	3,888	3,715
Other	1,055	487
	\$ 8,452	\$ 8,250

Notes to Financial Statements Year ended December 31, 2020 (Expressed in thousands of dollars)

11. Long-term debt

		2020		2019
Term loan interest at 4.05% navable in monthly				
Term loan, interest at 4.05%, payable in monthly instalments, due 2022, secured by a General				
Security Agreement	\$	2,948	\$	3,085
Term loan, interest at 3.81%, payable in monthly	Ψ	2,940	Ψ	3,003
instalments, due 2022, secured by a General				
Security Agreement		3,072		3,201
Term loan, interest at 4.59%, payable in monthly		0,012		0,201
instalments, due 2023, secured by a General				
Security Agreement		2,471		2,557
Term loan, interest at 3.96%, payable in monthly		۷,۳/۱		2,001
instalments, due 2024, secured by a General				
Security Agreement		1,746		1,790
Term loan, interest at 3.91%, payable in monthly		1,740		1,730
instalments, due 2024, secured by a General				
Security Agreement		1,760		1,803
Term loan, interest at 3.68%, payable in monthly		1,700		1,000
instalments, due 2025, secured by a General				
Security Agreement		1,759		1,803
Term loan, interest at 1.54%, payable in monthly		1,7.00		1,000
instalments, due 2025, secured by a General				
Security Agreement		10,717		11,071
Term loan, interest at 3.48%, payable in monthly		.0,		,
instalments, due 2026, secured by a General				
Security Agreement		2,663		2,728
Term loan, interest at 4.09%, payable in monthly		_,		_,
Instalments, due 2026, secured by a General				
Security Agreement		1,606		1,637
Ontario Infrastructure Ioan, interest at 3.91%,		,,,,,,,		.,
payable in semi-annual instalments, due 2026				
secured by a General Security Agreement		1,000		1,167
Term loan, interest at 3.60%, payable in monthly		,		, -
instalments, due 2027, secured by a General				
Security Agreement		2,858		2,922
Term loan, interest at 1.92%, payable in monthly		ŕ		,
instalments, due 2030, secured by a General				
Security Agreement		1,269		1,372
Term loan, interest at 3.28%,				
payable in monthly instalments, due 2049				
secured by a General Security Agreement		2,329		2,376
, , , ,		36,198		37,512
Less current portion of long-term debt		(1,315)		(1,258)
	\$	34,883	\$	36,254

Notes to Financial Statements Year ended December 31, 2020 (Expressed in thousands of dollars)

11. Long-term debt (continued)

Principal payment due in each of the next five years are as follows:

2021	\$ 1	,315
2022	6	,799
2023	3	,278
2024	4	,136
2025	11	,530
Thereafter	9	,140

As of December 31, 2020, the Company has a bank overdraft of \$3,313 (\$2,806 - 2019). Bank overdrafts are repayable on demand and form an integral part of the Company's cash management. Interest accrues daily at Prime less 1.90%.

12. Leases

		Vehicle
Right-of-use Asset		Leases
Cost or deemed cost		
Balance at January 1, 2020	\$	171
Additions	*	227
Balance at December 31, 2020	\$	398
Balance at January 1, 2019	\$	_
Additions	*	171
Balance at December 31, 2019	\$	171
Accumulated amortization		
Balance at January 1, 2020	\$	21
Amortization	*	97
Balance at December 31, 2020	\$	118
Balance at January 1, 2019	\$	_
Amortization	·	21
Balance at December 31, 2019	\$	21
Carrying amounts		
At December 31, 2020	\$	280
At December 31, 2019	\$	150

Notes to Financial Statements Year ended December 31, 2020 (Expressed in thousands of dollars)

12. Leases (continued)

Lease Liability	Vehicle Leases
Balance at January 1, 2020 Additions	\$ 150 227
Repayments Interest	(104) 13
Balance at December 31, 2020	\$ 286
Balance at January 1, 2019 Additions Repayments Interest	\$ – 171 (25) 4
Balance at December 31, 2019	\$ 150

Lease liabilities include a current portion of \$46, with the remaining balance due over the following two years. Certain leases held by the Corporation provide the Corporation with extension options and termination options that may impact the term of the Lease which can impact the finance lease liability recognized in the statement of financial position. The Corporation has determined the lease term for all contracts based on all available information as at the reporting date.

13. Post-employment benefits

(a) OMERS pension plan

The Corporation provides a pension plan for its employees through OMERS. The plan is a multi-employer, contributory defined pension plan with equal contributions by the employer and its employees. In 2020, the Corporation made employer contributions of \$498 to OMERS (2019 - \$404) which has been recognized in profit or loss. The Corporation estimates that a contribution of \$400 to OMERS will be made during the next fiscal year.

As at December 31, 2020, OMERS had approximately 525,000 members, of whom 42 are current employees of the Corporation. The most recently available OMERS annual report is for the year ended December 31, 2020, which reported that the plan was 97% funded, with an unfunded liability of \$3.2 billion. This unfunded liability may result in extra future payments by participating employers and members.

Notes to Financial Statements Year ended December 31, 2020 (Expressed in thousands of dollars)

13. Post-employment benefits (continued)

(b) Post-employment benefits other than pension

The Corporation pays certain medical and life insurance benefits on behalf of some of its retired employees. The Corporation recognizes these post-employment benefits in the year in which employees' services were rendered. The Corporation is recovering its post-employment benefits in rates based on the expense and remeasurements recognized for post-employment benefit plans.

Reconciliation of the obligation		2020	2019
Defined benefit obligation, beginning of year	\$	100	\$ 178
Included in profit or loss			
Current service cost		13	9
Interest cost		3	3
Included in other comprehensive income			
Actuarial Loss arising from changes in financial assur	mptions	15	(90)
		131	100
Benefits paid		_	_
Defined benefit obligation, end of year	\$	131	\$ 100
			_
Actuarial assumptions		2020	2019
Di		0.000/	2.000/
Discount (interest) rate		3.80%	3.80%
Salary levels		3.10%	3.10%
Medical Costs		6.50%	6.50%
Dental Costs		4.00%	4.00%

(b) Post-employment benefits other than pension (continued)

A 1% increase in the assumed discount rate would result in the defined benefit obligation decreasing by \$18. A 1% decrease in the assumed discount rate would result in the defined benefit obligation increasing by \$20.

14. Share capital

	2020	2019
Authorized: Unlimited number of common shares Unlimited number of preferred shares		
Issued:		
1,000 common shares, no par value	\$ 10,852	\$ 10,852

Notes to Financial Statements Year ended December 31, 2020 (Expressed in thousands of dollars)

15. Other revenue

		2020		2019
Collection and other service charges	\$	221	\$	209
Billing and other services	Ψ	303	Ψ	233
Rent		391		323
Recognition of contributions in aid of construction		742		540
Other		53		199
	\$	1,710	\$	1,504

16. Employee salaries and benefits

	2020	2019
Salaries, wages and benefits CPP and EI remittances	\$ 4,052 332	\$ 3,911 276
Contributions to OMERS	498	404
	\$ 4,882	\$ 4,591

17. Finance income and costs

	2020	2019
Finance income		
Interest income on bank deposits	\$ 1	\$ 5
Finance costs		
Interest expense on long-term debt	(1,284)	(1,377)
Interest expense on customer deposits	(72)	(44)
Other	(7)	(13)
Interest expense on capital lease	(13)	(4)
	(1,376)	(1,398)
Net finance costs recognized in profit or loss	\$ (1,375)	\$ (1,393)

18. Commitments and contingencies

General Liability Insurance

The Corporation is a member of the Municipal Electric Association Reciprocal Insurance Exchange (MEARIE). MEARIE is a pooling of public liability insurance risks of many of the LDCs in Ontario. All members of the pool are subjected to assessment for losses experienced by the pool for the years in which they were members, on a pro-rata basis based on the total of their respective service revenues. As at December 31, 2020, no assessments have been made.

Notes to Financial Statements Year ended December 31, 2020 (Expressed in thousands of dollars)

19. Related party transactions

(a) Parent and ultimate controlling party

The sole shareholder of the Corporation is the Town of Innisfil. The Town produces consolidated financial statements that are available for public use.

(b) Outstanding balances with related parties

		2020		2019
T	•	450	•	400
Town of Innisfil - receivable	\$	150	\$	183
InnServices Utilities Inc receivable		234		_
InnServices Utilities Inc payable		(3,888)		(3,715)
Innterprises Inc receivable		368		308
	\$	(3,136)	\$	(3,224)

(c) Transactions with related parties

The Corporation delivers electricity to the Town throughout the year for the electricity needs of the Town and its related organizations. Electricity delivery charges are at prices and under terms approved by the OEB.

The Corporation also provides electricity and other services, including water and wastewater billing and collection, to InnServices Utilities Inc, an affiliate company. Electricity delivery charges are at prices and under terms approved by the OEB. Revenue includes \$1,351 (2019 - \$1,314) from InnServices Utilities Inc. for financial, billing, and other services.

(d) Key management personnel

The key management personnel of the Corporation have been defined as members of its board of directors and executive management team members. The compensation paid or payable is as follows:

	2020	2019
Directors' fees Salaries and other benefits	\$ 53 943	\$ 50 720
	\$ 996	\$ 770

Notes to Financial Statements Year ended December 31, 2020 (Expressed in thousands of dollars)

20. Financial instruments and risk management

Fair value disclosure

The carrying values of cash, accounts receivable, unbilled revenue, due from/to related parties and accounts payable and accrued liabilities approximate fair value because of the short maturity of these instruments. The carrying value of the customer deposits approximates fair value because the amounts are payable on demand.

The fair value of the long-term debt at December 31, 2020 is \$36,297 (2019 - \$36,038). The fair value is calculated based on the present value of future principal and interest cash flows, discounted at the current rate of interest at the reporting date.

Financial risks

The Corporation understands the risks inherent in its business and defines them broadly as anything that could impact its ability to achieve its strategic objectives. The Corporation's exposure to a variety of risks such as credit risk, interest rate risk, and liquidity risk, as well as related mitigation strategies are discussed below.

(a) Credit risk

Financial assets carry credit risk that a counterparty will fail to discharge an obligation which could result in a financial loss. Financial assets held by the Corporation, such as accounts receivable, expose it to credit risk. The Corporation earns its revenue from a broad base of customers located in the Town of Innisfil and South Barrie. As at December 31, 2020, no single customer accounts for a balance in excess of 10% of total accounts receivable (2019 - none).

The carrying amount of accounts receivable is reduced through the use of an allowance for impairment and the amount of the related impairment loss is recognized in profit or loss. Subsequent recoveries of receivables previously provisioned are credited to profit or loss. The balance of the allowance for impairment at December 31, 2020 is \$110 (2019 - \$60). An impairment loss of \$238 (2019 - \$40) was recognized during the year.

The Corporation's credit risk associated with accounts receivable is primarily related to payments from distribution customers. At December 31, 2020, approximately \$160 (2019 - \$164) is considered 90 days past due. The Corporation has over 17,000 customers, the majority of whom are residential. Credit risk is managed through collection of security deposits from customers in accordance with directions provided by the OEB and through credit insurance. As at December 31, 2020, the Corporation holds security deposits in the amount of \$39 (2019 - \$39).

Notes to Financial Statements Year ended December 31, 2020 (Expressed in thousands of dollars)

20. Financial instruments and risk management (continued)

(b) Market risk

Market risks primarily refer to the risk of loss resulting from changes in commodity prices, foreign exchange rates, and interest rates. The Corporation currently does not have any material commodity or foreign exchange risk. The Corporation is exposed to fluctuations in interest rates as the regulated rate of return for the Corporation's distribution business is derived using a complex formulaic approach which is in part based on the forecast for long-term Government of Canada bond yields. This rate of return is approved by the OEB as part of the approval of distribution rates.

A 1% increase in the interest rate at December 31, 2020, would have increased interest expense on the long-term debt by \$383, assuming all other variables remain constant. A 1% decrease in the interest rate would have an equal but opposite effect.

(c) Liquidity risk

The Corporation monitors its liquidity risk to ensure access to sufficient funds to meet operational and investing requirements. The Corporation's objective is to ensure that sufficient liquidity is on hand to meet obligations as they fall due while minimizing interest exposure. The Corporation has access to a \$6,000 line of credit facility and monitors cash balances daily to ensure that a sufficient level of liquidity is on hand to meet financial commitments as they become due. As at December 31, 2020, \$3,313 had been drawn under the Corporation's credit facility (2019 - \$2,806).

The Corporation also has a letter of credit facility for \$938 for the purpose of issuing letters of credit mainly to support the prudential requirements of the IESO, of which \$nil has been drawn and posted with the IESO (2019 - \$nil).

The majority of accounts payable, as reported on the statement of financial position, are due within 30 days.

(d) Capital disclosures

The main objectives of the Corporation, when managing capital, are to ensure ongoing access to funding to maintain and improve the electricity distribution system, compliance with covenants related to its credit facilities, prudent management of its capital structure with regard for recoveries of financing charges permitted by the OEB on its regulated electricity distribution business, and to deliver the appropriate financial returns.

The Corporation's definition of capital includes shareholder's equity and long-term debt. As at December 31, 2020, shareholder's equity amounts to \$27,834 (2019 - \$25,217) and long-term debt amounts to \$36,198 (2019 - \$37,512).

Notes to Financial Statements Year ended December 31, 2020 (Expressed in thousands of dollars)

21. Impact of COVID-19:

On March 11, 2020, the World Health Organization declared that the COVID-19 outbreak was a global pandemic. On March 17, 2020, the Ontario Government declared a State of Emergency pursuant to the Emergency Management and Civil Protection Act. The Ontario Government renewed the declaration, as required by the legislation, until July 24, 2020. During the State of emergency, the Ontario Government issued emergency orders under the legislation and extended them as required by the legislation. On July 24, 2020, the Reopening Ontario (A Flexible Response to COVID-19) Act, 2020 came into effect, bringing the declared State of Emergency to an end. The Reopening Ontario Act also enabled the Ontario Government to extend, amend, and revoke the remaining emergency orders in order to facilitate a flexible response to the ongoing COVID-19 risks.

On March 19, 2020, the OEB extended the ban on disconnecting residential customers to July 31,2020, in light of the COVID-19 pandemic. For the same reason, at the same time, the OEB also banned the disconnection of other low volume customers (as defined in the OEB Act) prior to July 31, 2020. In addition, the Corporation extended its ban on disconnecting residential and low volume customers until the transition back into the OEB's annual recurring winter disconnection ban on November 15, 2020.

On March 24, 2020, the Ontario Government issued an emergency order setting TOU rates for onpeak, mid-peak, and off-peak at 10.1 cents per kWh, which prior to the emergency order was the TOU off-peak rate. That emergency order was effective through May 7, 2020. On May 6, 2020, the Ontario Government issued an emergency order extending those TOU rates through May 31, 2020.

On May 30, 2020, the Ontario Government announced the COVID-19 Recovery Rate, setting a fixed TOU electricity price at 12.8 cents per kWh, 24 hours a day, seven days a week, effective June 1,2020 until October 31, 2020. On October 13, 2020, the OEB announced new TOU rates for onpeak, mid-peak, and off-peak, that once again vary according to when electricity is used, effective November 1, 2020. There was no impact to net income to the Corporation.

On March 25, 2020, the OEB established a deferral account for regulatory balances to record the costs of changes to billing systems resulting from the Ontario Government's TOU emergency order, other incremental costs and lost revenues associated with the COVID-19 pandemic. On May 14, 2020, the OEB launched a consultation process to inform its decision-making with respect to how the account will operate, including eligibility requirements, and the process and timing for the disposition. On December 16, 2020, OEB staff issued a proposal with respect to the deferral account and related consultation (Note 9).

Notes to Financial Statements Year ended December 31, 2020 (Expressed in thousands of dollars)

21. Impact of COVID-19 (continued)

On August 20, 2020, the Ontario Government amended O. Reg. 95/05 Classes of Consumers and Determination of Rates. Accordingly, customers on the RPP have the choice to pay TOU rates or tiered rates, effective November 1, 2020. By default, RPP customers will pay TOU rates. RPP customers who choose to pay tiered rates will pay a lower rate for consumption below a monthly threshold, and a higher rate for consumption above that threshold. The tiered rates and the threshold are set by the OEB twice per year, at the same time as the OEB sets TOU rates. There was no impact to net income to the Corporation.

On December 15, 2020, the OEB announced new RPP TOU and tiered rates to reflect a decrease in supply cost resulting from the Ontario Government's decision to remove certain renewable generation costs from the global adjustment and funding them directly through the tax base. The reduction was accompanied by a corresponding reduction to the Ontario Electricity Rebate. There was no net income impact to the Corporation.

On December 22, 2020, the Ontario Government amended O. Reg. 95/05 Classes of Consumers and Determination of Rates, setting both the TOU rates for on-peak, mid-peak, and off-peak and tiered rates at the TOU off-peak rate of 8.5 cents per kWh. That regulatory amendment was effective through January 28, 2021, and most recently extended until February 22, 2021. On February 23, 2021, residential and small business customers resumed paying TOU and tiered pricing under the RPP at prices that were set by the OEB on December 15, 2020. There was no net income impact to the Corporation.

22. Comparative figures

Certain of the prior year comparative figures have been restated to conform to the current year's presentation.

Schedule of Instalment Remittances

Name of corporation	n contact				
Telephone number					
Effective interest date			ption (instalment remittance, payment, assessed credit)		Amount of credit
interest date	2020	Эрис	paymont, abbooded orealty		124,597
					•
				Λ	
		Total amount of in	stalments claimed (carry the result	to line 840 of the T2 Return)	<u>124,597</u> A
			Total instalments credite	d to the taxation year per T9	124,597 B
T					
Transfer —		Taxation		Effective	
Account nu	umber	year end	Amount	interest date	Description
From:				/	
To:					
From:					
To:					
From:					
То:					
			>) >		
From:					
To:					
From:	4				
 To:					
)			

*

Canada Revenue Agency Agence du revenu du Canada

Net Income (Loss) for Income Tax Purposes

Schedule 1

Corporation's name	Business number	Tax year-end
		Year Month Day
InnPower Corporation	89242 2817 RC0001	2020-12-31

- Use this schedule to reconcile the corporation's net income (loss) as reported on the financial statements and its net income (loss) for tax purposes. For more information, see the T2 Corporation Income Tax Guide.
- All legislative references are to the Income Tax Act.

Net income (loss) after taxes and extraordinary items from line 9999 of Schedule 125	2,617,000 A
Add:	
Provision for income taxes – current	
Provision for income taxes – deferred	
Interest and penalties on taxes	
Amortization of tangible assets	
Loss on disposal of assets	
Scientific research expenditures deducted per financial statements	
Non-deductible meals and entertainment expenses	
Reserves from financial statements – balance at the end of the year	
Subtotal of additions 3,936,944	3,936,944
Other additions:	
Miscellaneous other additions:	

	1 Description		2 Amount	
	605		295	_
1	Inducement under 12(1)(x) ITA		8,570,291	_
2	Customer Deposits - paragraph 20(1)(a)		39,000	
3	Amortization of Capital Lease		97,000	
4	Amortization expensed in distribution expenses		81,144	
		Total of column 2	8,787,435	>

Subtotal of other additions 199	8,787,435	<u>8,787,435</u> D
Total additions 500	12,724,379	12,724,379
		15 341 370 p

8,787,435

Deduct:

Capital cost allowance from Schedule 8		 403	4,129,248
SR&ED expenditures claimed in the year of	on line 460 from Form T661	 411	28,446
Reserves from financial statements – balar	nce at the beginning of the year	 414	100,083

Subtotal of deductions 4,257,777 ► 4,257,777

Other deductions:

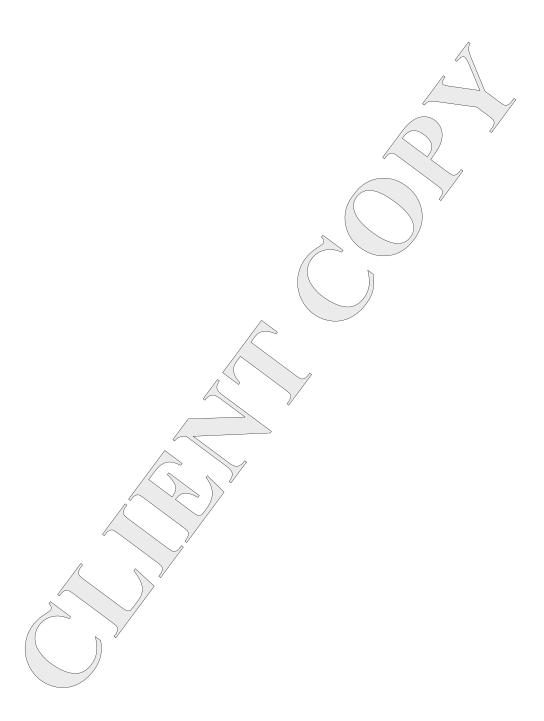
Miscellaneous other deductions:

	1 Description	2 Amount
	705	395
1	13(7.4) electon re contributed capital	8,545,000
2	Capital Lease payments	91,000
3	Customer Deposits - paragraph 20(1)(m)	39,000
4	Amortization of deferred contribution	733,000
5	Tax movement in reg. account	496,000
6	SR&ED expenditures capitalized for accounting	81,782
	Total of column 2	9,985,782

9,985,782

Subtotal of other deductions 499 9,985,782 ▶	9,985,782_E
Total deductions 510 14,243,559 ▶	14,243,559
Net income (loss) for income tax purposes (amount B minus line 510)	
Enter amount C on line 300 of the T2 return.	

T2 SCH 1 E (19) Canadä



Inducement

This form is used to calculate inducements that a corporation must add to its income under paragraph 12(1)(x) ITA. If an amount reduces the capital cost of a property, this amount will be indicated in Part "Tax credits whose amount should reduce the capital cost of property."

If you want to transfer an amount to Schedule 1 and include it in the corporation's income for tax purposes, select the corresponding check box in column A. You can also select the option **Select this check box to add all the amounts to income calculated in Schedule 1** to transfer all the amounts to Schedule 1. In either case, the column A check box will be selected for that amount and it will therefore be updated to Schedule 1.

Tax credits whose amount should be added to income

Onta	ITIO	
Α		
X	Portion of the Ontario research and development tax credit that relates to the prescribed proxy amount (PPA) and portion of the Ontario investment tax credit that relates to contributions made to SR&ED farming organizations	7,777
X	Ontario co-operative education tax credit	17,514
	Ontario apprenticeship training tax credit	
	Ontario computer animation and special effects tax credit*	
	* Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1).	
	Ontario film and television tax credit*	
	* Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1).	
	Ontario production services tax credit*	
	* Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1).	
	Ontario interactive digital media tax credit*	
	* Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1).	
	Ontario book publishing tax credit	
	Portion of the Ontario innovation tax credit that relates to the prescribed proxy amount (PPA) and portion of the Ontario investment tax credit that relates to contributions made to SR&ED farming organizations	
	Ontario business-research institute tax credit	
	Ontario community food program donation tax credit for farmers	
Othe	er amounts	
Α		
X		
Cont	tributed capital for fixed assets	8,545,000
	Total	8,545,000

Tax credits whose amount should reduce the capital cost of property

Attached Schedule with Total

Ontario – Portion of the Ontario research and development tax credit that relates to the prescribed proxy amount (PPA) and portion of the Ontario investment tax c

Title Ontario – Portion of the Ontario research and development tax credit that I

	Operator	
Description	(Note)	Amount
ORDTC claimed in 2019 T2 (Sch.508, line GG)		11,293 00
Less: Assistance reducing SRED in 2019 T2 (Sch.661, line 429)		3,516 00
	_+	
	Total	7,777 00

Note: The calculations are performed one at a time, from the first to the last line, and not according to the priority rules of the operations. For example, the formula 1+2*3 will not result in the same thing as the formula 1+3*2.

1

Canada Revenue Agency

Agence du revenu du Canada

Tax Calculation Supplementary – Corporations

Schedule 5

Corporation's name	Business Number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2020-12-31

- Use this schedule if, during the tax year, your corporation:
 - had a permanent establishment in more than one jurisdiction (corporations that have no taxable income should only complete columns A, B, and D in Part 1)
 - is claiming provincial or territorial tax credits or rebates (see Part 2), or
 - has to pay taxes, other than income tax, for Newfoundland and Labrador, or Ontario (see Part 2).
- All legislative references are to the Income Tax Regulations.
- For more information, see the T2 Corporation Income Tax Guide.
- For the regulation number to be entered in field 100 of Part 1, see the chart below.

– <u>Part</u> 1 – Alloca	ation of ta	xable income ———			$\overline{}$	
100				Enter the regulation that appl	ies (402 to 413)	
A Jurisdiction Tick yes if your cor had a perman establishment i jurisdiction during the	rporation nent in the	B Total salaries and wages paid in jurisdiction	C (B x taxable income) / G	Gross revenue attributable to jurisdiction	E (D x taxable income)/ H	F Allocation of taxable income (C + E) x 1/2** (where either G or H is nil, do not multiply by 1/2)
Newfoundland and Labrador	Yes	103		143		
Newfoundland and Labrador Offshore	004 Yes	104		144		
Prince Edward Island	005 Yes	105		145		
Nova Scotia	907 Yes	107		147		
Nova Scotia Offshore	Yes	108		148		
New Brunswick	009 Yes	109	^	149		
Quebec	Yes	111		151		
Ontario	013 Yes	113		153		
Manitoba	015 Yes	115		155		
Saskatchewan	017 Yes	117		157		
Alberta	019 Yes	119		159		
British Columbia	021 Yes	121		161		
Yukon	023 Yes	123		163		
Northwest Territories	025 Yes	125	7	165		
Nunavut	026 Yes	126		166		
Outside Canada	027 Yes	127		167		
Total		129 G		169 H		

^{*} Permanent establishment is defined in subsection 400(2)

Notes:

- 1. After determining the allocation of taxable income, you have to calculate the corporation's provincial or territorial tax payable. For more information on how to calculate the tax for each province or territory, see the instructions for Schedule 5 in the T2 Corporation Income Tax Guide.
- 2. If your corporation has provincial or territorial tax payable, complete Part 2.
- 3. If your corporation is a member of a partnership and the partnership had a permanent establishment in a jurisdiction, select the jurisdiction in Column A and include your proportionate share of the partnership's salaries and wages and gross revenue in columns B and D, respectively.

Canadä

^{**} For corporations other than those described under section 402, use the appropriate calculation described in the Regulations to allocate taxable income.

	Income eligible for small business deduction	Provincial or territorial allocation of taxable income	Provincial or territorial tax payable before credits			
1,097,820		1,097,820	126,249			
Ontario basic incom	e tax (from Schedule	500)		270	126,249	
Ontario small busines	s deduction (from Sch	edule 500)		402		
	,	,	Subtotal (line 270 r	ninus line 402)	126,249	126,249
	tax debits (from Sched	ule 506) pment tax credit (from S		276 277		
resuptare or ornar	o rocoaron and devole	omeni tax ordan (nom e	Subtotal (line 276			
Gross Ontario tax (am	nount 5A plus amount	5B)				126,249
,	•	,		404		
	x credit (from Schedule r manufacturing and p	ocessing (from Schedu				
	credit (from Schedule 2	• (
Ontario credit union	tax reduction (from So	chedule 500)				
Ontario political con	tributions tax credit (fro	,		415		
		Ontario non-refundabl	e tax credits (total of lir	nes 404 to 415))/	
			Subtotal (amour	t 50 minus amount 50	(if negative, enter "0")	126,249
Ontario research and	development tax credit	(from Schedule 508)	/	·(416	4,623
		Ontario corporate minininus line 416) (if negat			ogram 	121,626
			^			44,028
•	imum tax credit (from so od program donation ta	scriedule 510) ax credit for farmers (fro	m Schedule 2)			77,020
_		nt 5F minus the total of	/			77,598
Ontario corporate incc	ome tax payable (amou	nit of minus the total of	illes 4 10 and 420) (II	1		77,330
	ninimum tax (from Sch			278		
		edule 510)		280	<u> </u>	
Ontario special addi	itional tax on life insura	nce corporations (from	Subtotal (line 278	280	<u> </u>	77 500
Ontario special addi	itional tax on life insura		Subtotal (line 278	280	<u> </u>	77,598
Ontario special addi Total Ontario tax paya Ontario qualifying el	itional tax on life insura	ax credits (amount 5G percedit	Subtotal (line 278	280	<u> </u>	77,598
Ontario special addi Total Ontario tax paya Ontario qualifying ei Ontario co-operative	itional tax on life insura ble before refundable to nvironmental trust tax of e education tax credit (ax credits (amount 5G periodit	Subtotal (line 278	280	<u> </u>	77,598
Ontario special addi Total Ontario tax paya Ontario qualifying el Ontario co-operative Ontario apprentices	itional tax on life insura ble before refundable to nvironmental trust tax on the education tax credit (the insurance)	ax credits (amount 5G credit	Subtotal (line 278	280	<u> </u>	77,598
Ontario special addi Total Ontario tax paya Ontario qualifying er Ontario co-operative Ontario apprentices Ontario computer ar	itional tax on life insural able before refundable to invironmental trust tax of the education tax credit (in thip training tax credit (inimation and special et	ax credits (amount 5G parents) credit from Schedule 550) from Schedule 552) frects tax credit (from Schedule 552)	Subtotal (line 278	280	<u> </u>	77,598
Ontario special addi Total Ontario tax paya Ontario qualifying er Ontario co-operative Ontario apprentices Ontario computer ar Ontario film and tele	able before refundable to nvironmental trust tax of the education tax credit (inhip training tax credit (inhip training tax credit exercision tax credit (from	ax credits (amount 5G parents) credit	Subtotal (line 278	280	<u> </u>	77,598
Ontario special addi Total Ontario tax paya Ontario qualifying el Ontario co-operative Ontario apprentices Ontario computer al Ontario film and tele Ontario production s	itional tax on life insural able before refundable to invironmental trust tax of electronic electronic tax credit (in hip training tax credit (in imation and special electronic electronic tax credit (from services tax credit (from services tax credit (from	ax credits (amount 5G parents) credit from Schedule 550) from Schedule 552 fects tax credit (from Schedule 556) n Schedule 558)	Subtotal (line 278	280	▶	77,598
Ontario special addi Total Ontario tax paya Ontario qualifying el Ontario co-operative Ontario apprentices Ontario computer al Ontario film and tele Ontario production s Ontario interactive de	able before refundable to nvironmental trust tax of the education tax credit (inhip training tax credit (inhip training tax credit exercision tax credit (from	ax credits (amount 5G parents) from Schedule 550) from Schedule 552) ffects tax credit (from Schedule 556) in Schedule 558) from Schedule 560)	Subtotal (line 278	280	▶	77,598
Ontario special addi Total Ontario tax paya Ontario qualifying el Ontario co-operative Ontario apprentices Ontario computer al Ontario film and tele Ontario production s Ontario interactive d Ontario book publisl	itional tax on life insural able before refundable invironmental trust tax of electric education tax credit (inhip training tax credit (inimation and special elevision tax credit (from services tax credit (fror digital media tax credit	ax credits (amount 5G parents) from Schedule 550) from Schedule 552) ffects tax credit (from Schedule 556) n Schedule 558) from Schedule 560) chedule 564)	Subtotal (line 278	450 452 454 456 458 460 462	<u> </u>	77,598
Ontario special addi Total Ontario tax paya Ontario qualifying el Ontario co-operative Ontario apprentices Ontario computer ar Ontario film and tele Ontario production s Ontario interactive d Ontario book publisl Ontario innovation ta	itional tax on life insura- ble before refundable in nvironmental trust tax of electric education tax credit (in hip training tax credit (from and special elevision tax credit (from services tax credit (from significant education) tax credit (from services tax credit (from services tax credit (from services tax credit (from services tax credit (from services tax credit (from schedular cr	ax credits (amount 5G parents) from Schedule 550) from Schedule 552) ffects tax credit (from Schedule 556) n Schedule 558) from Schedule 560) chedule 564)	Subtotal (line 278	280	▶	77,598
Ontario special addi Total Ontario tax paya Ontario qualifying er Ontario co-operative Ontario apprentices Ontario computer ar Ontario film and tele Ontario production s Ontario interactive d Ontario book publish Ontario innovation ta Ontario business-re	able before refundable invironmental trust tax of the education tax credit (inhip training tax credit (from an an an an an an an an an an an an an	ax credits (amount 5G parents) credit from Schedule 550) from Schedule 552 fects tax credit (from Schedule 556) n Schedule 558) (from Schedule 560) chedule 564) le 566) ax credit (from Schedule 568) ax credit (from Schedule 568)	Subtotal (line 278 Dius amount 5H) Shedule 554)	280		77,598
Ontario special addi Total Ontario tax paya Ontario qualifying er Ontario co-operative Ontario apprentices Ontario computer ar Ontario film and tele Ontario production s Ontario interactive d Ontario book publish Ontario innovation ta Ontario business-re	able before refundable invironmental trust tax of the education tax credit (inhip training tax credit (from an an an an an an an an an an an an an	ax credits (amount 5G parents) credit from Schedule 550) from Schedule 552 fects tax credit (from Schedule 556) n Schedule 558) (from Schedule 560) chedule 564) le 566) ax credit (from Schedule 568) ax credit (from Schedule 568)	Subtotal (line 278	280		77,598
Ontario special addi Total Ontario tax paya Ontario qualifying er Ontario co-operative Ontario apprentices Ontario computer ar Ontario film and tele Ontario production s Ontario interactive d Ontario book publish Ontario innovation ta Ontario business-re Ontario regional opp	able before refundable invironmental trust tax of the education tax credit (inhip training tax credit (from services tax credit (from services tax credit (from shing tax credit (from Services tax cred	ax credits (amount 5G parents) credit from Schedule 550) from Schedule 552 fects tax credit (from Schedule 556) n Schedule 558) (from Schedule 560) chedule 564) le 566) ax credit (from Schedule 568) ax credit (from Schedule 568)	Subtotal (line 278 Dius amount 5H) Shedule 554) e 570) e tax credits (total of line	280	▶	77,598 77,598
Ontario special addi Total Ontario tax paya Ontario qualifying er Ontario co-operative Ontario apprentices Ontario computer ar Ontario film and tele Ontario production s Ontario interactive d Ontario book publisl Ontario innovation ta Ontario business-re Ontario regional opp	able before refundable to a national tax on life insurable before refundable to a national trust tax of the education tax credit (in hip training tax credit (from a services tax credit (from a servi	ax credits (amount 5G parents) credit from Schedule 550) from Schedule 552) ffects (ax credit (from Schedule 556) n Schedule 558) from Schedule 560) chedule 564) le 566) ax credit (from Schedule 568)	Subtotal (line 278 Substant (line 278 Substa	280	<u> </u>	
Ontario special addi Total Ontario tax paya Ontario qualifying er Ontario co-operative Ontario apprentices Ontario computer ar Ontario film and tele Ontario production s Ontario interactive d Ontario book publisl Ontario innovation ta Ontario business-re Ontario regional opp	able before refundable to a national tax on life insurable before refundable to a national trust tax of the education tax credit (in hip training tax credit (from a services tax credit (from a servi	ax credits (amount 5G parentists) credit from Schedule 550) from Schedule 552 fects tax credit (from Schedule 556) n Schedule 556) credit (from Schedule 560) chedule 564) le 566) dit (from Schedule 568) ax credit (from Schedule 568) ax credit (from Schedule 568) credit (from Schedule 568)	Subtotal (line 278 Substant (line 278 Substa	280	<u> </u>	
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Ontario special addi Total Ontario tax paya Ontario qualifying el Ontario co-operative Ontario apprentices Ontario computer al Ontario film and tele Ontario production s Ontario interactive d Ontario book publisl Ontario innovation ta Ontario business-re Ontario regional opp Net Ontario tax paya (if a credit, enter amou	able before refundable to a national tax on life insurable before refundable to a reducation tax credit (in hip training tax credit (in himation and special effectives in tax credit (from services tax credit (from services tax credit (from services tax credit (from services tax credit (from services tax credit (from services tax credit (from services in stitute tax credit (from services investment the second institute tax credit (from services investment the second in the s	ax credits (amount 5G parentists) credit from Schedule 550) from Schedule 552 fects tax credit (from Schedule 556) n Schedule 556) credit (from Schedule 560) chedule 564) le 566) dit (from Schedule 568) ax credit (from Schedule 568) ax credit (from Schedule 568) credit (from Schedule 568)	Subtotal (line 278 Substate (line 278 Substa	280	<u> </u>	

Agence du revenu du Canada Schedule 7

Aggregate Investment Income and Income Eligible for the Small Business Deduction

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2020-12-31

- Use this schedule if you are a Canadian-controlled private corporation (CCPC) to calculate:
 - your aggregate investment income and foreign investment income, as defined in subsection 129(4), to determine the refundable portion of Part I tax, and your adjusted aggregate investment income, as defined in subsection 125(7), for the purpose of the business limit reduction
 - your specified partnership income, as defined in subsection 125(7), if you are a member (or designated member) of one or more partnerships, and
 - your income from an active business carried on in Canada eligible for the small business deduction including any specified corporate income
 as defined in subsection 125(7)
- Use this schedule if another CCPC is making an assignment of business limit under subsection 125(3.2) to you.
- Use this schedule if you are a corporation that is a member of a partnership to assign **specified partnership business limit** to a **designated member** under subsection 125(8).

Note: If you are a corporation that is not a CCPC, only complete Table 1 (columns A1, B1, C1, G1, H1 and J1) and Table 3 to make this assignment.

- The adjusted aggregate investment income, for the purpose of the business limit reduction, also applies to a tax year of a corporation that begins before 2019 and ends after 2018 under the following circumstances:
 - the corporation's preceding tax year was, because of a transaction or event or a series of transactions or events, shorter than it would have been in the absence of that transaction, event or series, and
 - one of the reasons for the transaction, event or series was to defer the application of subsections 125(5.1), (5.2) and (7) to the corporation
- All legislative references are to the Income Tax Act.
- For more information, see Small Business Deduction and Refundable Portion of Part I Tax in Guide T4012, T2 Corporation Income Tax Guide.
- See the notes at the end of the form.

┌ Part 1 – Aggregate investment income
Aggregate investment income is all world source income.
Eligible portion of taxable capital gains for the year
Eligible portion of allowable capital losses for the year (including allowable business investment losses)
Net capital losses of previous years claimed on line 332 on the T2 return
Subtotal (line 012 plus line 022) A
Line 002 minus amount A (if negative, enter "0") B
Total income from property (include income from a specified investment business carried on in Canada other than income from a source outside Canada)
Exempt income
Amounts received from Agrilnvest Fund No. 2 that were included in computing the corporation's income for the year
Taxable dividends deductible (total of column F on Schedule 3 minus related expenses)
Business income from an interest in a trust that/s considered property income under paragraph 108(5)(a) . 072
Subtotal (add lines,042, 052, 062 and 072) C
Subtotal (line 032 minus amount C) 1,000 ▶ 1,000 D
Amount B plus amount D E
Total losses from property (include losses from a specified investment business carried on in Canada other than a loss from a source outside Canada)
Amount E minus line 082 (if negative, enter "0") (enter on line 440 of the T2 return)

┌ Part 2 – Adjusted aggregate investment income ──────
Eligible portion of taxable capital gains for the year (other than taxable capital gains from the disposition of an active asset note 13)
Eligible portion of allowable capital losses for the year (including allowable business investment losses) (other than allowable capital losses from the disposition of an active asset note 13)
Subtotal (line 705 minus line 710) (if negative, enter "0") F
Total income from property note 14
Exempt income
Amounts received from Agrilnvest Fund No. 2 that were included in computing the corporation's income for the year
Dividends from connected corporations
Business income from an interest in a trust that is considered property income under paragraph 108(5)(a)
Subtotal (add lines 720, 725, 730 and 735)
Subtotal (line 715 minus amount G)
Amount F plus amount H 1,000
Total losses from property note 14 1,376,000 1,376,000
Amount, if any, deducted under subsection 91(4) in computing the corporation's income for the year
Adjusted aggregate investment income (amount I minus line 740, plus line 741) (if negative, enter "0")
If this is your first tax year starting after 2018, complete the following portion.
Eligible portion of taxable capital gains for each tax year that ended in the preceding calendar year (other than taxable capital gains from the disposition of an active asset note 13)
Eligible portion of allowable capital losses for each tax year that ended in the preceding calendar year (including allowable business investment losses)(other than allowable capital losses from the disposition of an active asset note 13)
Subtotal (amount 2A minus amount 2B) (if negative, enter "0")2C
Total income from property for each tax year that ended in the preceding calendar year note 142D
Exempt income for each tax year that ended in the preceding calendar year
Amounts received from Agrilnvest Fund No. 2 that were included in computing the corporation's income for each tax year that ended in the preceding calendar year
Dividends from connected corporations for each tax year that ended in the preceding calendar year
Business income from an interest in a trust that is considered property income under paragraph 108(5)(a) for each tax year that ended in the preceding calendar year
Subtotal (add amounts 2E, 2F, 2G and 2H) 2l
Subtotal (amount 2D minus amount 2I) 2J
Amount 2C plus amount 2J 2K
Total losses from property for each tax year that ended in the preceding calendar year note 14
Amount, if any, deducted under subsection 91(4) in computing the corporation's income for each tax year that ended in the preceding calendar year
Adjusted aggregate investment income (amount 2K minus amount 2L, plus line 742) (if negative, enter "0")
(enter the total of line 744 and the adjusted aggregate investment income of all associated corporations on line 417 of the T2 return)

┌ Part 3 – Foreign investment income
Foreign investment income is all income from sources outside Canada.
Eligible portion of taxable capital gains for the year
Eligible portion of allowable capital losses for the year (including allowable business investment losses)
Subtotal (line 001 minus line 009) (if negative, enter "0")
Total income from property from a source outside Canada (net of related expenses) 019
Exempt income
Taxable dividends deductible (total of column F
on Schedule 3 minus related expenses) 049
Business income from an interest in a trust that is considered property income under paragraph 108(5)(a) . 059
Subtotal (add lines 029, 049, and 059) K
Subtotal (line 019 minus amount K)
Amount M minus line 069 (if negative, enter "0") (enter on line 445 of the T2 return)

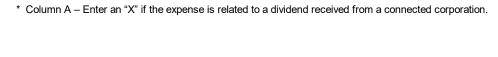
	A Canadian investment income	Foreign investment income	C Adjusted aggregate investment income*
gible portion of the taxable capital gains for the year before taking into count the capital gains reserves (federal) of Schedule 13*			
gible portion of capital gains reserves ddition/deduction)*- ***			
xable capital gains under section 34.2 ne 275 on Schedule 73)**			
gible portion of the taxable capital gains for the year dd amounts 1.1, 1.2, and 1.3)			
gible portion of allowable capital losses for the year cluding allowable business investment losses)*			
et capital losses of previous years (line 332 on the T2 return)			
owable capital losses for the year dd amounts 2.1, 2.2 and 2.3)			
nount 1 minus amount 2 (if negative, enter "0")			
xable dividends	4		
ental property income (under regulation 1100(11))			
her property income*			1,000
operty income under section 34.2 ne 280 of Schedule 73)**			
tal property income dd amounts 4.1, 4.2, 4.3 and 4.4)	1,000	<u> </u>	1,000
empt income			
nounts received from AgriInvest Fund No. 2 that were included in mputing the corporation's income for the year			
xable dividends deductible (total of column F Schedule 3 minus related expenses)*			
siness income from an interest in a trust that is nsidered property income under paragraph 108(5)(a)			
ld amounts 5.1, 5.2, 5.3 and 5.4			
nount 4 minus amount 5			
nount 3 plus amount 6	1,000		1,000
ental property losses (under regulation 1100(11))			
vidend losses			
her property losses*	1,376,000		1,376,000
operty losses under section 34.2 ne 280 of Schedule 73)**			
tal property losses dd amounts 8.1, 8.2, 8.3 and 8.4)	1,376,000		1,376,000
nount 7 minus amount 8 (if negative, enter "0")			
rporation's income for the year			
nount 7 minus amount 8 plus amount 10 (if negative, enter "0")			

- * To calculate the adjusted aggregate investment income under column C:
 - On lines 1.1, 1.2 and 2.1, only capital gains and losses resulting from the disposition of property other than an active asset (as defined under subsection 125(7) ITA) are to be taken into account.
 - On line 4.3, include amounts in respect of a life insurance policy that are included in computing the corporation's income for the year (even if those
 amounts are not included in the calculation of the corporation's investment income in column A and B) as well as the income from a specified foreign
 investment business.
 - On line 5.3, only the dividends received from a connected corporation should be included.
 - On line 8.3, include the loss from a specified foreign investment business.

For more information on the calculation of the adjusted aggregate investment income, consult notes 13 and 14 at the end of this form as well as the Help (F1).

**When an amount is entered on these lines in column B, it reduces the corresponding amount in column A. For more information, consult the Help (F1).

Net taxable dividends		Canadian	Foreign	Total
Taxable dividends deducted per Schedule 3				
Less: Expenses related to such dividends	A *			
			1	
Total expenses				
Net taxable dividends				



Α			A1			1A				
Is the corporation a designated mem of the partnership	ber	Partnership name								
			200							
Yes No										
B1	C1	D1	1D	2D	E1	F1				
Total income (loss) of partnership from an active business	Corporation's share of amount in column B1	Income of the corporation from providing (directly or indirectly) services or property to the partnership	Prorated amounts calculated under section 34.2 note 1	Expenses the corporation incurred to earn partnership income	Adjustments (column 1D minus column 2D)	Corporation's income (loss) in respect of the partnership note 2 (add columns C1, D1 and E1)				
300	310	311		//	315	320				
					Total	350				
G1	H1	I1	J1	K 1	L1	M1				
Number of days in the partnership's fiscal period	Prorated business limit notes 2 and 3 (column C1 ÷ column B1) × [\$ 500 000 × (column G1 ÷ 365)] (if column C1 is	Specified partnership business limit assigned to you (from H2 in Table 2) note 5	Specified partnership business limit assigned by you from F3 in Table 3) note 6	Specified partnership business limit amount (column H1 plus column I1 minus column I1)	Column F1 minus column K1 (if negative, enter "0")	Lesser of columns F1 and K1 (if column F1 is negative, enter "0" note 4				
325	negative, enter "0")	335	336		00-	340				
		business carried on in ter as a positive amoun		Total	385	360				
	of the corporation fo	r the year – enter a s a r		380						
		/_	Subtotal (line 370 plus	s line 380)	N					
	ount N, whichever is le	//			390 _					
ed partnership in t amount R in Part	come (line 360 plus 5)	line 390)	.).>		400 _					

¬ Part 4 – Specified partnership income (continued) -

Tables 2 and 3 are used to make an assignment of **specified partnership business limit** under subsection 125(8). A person that is a member of a partnership can make an assignment of **specified partnership business limit** under subsection 125(8) to a **designated member**.

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If you are a CCPC that is a designated member and **receiving** specified partnership business limit from a person that is a member of the partnership, complete Table 2.

If you are a corporation that is a member of the partnership and assigning specified partnership business limit to a designated member, complete Table 3.

	A2			2/	4			B2		
Partnership name					Partnership's account number		Name of the member			
	405							406		
								\\		
C2	D	2	E2	2		F2	G2	2	H2	
Business number of the member (if applicable)			rance Trust acc f the number o		Tax year start of the member (yyyymmdd)		ember the member		Specified partnershi business limit assigned to you by the member note 7	
410	4	11	412	2		415	410	6	420	
his 2. Van and assign			h (CCDC)	i£ilt				405(0)		
ble 3 – You are assign	A3	gnated memi	oer (CCPC) sp			SINESS VIMIT UNG	ier subsection	B3		
F	artnership nan	ne		Partner	ship's		Name of the	designated m	ember	
				account r	number					
	425				,			426		
C3			D3			E3			F3	
Business number of the designated member	of		Tax year start of the designated member (yyyymmdd)			Tax year-end o the designated member (yyyymmdd)		limit as	d partnership business ssigned by you to the signated member note 8	
			435			436			440	
430		// \	· · · //	/						
430		1								
	income n	ot eligible	for the sm	all busine	ss dedu	ction —				
430 t 5 – Partnership oration's income from acting related expenses) –	tive business	es carried on in	n Canada as a i	member or de	signated m	ember of a partr	ership (after			
t 5 – Partnership ration's income from ac ting related expenses) -	tive business - from line 35	es carried on in 0 in Part 4 (if the	n Canada as a i	member or de	esignated m nter "0" on li	ember of a partr		_		
t 5 – Partnership	tive business - from line 35	es carried on in 0 in Part 4 (if the	n Canada as a i	member or de	esignated m nter "0" on li	ember of a partr ne 450) .		· · · · · <u> </u>		
t 5 – Partnership ration's income from ac ting related expenses) -	tive businesser from line 35 om line 380 in	es carried on in 0 in Part 4 (if the Part 4)	n Canada as a in the net amount i	member or de is negative, er	esignated m ter "0" on li	ember of a partr ne 450) .		mount P)		

			09242 2017 NC0001
Part 6 − Income eligible for the small busines.	s deduction ————		
Net income for income tax purposes from line 300 of the T2 return	n	<u>1,097,820</u> s	
Allowable business investment loss from line 406 of Schedule 1		T	
	Subtotal (amount S plus amour	nt T)1,097,820 ▶	1,097,820_ U
Foreign business income after deducting related expenses note 9		500	
Taxable capital gains from line 113 of Schedule 1		V	
Net property income (line 032 note 10 minus the total of lines 042,	052 and 082 ^{note 9} in Part 1)	1,375,000 w	
Personal services business income after deducting related expenses note 9	e1		
Other income after deducting related expenses note 9	e2	<i>/</i> 1	
Subtotal (amount e1 plus amount e2) ^{note}	9	520	
Subtotal (add line 500), amount V, amount W and line	520)	-1,375,000 X
Net amount (amount U minus amount X)			2,472,820 Y
Partnership income not eligible for the small business deduction (line 450 in Part 5)	Z	
Partnership income allocated to your corporation under subsection	n 96(1.1)	530	/
Income referred to in clause 125(1)(a)(i)(C)		540	
Income referred to in clause 125(1)(a)(i)(B) (from line 615 in Part	7)	A	A
Subtotal (add amount	Z, line 530, line 540 and amount	AA) -	ВВ
Specified corporate income (from line 625 in Part 7)			CC
			2 472 920
Income eligible for the small business deduction (amount Y I		CC)	<u>2,472,820</u> DD
(enter amount DD on line 400 of the T2 return - if negative, enter	0)		
Part 7 – Specified corporate income and assig	gnment under subsectio	on 125(3.2) ————	
1EE	EE	FF	GG
Name of the corporation		Income described under clause 125(1)(a)(i)(B) received from the	Business limit assigned from the corporation identified in

1				
	1EE	EE	FF	GG
	Name of the corporation	Business number of	Income described under clause	Business limit assigned from
		the corporation	125(1)(a)(i)(B) received from the	the corporation identified in
			corporation identified in	column EE ^{note 12}
			column EE note 11	
		600	610	620
1				
			Total 615	Total 625
1				





Notes

2020-12-31

Note 1 Do not include expenses that were deducted in computing the income of the corporation in column D1.

In general, amounts included under subsections 34.2(2) and 34.2(3) or claimed under subsection 34.2(4) are deemed to have the **same character** and be in the **same proportions** as the partnership income they relate to. For example, if a corporation receives \$100,000 of partnership income for the partnership's fiscal period ending in its tax year, and that income is made up of \$40,000 of active business income, \$30,000 of income from property, and \$30,000 as a taxable capital gain, the corporation's adjusted stub period accrual (ASPA) in respect of the partnership would be 40% active business income, 30% property income, and 30% taxable capital gains. Add or deduct only the portion of the following amounts that are characterized as **active business income** in accordance with subsection 34.2(5):

Add:

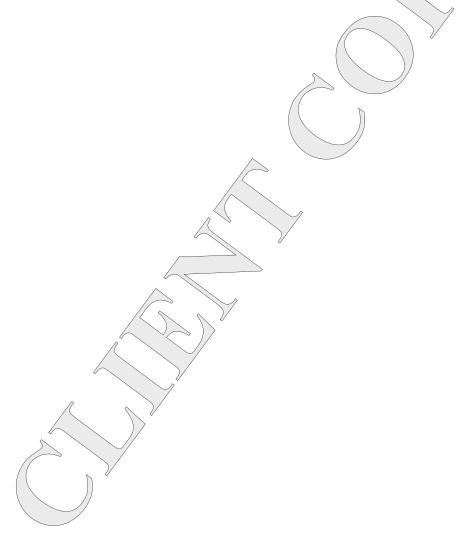
- the ASPA under subsection 34.2(2) (column 4 of Schedule 73)
- the income inclusion for a new corporate member of a partnership under subsection 34.2(3) (column 6 of Schedule 73)
- the previous-year transitional reserve under subsection 34.2(12) (column 12 of Schedule 73)

Deduct

- the previous-year ASPA under subsection 34.2(4) (column 5 of Schedule 73)
- the previous-year income inclusion for a new corporate member of a partnership under subsection 34.2(4) (column ガ f Schedule 73)
- Note 2 When a partnership carries on more than one business, one of which generates income and another of which realizes a loss, the loss is **not** netted against the partnership's income when calculating the prorated business limit (column H1). Enter on line 380 the total of all losses from column F1.
- Note 3 If you are a designated member of the partnership, enter "0".
- Note 4 You must enter "0" if the partnership provides services or property to either:
 - (A) a private corporation (directly or indirectly in any manner whatever) in the year, if:
 - you (or one of your shareholders) or a person that does **not** deal at arm's length with you (or one of your shareholders) holds a direct or indirect interest in the private corporation, and
 - it is not the case that all or substantially all of the partnership's income for the year from an active business is from providing services or property to
 - persons (other than the private corporation) that deal at arm's length with the partnership and each person that holds a direct or indirect interest in the partnership, or
 - partnerships with which the partnership deals at arm's length, other than a partnership in which a person that does not deal at arm's length with you holds a direct or indirect interest, or
 - (B) a particular partnership (directly or indirectly in any manner whatever) in the year, if:
 - you (or one of your shareholders) do **not** deal at arm's length with the particular partnership or a person that holds a direct or indirect interest in the particular partnership, and
 - it is not the case that all or substantially all of the partnership's income for the year from an active business is from providing services or property to
 - persons that deal at arm's length with the partnership and each person that holds a direct or indirect interest in the partnership, or
 - partnerships (other than the particular partnership) with which the partnership deals at arm's length, other than a partnership in which a person that does **not** deal at arm's length with you holds a direct or indirect interest.
- Note 5 If you are a CCPC that is a **designated member** receiving an assignment of **specified partnership business limit**, complete Table 2 to determine the amounts to enter in Table 1 column I1.
- Note 6 If you are a corporation that is a **member** of the partnership and you are assigning **specified partnership business limit**, complete Table 3 to determine the amounts to enter in Table 1 column J1.
- Note 7 Add the amounts in column H2 that are for the same partnership and enter it in Table 1 column I1, in the row of the applicable partnership.
- Note 8 Add the amounts in column F3 that are for the same partnership and enter it in Table 1 column J1, in the row of the applicable partnership. This amount cannot be higher than the amount of prograted business limit you would otherwise be entitled to in Table 1 column H1 for that partnership.
- Note 9 If negative, enter amount in brackets, and add instead of subtracting.
- Note 10 Net of related expenses.
- Note 11 This amount is [as defined in subsection 125(7) specified corporate income (a)(i)] the total of all amounts, each of which is your income from an active business for the year from providing services or property to a private corporation (directly or indirectly, in any manner whatever) if
 - (A) at any time in the year, you (or one of your shareholders) or a person that does **not** deal at arm's length with you (or one of your shareholders) holds a direct or indirect interest in the private corporation, and
 - (B) it is not the case that all or substantially all of your income for the year from an active business is from providing services or property to
 - (I) persons (other than the private corporation) with which you deal at arm's length, or
 - (II) partnerships with which you deal at arm's length, other than a partnership in which a person that does **not** deal at arm's length with you holds a direct or indirect interest.
 - Do **not** include specified farming or fishing income. If the conditions described in subsection 125(10) are met, do not include income from an associated corporation.
- Note 12 The amount of business limit that a CCPC can assign to you cannot be greater than the amount in column FF that is from providing services or property directly to that CCPC. If there is an amount included in column FF that is deductible by that CCPC in respect of the amount of its income referred to in clause 125(1)(a)(i)(A) or (B) for its tax year, you need to deduct it from column FF for the purpose of determining the amount that can be assigned to you.

Notes (continued)

- Note 13 Active asset, of a particular corporation at any time, means property that is:
 - (A) used at that time principally in an active business carried on primarily in Canada by the particular corporation or by a Canadian-controlled private corporation that is related to the particular corporation,
 - (B) a share of the capital stock of another corporation if, at that time,
 - the other corporation is connected with the particular corporation (within the meaning assigned by subsection 186(4) on the assumption that the other corporation is at that time a payer corporation within the meaning of that subsection), and
 - the share would be a qualified small business corporation share (as defined in subsection 110.6(1)) if:
 - the references in that definition to an "individual" were references to the particular corporation, and
 - that definition were read without reference to "the individual's spouse or common-law partner", or
 - (C) an interest in a partnership, if:
 - at that time, the fair market value of the particular corporation's interest in the partnership is equal to or greater than 10% of the total fair market value of all interests in the partnership,
 - throughout the 24-month period ending before that time, more than 50% of the fair market value of the property of the partnership was attributable to property described in this paragraph or in paragraph (A) or (B), and
 - at that time, all or substantially all of the fair market value of the property of the partnership was attributable to property described in this paragraph or in paragraph (A) or (B).
- Note 14 Income or loss from property of a particular corporation, for the purposes of calculating the corporation's adjusted aggregate investment income, includes income or loss from a specified investment business, as well as all amounts in respect of a life insurance policy that are included in computing the corporation's income for the year (even if those amounts were not included in the computation of the corporation's aggregate investment income in Part 1).



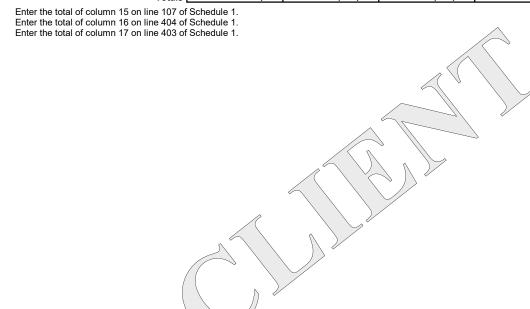
Canada Revenue Agence du revenu du Canada

Schedule 8

Capital Cost Allowance (CCA)

Corp	ooration's	name									Business num		ax year-end ar Month Day
In	nPower	Corporation									89242 2817 RC	0001 2	020-12-31
		e information, see the section or reporation electing under Regu	•	_	" in the T2 C		e Tax Guide) .					
	1			2	3		4	5		6	Z \	8	9
	Class number * See note 1	Description		Undepreciated apital cost (UCC) t the beginning of the year	Cost of acq during the (new prope be available	e year rty must for use) for use) for use investm prope te 2 from co are a investm prope or zer	acquisitions olumn 3 that occelerated ent incentive rrties (AIIP) o-emission cle (ZEV)	Adjustme transf	ers	Amount from column.5 that is assistance received or receivable during the year for a property, subsequent to its disposition	Amount from column 5 that is repaid during the year for a property, subsequent to its disposition See note 6	Proceeds of dispositions See note 7	UCC (column 2 plus column 3 plus or minus column 5 minus column 8)
						Se	e note 3		1/	See note 5	See note 6		
	200			201	203	I	225	205	5	221	222	207	
1	. 1	Buildings		20,372,305						<i>(</i>)		0	20,372,305
2	. 8	Equipment and tools		1,250,676		262,130	262,130					0	1,512,806
3	. 10	Rolling stock and vehicles		387,973		18,630	18,630					0	406,603
4	. 45	Computer equipment and softw	vare	47								0	47
5	. 47	Electrical energy distribution		25,501,468	3	3,711,652	3,711,652					39,000	29,174,120
6	. 50	Computer equipment		138,390		330,269	330,269					0	468,659
7	14.1			175,695			1	1				0	175,695
8	. 1b	Building		213,176		69,709	69,709)				0	282,885
9	. 95	WIP		3,737,000	1	,384,000	1,384,000)				0	5,121,000
			Totals	51,776,730	5	5,776,390	5,776,390					39,000	57,514,120
	1		10		11	12		13	14	15	16	17	18
	Class number * See note 1	Description	Proceed disposit available to the UCC and ZE (column 8 column 6 column 4 column (if negat enter "	ition addition reduce and acquire the splus columninus plus minus enterprise five with the splus addition and acquire the splus minus enterprise five addition addition and addition and acquire and acquire and acquire addition and acquire acquire and acquire acquire and acquire	pital cost ins of AIIP d ZEV ed during e year n 4 minus min 10) egative, er "0")	uCC adjustmer for AllP and ZEV acquired during the year (column 11 multiplied by th relevant factor) See note 9	/ for prop- during th than Al (0.5 n by th- colum co minus plus minus (if r en	adjustment erty acquired he year other IIP and ZEV nultiplied e result of n 3 minus olumn 4 column 6 column 7 s column 8) negative, nter "0")	CCA rate % See note 11	Recapture of CCA See note 12	Terminal loss See note 13	CCA (for declining balance method, the result of column 9 plus column 12 minus column 13, multiplied by column 14 or a lower amount) See note 14	UCC at the end of the year (column 9 minus column 17)
	200							224	212	213	215	217	220
1	. 1	Buildings							4	0	0	814,892	19,557,413
2	8	Equipment and tools			262,130	131,	065		20	0	0	328,774	1,184,032

	4		40	44	40	40	44	45	40	47	40
	.1	Danasistias	10	11	12	13	14	15	16	17	18
	lass Imber	Description	Proceeds of disposition	Net capital cost additions of AIIP	UCC adjustment for AllP and ZEV	UCC adjustment for property acquired	CCA rate %	Recapture of CCA	Terminal loss	CCA (for declining	UCC at the end of
	*		available to reduce	and ZEV	acquired	during the year other	Tale 70	See note 12	See note 13	balance	the year
			the UCC of AIIP	acquired during	during the year	than AllP and ZEV	See	OCC HOLC 12	OCC HOIC 13	method, the result	(column 9
	See ote 1		and ZEV (column 8 plus	the year (column 4 minus	(column 11 multiplied by the	(0.5 multiplied by the result of	note 11			of column 9 plus column 12 minus	minus column 17)
"	ole i		column 6 minus	column 10)	relevant factor)	column 3 minus				column 13,	
			column 3 plus	(if negative,	·	column 4				multiplied by column 14 or a	
			column 4 minus column 7)	enter "0")	See note 9	minus column 6 plus column 7				lower amount)	
			(if negative,			minus column 8)				,	
			enter "0")			(if negative, enter "0")				See note 14	
						5.1.c. 0 /					
						See note 10					
	200					224	212	213	215	217	220
3.	10	Rolling stock and vehicles		18,630	9,315		30	0	0	124,775	281,828
4	45	Computer equipment and soft					45	0	0	21	26
5	47	Electrical energy distribution	39,000	3,672,652	1,836,326		8	0	0	2,480,836	26,693,284
6	50	Computer equipment		330,269	165,135		55	0	0	348,587	120,072
7.	14.1						5 /	0	0	12,299	163,396
8	1b	Building		69,709	34,855		56) o	0	19,064	263,821
9	95	WIP		1,384,000	692,000		0 /	0	0		5,121,000
		Totals	39,000	5,737,390	2,868,696					4,129,248	53,384,872



- Note 1. If a class number has not been provided in Schedule II of the Income Tax Regulations for a particular class of property, use the subsection provided in Regulation 1101. Class numbers followed by a letter indicate the basic rate of the class taking into account the additional deduction allowed. Class 1a: 4% + 6% = 10% (class 1 to 10%), class 1b: 4% + 2% = 6% (class 1 to 6%).
- Note 2. 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 of property in the class that are not subject to the 50% rule. See Income Tax Folio S3-F4-C1, General Discussion of Capital Cost Allowance, for exceptions to the 50% rule.
- Note 3. An AIIP is a property (other than ZEV) that you acquired after November 20, 2018 and became available for use before 2028. ZEV is, subject to certain exceptions, a new motor vehicle included in Class 54 or 55 that you acquired after March 18, 2019 and became available for use before 2028. The Government proposes to create Class 56 for zero-emission automotive equipment and vehicles that currently do not benefit from the accelerated rate provided by Classes 54 and 55. Class 56 would apply to eligible zero-emission automotive equipment and vehicles that are acquired after March 1, 2020, and became available for use before 2028. Columns 4, 10, 11, 12 and 13 also apply for additions of class 56 property. See the T2 Corporation Income Tax Guide for more information.
- Note 4. Enter in column 5, "Adjustments and transfers", amounts that increase or reduce the undepreciated capital cost (column 9). Items that increase the undepreciated capital cost include amounts transferred under section 85, or transferred on amalgamation or winding-up of a subsidiary. Items that reduce the undepreciated capital cost (show amounts that reduce the undepreciated capital cost in brackets) include government assistance received or entitled to be received in the year, or a reduction of capital cost after the application of section 80. See the T2 Corporation Income Tax Guide for other examples of adjustments and transfers to include in column 5.

 Also include the UCC of each property acquired in a non-arm's length transaction (other than by virtue of a right referred to in paragraph 251(5)(b) of the Act) if the property was a depreciable property
 - continuously owned by the transferor for at least 364 days before the end of your tax year.
- Note 5. Include all amounts of assistance you received (or were entitled to receive) after the disposition of a depreciable property that would have decreased the capital cost of the property by virtue of paragraph 13(7.1)(f) if received before the disposition.
- Note 6. Include all amounts you have repaid during the year with respect to any legally required repayment, made after the disposition of a corresponding property, of:
 - assistance that would have otherwise increased the capital cost of the property under paragraph 13(7.1)(d) and
 - an inducement, assistance or any other amount contemplated in paragraph 12(1)(x) received, that otherwise would have increased the capital cost of the property under paragraph 13(7.4)(b)
 Also include the UCC of each property of a prescribed class acquired in the course of a corporate reorganization described under paragraph 55(3)(b) of the Act (also known as "butterfly reorganization") or in a non-arm's length transaction (other than by virtue of a right referred to in paragraph 251(5)(b) of the Act) if the property was a depreciable property acquired by the transferor less than 364 days before the end of your tax year.
- Note 7. For each property disposed of during the year, deduct from the proceeds of disposition any outlays and expenses to the extent that they were made or incurred for the purpose of making the disposition(s). The amount reported in respect of the property cannot exceed the property's capital cost, unless that property is a timber resource property as defined in subsection 13(21). The proceeds of disposition of a ZEV that has been included in Class 54 and that is subject to the \$55,000 (plus sales taxes) capital cost limit will be adjusted based on a factor equal to the capital cost limit of \$55,000 (plus sales taxes) as a proportion of the actual cost of the vehicle.
- Note 8. If the amount in column 5 reduces the undepreciated capital cost (i.e. it is shown in brackets), you must subtract it for the purposes of the calculation. Otherwise, add the amount in column 5 for the purposes of the calculation.
- Note 9. The relevant factors for property of a class in Schedule II, that is AllP or included in Classes 54 to 56, available for use before 2024 are:
 - 2 1/3 for property in Classes 43.1, 54 and 56
 - 1 1/2 for property in Class 55
 - _ 1 for property in Classes 43.2 and 53
 - 0 for property in Classes 12, 13, 14, and 15, as well as properties that are Canadian vessels included in paragraph 1100(1)(v) of the Regulations (see note 14 for additional information) and
 - _ 0.5 for all other property that is AIIP
- Note 10. The UCC adjustment for property acquired during the year other than AllP and ZEV (formerly known as the half-year rule or 50% rule) does not apply to certain property (including AllP). For special rules and exceptions, see Income Tax Folio S3-F4-C1, General Discussion of Capital Cost Allowance.
- Note 11. Enter a rate only if you are using the declining balance method. For any other method (for example the straight-line method, where calculations are always based on the cost of acquisitions), enter N/A. Then enter the amount you are claiming in column 17.
- Note 12. If the amount in column 9 is negative, you have a recapture of CCA. If applicable, enter the negative amount from column 9 in column 15 as a positive. The recapture rules do not apply to passenger vehicles in Class 10.1.
- Note 13. If no property is left in the class at the end of the tax year and there is still a positive amount in the column 9, you have a terminal loss. If applicable, enter the positive amount from column 9 in column 16. The terminal loss rules do not apply to:
 - passenger vehicles in Class 10.1
 - property in Class 14.1, unless you have ceased carrying on the business to which it relates or
 - limited-period franchises, concessions, or licences in Class 14 if, at the time of acquisition, the property was a former property of the transferor or any similar property attributable to the same fixed place of business, and you had jointly elected with the transferor to have the replacement property rules apply
- Note 14. If the tax year is shorter than 365 days, prorate the CCA claim. Some classes of property do not have to be prorated. See the T2 Corporation Income Tax Guide for more information. For property in class 10.1 disposed of during the year, deduct a maximum of 50% of the regular CCA deduction if you owned the property at the beginning of the tax year. For AllP listed below, the maximum first year allowance you can claim is determined as follows:
 - Class 13: the lesser of 150% of the amount calculated in Schedule III of the Regulations and the UCC at the end of the tax year (before any CCA deduction)
 - Class 14: the lesser of 150% of the allocation for the year of the capital cost of the property apportioned over the remaining life of the property (at the time the cost was incurred) and the UCC at the end of the tax year (before any CCA deduction)
 - Class 15: the lesser of 150% of an amount computed on the basis of a rate per cord, board foot or cubic metre cut in the tax year and the UCC at the end of the tax year (before any CCA deduction)
 - Canadian vessels described under paragraph 1100(1)(v) of the Regulations: the lesser of 50% of the capital cost of the property and the UCC at the end of the tax year (before any CCA deduction)
 - Class 41.2: use a 25% CCA rate. The additional allowance under paragraph 1100(1)(y.2)(for single mine properties) and 1100(1)(ya.2)(for multiple mine properties) of the Regulations is not eligible for the accelerated investment incentive. The additional allowance in respect of natural gas liquefaction under paragraph 1100(1)(yb) of the Regulations is eligible for the accelerated investment incentive.

The AllP also apply to property (other than a timber resource property) that is a timber limit or a right to cut timber from a limit as well as to industrial mineral mine or a right to remove minerals from an industrial mineral mine. See the Income Tax Regulations for more detail.

T2 SCH 8 (20)

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SCHEDULE 9

RELATED AND ASSOCIATED CORPORATIONS

Name of corporation	Business Number	Tax year end Year Month Day
InnPower Corporation	89242 2817 RC0001	2020-12-31

- Complete this schedule if the corporation is related to or associated with at least one other corporation.
- For more information, see the T2 Corporation Income Tax Guide.

	Name	Country of resi- dence (other than Canada)	Business number (see note 1)	Relation-ship code (see note 2)	Number of common shares you own	% of common shares you own	Number of preferred shares you own	% of preferred shares you own	Book value of capital stock
	100	200	300	400	500	550	600	650	700
1.	Innservices Utilities Inc.		81689 7326 RC0001	3					
2.	Town of Innisfil		NR	1					
3.	Innterprises Inc.		86556 4595 RC0001	3			\sim		

Note 1: Enter "NR" if the corporation is not registered or does not have a business number.

Note 2: Enter the code number of the relationship that applies from the following order: 1 - Parent 2 - Subsidiary 3 - Associated 4 - Related but not associated







Continuity of financial statement reserves (not deductible)

Description	Balance at the beginning of the year	Transfer on an amalgamation or the wind-up of a subsidiary	Add	Deduct	Balance at the end of the year
Post retirement benefits	100,083		31,000		131,0
				N	
Reserves from Part 2 of Schedule 13					
Totals	100,083		31,000		131,0

The total opening balance plus the total transfers should be entered on line 414 of Schedule 1 as a deduction. The total closing balance should be entered on line 126 of Schedule 1 as an addition.

Agreement Among Associated Canadian-Controlled Private Corporations to Allocate the Business Limit

- For use by a Canadian-controlled private corporation (CCPC) to identify all associated corporations and to assign a percentage for each associated corporation. This percentage will be used to allocate the business limit for the small business deduction. Information from this schedule will also be used to determine the date the balance of tax is due and to calculate the reduction to the business limit.
- An associated CCPC that has more than one tax year ending in a calendar year must file an agreement for each tax year ending in that calendar year
- Column 1: Enter the legal name of each of the corporations in the associated group, including those deemed to be associated under subsection 256(2) of the Income Tax Act.
- Column 2: Provide the business number for each corporation (if a corporation is not registered, enter "NR").
- **Column 3:** Enter the association code from the list below that applies to each corporation:
 - 1 Associated for purposes of allocating the business limit (unless association code 5 applies)
 - 2 CCPC that is a **third corporation** as referred to in subsection 256(2) and has filed Schedule 28, Election not to be Associated Through a Third Corporation
 - 3 Non-CCPC that is a third corporation
 - 4 Associated non-CCPC
 - 5 Associated CCPC to which association code 1 does not apply because a third corporation has filed Schedule 28
- **Column 4:** Enter the business limit for the year of each corporation in the associated group. Enter "0" if the corporation has association code 2, 3 or 4 in column 3 (except if the corporation is a cooperative or a credit union eligible for the SBD and it has association code 4).
- Column 5: Assign a percentage to allocate the business limit to each corporation that has association code 1 in column 3. The total of all percentages in column 5 cannot exceed 100%.
- **Column 6:** Enter the business limit allocated to each corporation by multiplying the amount in column 4 by the percentage in column 5. Add all business limits allocated in column 6 and enter the total at line A.

Ensure that the total at line A does not exceed \$500,000.

– Δ Π	ocating the business limit					
	ocaling the business inint	\		//		Year Month Day
Date t	iled (do not use this area)			/ 	. 025	-
						Year
Enter	the calendar year the agreement applies to				. 050	2020
	an amended agreement for the above calendar year that		1			
an ag	reement previously filed by any of the associated corporati	ons listed below?			. 075	Yes X No
	1	2	3	4	5	6
	Name of associated corporations	Business	Asso-	Business limit	Percentage	Business
		number of	ciation	for the year	of the	limit
		associated corporations	code	before the allocation	business limit	allocated*
		corporations		Ψ	%	Ψ
	100	200	300		350	400
	100	200	300		350	400
1	InnPower Corporation	89242 2817 RC0001	1	500,000		
2	Innservices Utilities Inc.	/81689 7326 RC0001	1	500,000		
3	Town of Innisfil	NR	1	500,000		
4	Innterprises Inc.	86556 4595 RC0001	1	500,000	100.0000	500,000
				Total	100.0000	500,000 A

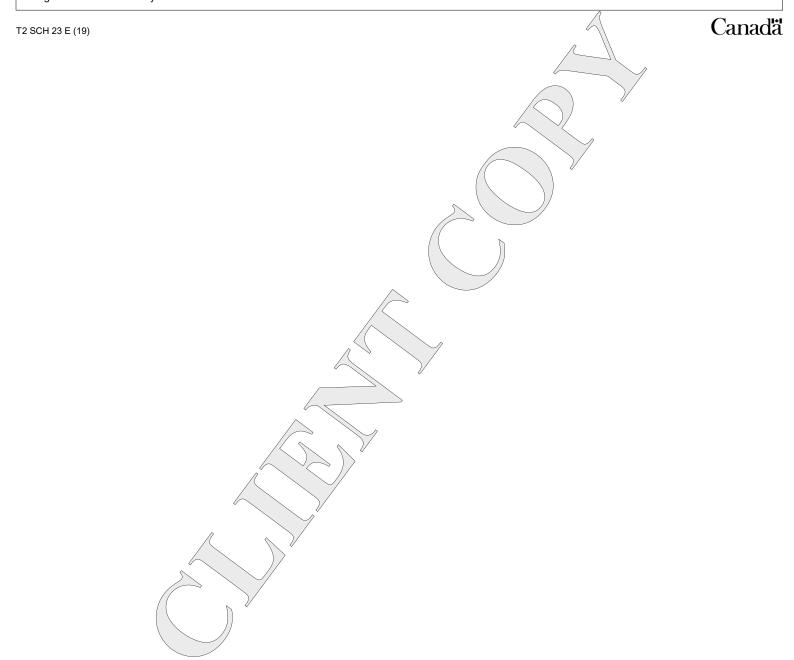
Business limit reduction under subsection 125(5.1) of the Act

The business limit reduction is calculated in the small business deduction area of the T2 return. One of the factors used in this calculation is the "large corporation amount" at line 415 of the T2 return. The amount at line 415 is determined using the formula 0.225% x (C - \$10,000,000). Another factor is the "adjusted aggregate investment income" from lines 744 and 745 of Schedule 7, Aggregate Investment Income and Income Eligible for the Small Business Deduction. Details of these formulas and variable C are in subsection 125(5.1) of the Act.

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

Special rules for business limit

Special rules apply under subsection 125(5) if a CCPC has more than one tax year ending in the same calendar year and it is associated in more than one of those tax years with another CCPC that has a tax year ending in that calendar year. The business limit for the second or later tax year will be equal to the lesser of: the business limit determined for the first tax year ending in the calendar year or the business limit determined for the second or later tax year ending in the same calendar year.





Investment Tax Credit - Corporations

General information

- Use this schedule:
 - to calculate an investment tax credit (ITC) earned during the tax year
 - to claim a deduction against Part I tax payable
 - to claim a refund of credit earned during the current tax year
 - to claim a carryforward of credit from previous tax years
 - to transfer a credit following an amalgamation or the wind-up of a subsidiary, as described under subsections 87(1) and 88(1)
 - to request a credit carryback to one or more previous years
 - if you are subject to a recapture of ITC
 - if you are claiming:
 - the Ontario Research and Development Tax Credit
 - the Ontario Innovation Tax Credit
- Unless otherwise stated, all legislative references are to the Income Tax Act and the Income Tax Regulations.
- The ITC is eligible for a three-year carryback (if not deductible in the year earned). It is also eligible for a twenty-year carryforward.
- Investments or expenditures, described in subsection 127(9) and Regulation Part XLVI, that currently earn an ITC are:
 - qualified property and qualified resource property (Parts 4 to 7 of this schedule)
 - qualified scientific research and experimental development (SR&ED) expenditures (Parts 8 to 17). File Form To61, Scientific Research and Experimental Development (SR&ED) Expenditures Claim
 - pre-production mining expenditures (Part 18)
 - You can no longer claim the ITC for the pre-production mining expenditures. Only unused credits that have not expired can be carried forward
 for up to 20 tax years following the tax year in which you made the investment.
 - apprenticeship job creation expenditures (Parts 19 to 21)
 - child care spaces expenditures (Parts 22 to 26)
 - Expenditures related to child care spaces incurred after March 21, 2017 no longer qualify for the ITC. However, if you entered into a written agreement before March 22, 2017, eligible expenditures incurred before 2020 remain eligible for the credit.
- File this schedule with the T2 Corporation Income Tax Return. If you need more space, attach additional schedules.
- For more information on ITCs, see "Investment Tax Credit" in Guide T4012, T2 Corporation Income Tax Guide and read Information Circular IC78-4, Investment Tax Credit Rates, and its related Special Release.
- For more information on SR&ED, see guide T4088, Scientific Research and Experimental Development (SR&ED) Expenditures Claim Guide to Form T661.

Detailed information

- For the purpose of this schedule, **investment** means the capital cost of the property (excluding amounts added by an election under section 21), determined without reference to subsections 13(7.1) and 13(7.4), minus the amount of any government or non-government assistance that the corporation has received, is entitled to receive, or can reasonably be expected to receive for that property at the time it files the income tax return for the year in which the property was acquired.
- An ITC deducted in a tax year for a depreciable property, other than a depreciable property deductible under paragraph 37(1)(b), reduces both the capital cost of that property and the undepreciated capital cost of that class in the next tax year. An ITC for SR&ED deducted or refunded in a tax year will reduce the balance in the pool of deductible SR&ED expenditures and the adjusted cost base (ACB) of an interest in a partnership in the next tax year. An ITC from pre-production mining expenditures deducted in a tax year reduces the balance in the pool of deductible cumulative Canadian exploration expenses in the next tax year.
- Property acquired has to be available for use before a claim for an ITC can be made. See subsections 127(11.2) and 248(19) for more information.
- Expenditures for SR&ED qualifying for an ITC must be identified by the claimant on Form T661 and Schedule 31 no later than 12 months after the claimant's income tax return is due for the tax year in which it incurred the expenditures.
- Expenditures for apprenticeship or child care space for an ITC must be identified by the claimant on Schedule 31 no later than 12 months after the claimant's income tax return is due for the tax year in which it incurred the expenditures or capital costs.
- Partnership allocations Subsection 127(8) provides for the allocation of the amount that may reasonably be considered to be a partner's share of
 the ITCs of the partnership at the end of the fiscal period of the partnership. An allocation of ITCs is generally considered to be the partner's
 reasonable share of the ITCs if it is made in the same proportion in which the partners have agreed to share any income or loss and if section 103 is
 not applicable for the agreement to share any income or loss. Special rules apply to specified members of a partnership and limited partners.
 For more information, see Guide T4068, Guide for the Partnership Information Return (T5013 Forms).
- For tax purposes, Canada includes the exclusive economic zone of Canada as defined in the Oceans Act (which generally consists of an area of the sea that is within 200 nautical miles from the Canadian coastline), including the airspace, seabed and subsoil of that zone.
- For the purpose of this schedule, the expression **Atlantic Canada** includes the Gaspé Peninsula and the provinces of Newfoundland and Labrador, Prince Edward Island, Nova Scotia, and New Brunswick, as well as their respective offshore regions (prescribed in Regulation 4609).



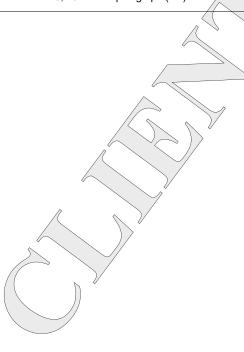
Detailed information (continued)

- For the purpose of this schedule, **qualified property** means property in Atlantic Canada that is used primarily for manufacturing and processing, farming or fishing, logging, storing grain, or harvesting peat. Property in Atlantic Canada that is used primarily for oil and gas, and mining activities is considered qualified property only if acquired by the taxpayer **before** March 29, 2012, unless transitional measures were granted*. Qualified property includes new buildings and new machinery and equipment (prescribed in Regulation 4600), and new energy generation and conservation property (prescribed in Regulation 4600). Qualified property can also be used primarily to produce or process electrical energy or steam in a prescribed area (as described in Regulation 4610). See the definition of **qualified property** in subsection 127(9) for more information.
- For the purpose of this schedule, **qualified resource property** means property in Atlantic Canada that is used primarily for oil and gas, and mining activities, if acquired by the taxpayer **after** March 28, 2012, and **before** January 1, 2016. Qualified resource property includes new buildings and new machinery and equipment (prescribed in Regulation 4600). See the definition of **qualified resource property** in subsection 127(9) for more information.

Part 1 - Investments	. expenditures.	and	percentages -

Investments	Specified percentage
Qualified property acquired primarily for use in Atlantic Canada	10 %
Qualified resource property acquired primarily for use in Atlantic Canada and acquired:	
- after March 28, 2012, and before 2014	10 %
- after 2013 and before 2016	5 %
- after 2015*	0 %
Expenditures If you are a Canadian-controlled private corporation (CCPC), this percentage may apply to the portion that you claim of the SR&ED qualified expenditure pool that does not exceed your expenditure limit (see Part 10). Note: If your current year's qualified expenditures are more than your expenditure limit (see Part 10), the excess is eligible for an ITC calculated at the 15% rate.	35 %
If you are a corporation that is not a CCPC and have incurred qualified expenditures for SR&ED in any area in Canada	15 %
If you paid salary and wages to apprentices in the first 24 months of their apprenticeship contract for employment	10 %
If you incurred expenditures after March 18, 2007, and before March 22, 2017 (or before 2020 if you entered into a written agreement before March 22, 2017) for the creation of licensed child care spaces for the children of your employees and, potentially, for other children	25 %

A transitional relief rate of 10% may apply to property acquired after 2013 and before 2017, if the property is acquired under a written agreement entered into before March 29, 2012, or the property is acquired as part of a **phase** of a project where the construction or the engineering and design work for the construction started before March 29, 2012. See paragraph (a.1) of the definition of **specified percentage** in subsection 127(9) for more information.



2020-12-31		InnPower Corporatio 89242 2817 RC000
Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2020-12-31
┌ Part 2 – Determination of a qualifying corporation —————————		
Is the corporation a qualifying corporation?		1 Yes 2 No X
For the purpose of a refundable ITC, a qualifying corporation is defined under subsection 127.1(2). Th taxable income (before any loss carrybacks) for its previous tax year cannot be more than its qualifying i corporation is associated with any other corporations during the tax year, the total of the taxable incomes corporations (before any loss carrybacks), for their last tax year ending in the previous calendar year, can for the particular tax year.	ncome limit for the particular tax of the corporation and the associa	year. If the ated
Note: A CCPC considered associated with another corporation under subsection 256(1) will be considered refundable ITC if both of the following conditions are met: one corporation is associated with another corporation only because one or more persons of stock of both corporations one of the corporations has at least one shareholder who is not common to both corporations	wn shares of the capital	ulation of a
If you are a qualifying corporation, you will earn a 100% refund on your share of any ITCs earned at the 3 to the allocated expenditure limit.	35% rate on qualified expenditure	s for SR&ED, up
Some CCPCs that are not qualifying corporations may also earn a 100% refund on their share of any IT for SR&ED, up to the allocated expenditure limit. The expenditure limit can be determined in Part 10.	Cs earned at the 35% rate on qua	alified expenditures
The 100% refund will not be available to a corporation that is an excluded corporation as defined under excluded corporation if, at any time during the year, it is a corporation that is either controlled by (directly dis related to one of the following:		
a) one or more persons exempt from Part I tax under section 149		
b) Her Majesty in right of a province, a Canadian municipality, or any other public authority)/	
c) any combination of persons referred to in a) or b) above		
┌ Part 3 – Corporations in the farming industry	<u> </u>	
Complete this area if the corporation is making SR&ED contributions.))	
Is the corporation claiming a contribution in the current year to an agricultural organization whose goal is to finance SR&ED work (for example, check-off dues)?	/ 102	1 Yes 2 No X
If yes, complete Schedule 125, Income Statement Information, to identify the type of farming industry the	corporation is involved in.	
Contributions to agricultural organizations for SR&ED* Enter on line 350 of Part 8.	_ x 80 % = 103 _	
* Enter only contributions not already included on Form T661.		
Qualified Property and Qualified Resource	ce Property	

Capital cost allowance class number	Description of investment	Date available for use	Location used in Atlantic Canada (province)	Amount of investment
105	110	115	120	125

	edit and account balances esource property	s – ITC from	investmen	ts in qualified prope	erty ———	
ITC at the end of the previous tax y	/ear					B1
	co-op corporations		2	10		
Credit expired				15	_	
'			210 plus line 2		-	C1
ITC at the beginning of the tax year	r (amount B1 minus amount C1)					
	ation or the wind-up of a subsidiary		2			
ITC from repayment of assistance	•			35	_	
Qualified property; and qualified re-					_	
acquired after March 28, 2012, and January 1, 2014* (applicable part f	d before	x	10 % = 2	40		
Qualified resource property acquire December 31, 2013, and before Ja (applicable part from amount A1 in		x	5 % = 2	42	_	
Credit allocated from a partnership			2	250	_	
		Subtotal (total o	of lines 230 to 2	50)	₌►	D1
Total credit available (line 220 plus	s amount D1)			(E1
Credit deducted from Part I tax				60	_	
Credit carried back to previous year	ars (amount H1 in Part 6)				_ a	
Credit transferred to offset Part VII	tax liability		(. (2	80	_	
	Subtotal (total	of line 260, am	ount a, and line	280)	₌►	F1
Credit balance before refund (amo	unt E1 minus amount F1)			<i>.</i>		G1
Refund of credit claimed on investr	ments from qualified property and qu	ualified resource	property (from I	Part 7)	310	
	ents from qualified property and c		rce property		320	
* Include investments acquired aft	ter 2013 and before 2017 that are elig	gible for transition	onal relief.			
- Part 6 - Request for car	ryback of credit from/inve	etmonts in	gualified nr	conerty and qualified	t resource proj	narty ———
Tare o Requestror our	Year Month Day		quannou pi	oporty and quamic	ricocarce pro	Jorey
1st previous tax year	Teal World Day	/		Credit to be applied	901	
2nd previous tax year		<u> </u>		Credit to be applied	902	
3rd previous tax year		<i>}/</i>		Credit to be applied	903	
		/		Total of lines 901 Enter at amount a in		H1
	or qualifying corporations	s on investr	nents from	qualified property –		
Current-year ITCs (total of lines 24	0, 242, and 250 in Part 5)					I1
Credit balance before refund (frøm	amount G1 in Part 5)					J1
Refund (40 % of amount I	1 or J1, whichever is less)				···· <u> </u>	K1
Enter amount K1 or a lesser amount	nt on line 310 in Part 5 (also enter or	n line 780 of the	T2 return if you	do not claim an SR&ED IT	C refund).	

SR&ED

┌ Part 8 – Qualified SR&ED expenditures ───────────	
Current expenditures (from line 559 on Form T661)	
Contributions to agricultural organizations for SR&ED Deduct:	
Government assistance, non-government assistance, or	
contract payment	
x 80 %	
Contributions to agricultural organizations for SR&ED for the	
federal ITC (this amount is updated to line 103 of Part 3. For more details, consult the Help.)*	
Qualified SR&ED expenditures (line 559 on Form T661 plus line 103 in Part 3)*	465
Repayments made in the year (from line 560 on Form T661)	
Total qualified SR&ED expenditures (line 350 plus line 370)	<u>465</u>
* If you are claiming only contributions made to agricultural organizations for SR&ED, line 350 should equal line 103 in Part 3. Do not file Form T661.	
Part 9 – Components of the SR&ED expenditure limit calculation	
Part 9 only applies if you are a CCPC.	
Note: A CCPC considered associated with another corporation under subsection 256(1) will be considered not associated for the calculation of an SR&ED expenditure limit if both of the following apply:	
one corporation is associated with another corporation solely because one or more persons own shares of the capital stock of the corporation	
one of the corporations has at least one shareholder who is not common to both corporations	
Is the corporation associated with another CCPC for the purpose of calculating the SR&ED expenditure limit? 385 1 Yes X 2 N	10
If you answered no to the question on line 385 or if you are not associated with any other corporations, complete lines 390 and 398. If you answered yes , complete Schedule 49, Agreement Among Associated Canadian-Controlled Private Corporations to Allocate the Expenditure Limit, to determine the amounts for associated corporations.	
Enter your taxable income for the previous tax year* (prior to any loss carrybacks applied)	
Enter your taxable capital employed in Canada for the previous tax year minus \$10 million. If this amount is nil or negative, enter "0". If this amount is over \$40 million, enter \$40 million	
* If the tax year referred to on line 390 is less than 51 weeks, multiply the taxable income by the following result: 365 divided by the number of days in that tax year.	
┌ Part 10 – SR&ED expenditure limit for a CCPC	
For a stand-alone (not associated) corporation \$ 8,000,0	000
Taxable income for the previous tax year (line 390 in Part 9) or \$500,000, whichever is more x 10 =	A2
Excess (\$8,000,000 minus amount A2; if negative, enter "0")	B2
\$ 40,000,000 minus line 398 in Part 9	
Amount b divided by \$ 40,000,000	C2
For tax years ending before March 19, 2019	
Amount B2 multiplied by amount C2	D2
For tax years ending after March 18, 2019 multiplied by amount C2	E2
Expenditure limit for the stand-alone corporation (amount D2 or amount E2, whichever applies)*	—— F2
For an associated corporation:	
If associated, the allocation of the SR&ED expenditure limit, as provided on Schedule 49*	G2
If your tax year is less than 51 weeks, calculate the amount of the expenditure limit as follows:	
Amount F2 or G2 ^X Number of days in the tax year 366 =	H2
Your SR&ED expenditure limit for the year (enter amount F2, G2, or H2, whichever applies)	
* Amount F2 or G2 cannot be more than \$3,000,000.	

Part 11 – Investment tax credits on SR&ED expenditures				
Qualified SR&ED expenditures (from line 350 in Part 8) or the expenditure limit (from line 410 in Part 10), whichever is less*	x	35 %	=	12
Line 350 minus line 410 (if negative, enter "0")	Х	15 %	= 19,120	J2
If a corporation makes a repayment of any government or non-government assistance, or contract payments that amount of qualified expenditures for ITC purposes, the amount of the repayment is eligible for a credit.	reduced the			
Repayments (amount from line 370 in Part 8)				
Enter the amount of the repayment on the line that corresponds to the appropriate rate.				
Repayment of assistance that reduced a qualifying expenditure for a CCPC**		c		

Subtotal (total of amounts c to e)

K2

540 in Part 12)

19,120 L2

^{**} If you were a Canadian-controlled private corporation (CCPC), this percentage was applied to the portion that you claimed of the SR&ED qualified expenditure pool that did not exceed your expenditure limit at the time. This percentage includes the rate under subsection 127(10.1), **Additions** to investment tax credit. See subsection 127(10.1) for details about exceptions. For expenditures not eligible for this rate use line 480 or 490 as appropriate.

Part 12 – Current-year credit and account balances – ITC from SR&ED expenditures —
ITC at the end of the previous tax year
Credit deemed as a remittance of co-op corporations
Credit expired 515 Subtotal (line 510 plus line 515) ▶ N:
Súbtotal (line 510 plus line 515) No. ITC at the beginning of the tax year (amount M2 minus amount N2)
Credit transferred on an amalgamation or the wind-up of a subsidiary
Total current-year credit (from amount L2 in Part 11) 540 19,120
Credit allocated from a partnership
Subtotal (total of lines 530 to 550) 19,120 ▶ 19,120 ⊙
Total credit available (line 520 plus amount O2)
Credit deducted from Part I tax 19,120
Credit carried back to previous years (amount S2 in Part 13) f
Credit transferred to offset Part VII tax liability
Subtotal (total of line 560, amount f, and line 580) 19,120 19,120
Credit balance before refund (amount P2 minus amount Q2)
Refund of credit claimed on SR&ED expenditures (from Part 14 or 15, whichever applies)
ITC closing balance on SR&ED (amount R2 minus line 610)

Current-year SR&ED ITC (total of amounts I2 to K2; enter on line 540 in Part 12)

* For corporations that are not CCPCs, enter "0" for amount I2.

	Year Month Day	
1st previous tax year		Credit to be applied 911
2nd previous tax year		Credit to be applied 912
3rd previous tax year		Credit to be applied 913
		Total of lines 911 to 913 S2 Enter at amount f in Part 12.
- Part 14 – Refund of I	TC for qualifying corpora	ations – SR&ED —
Complete this part only if you a	are a qualifying corporation as dete	rmined on line 101 in Part 2.
Is the corporation an excluded	corporation as defined under subs	ection 127.1(2)?
Current-year ITC (lines 540 pl	lus 550 in Part 12 minus amount h	K2 in Part 11)
Refundable credits (amount g	or amount R2 in Part 12, whicheve	er is less)*
Amount T2 or amount I2 in Pa	art 11, whichever is less	
Net amount (amount T2 minu	s amount U2; if negative, enter "0")
Amount V2 multiplied by	40 %	w
Amount U2		x
Refund of ITC (amount W2 n	blus amount X2 – enter this, or a le	sser amount, on line 610 in Part 12)
` '	art 5 and line 610 in Part 12 on line	, , ,
* If you are also an excluded of your refund of ITC for amou		on 127.1(2), this amount must be multiplied by 40%. Claim this, or a lesser amount, as
- Part 15 - Refund of I	TC for CCPCs that are no	ot qualifying or excluded corporations – SR&ED
Complete this part only if you a	are a CCPC that is not a qualifying	or excluded corporation as determined on line 101 in Part 2.
Credit balance before refund (amount R2 in Part 12)	Z
Refund of ITC (amount Z2 or	amount I2 in Part 11, whichever is	less)
Enter amount AA2, or a lesser	r amount, on line 610 in Part 12 and	d also on line 780 of the T2 return.

Recapture - SR&ED

¬ Part 16 – Recapture of ITC for corporations and partnerships – SR&ED

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

- you acquired a particular property in the current year or in any of the 20 previous tax years, and the credit was earned in a tax year ending after 1997 and did not expire before 2008
- you claimed the cost of the property as a qualified expenditure for SR&ED on Form T661
- the cost of the property was included in calculating your ITC or was the subject of an agreement made under subsection 127(13) to transfer qualified expenditures
- you disposed of the property or converted it to commercial use after February 23, 1998. This condition is also met if you disposed of or converted to commercial use a property that incorporates the particular property previously referred to

Note:

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

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

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

- Calculation 1 - If you meet all of the above conditions Amount of ITC you originally calculated Amount calculated using ITC rate Amount from column 700 or 710, at the date of acquisition for the property you acquired, or the whichever is less original user's ITC where you acquired the (or the original user's date of acquisition) property from a non-arm's length party, as on either the proceeds of disposition described in the note above (if sold in an arm's length transaction) or the fair market value of the property (in any other case) 700 710 Subtotal **A3** Enter at amount C3 in Part 17.

Α	В	c C	D	E	F
Rate that the transferee used in determining its	Proceeds of disposition of the property if you	Amount, if any, already provided for	Amount determined by	ITC earned by the transferee for the	Amount from column D or E.
ITC for qualified	dispose of it to an	in Calculation 1	the formula	qualified expenditures	whichever is less
expenditures under a	arm's length person,	(This allows for the	$(A \times B) - C$	that were transferred	
subsection 127(13) agreement	or, in any other case, enter the fair market	situation where only part of the cost of a			
g	value of the property	property is transferred			
	at conversion or disposition	✓under a subsection 127(13) agreement.)			
720	730	740		750	

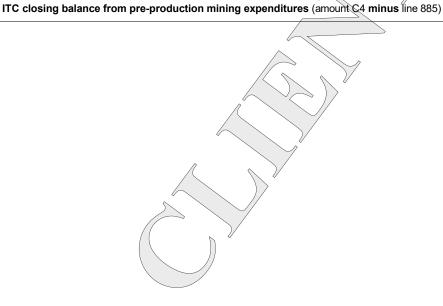
Part 16 - Recapture of ITC for corporations and partnerships - SR&ED (continued) -

				_
_	Cal	CH	latior	13.

As a member of the partnership, you will report your share of the SR&ED ITC of the partnership after the SR&ED ITC has been reduced by the amount of the recapture. If this amount is a positive amount, you will report it on line 550 in Part 12. However, if the partnership does not have enough ITC otherwise available to offset the recapture, then the amount by which reductions to ITC exceed additions (the excess) will be determined and reported on line 760.

Corporate partner's share of the excess of SR&ED ITC Enter at amount E3 in Part 17.

┌ Part 17 – Total recapture of SR&ED investment tax credit ────────	
Recaptured ITC from calculation 1, amount A3 in Part 16	C3
Recaptured ITC from calculation 2, amount B3 in Part 16	\ D3
Recaptured ITC from calculation 3, line 760 in Part 16	E3
Total recapture of SR&ED investment tax credit (total of amounts C3 to E3) Enter at amount A8 in Part 27.	/ F3
Pre-Production Mining	
Part 18 – Account balances – ITC from pre-production mining expenditures	
ITC at the end of the previous tax year Credit deemed as a remittance of co-op corporations 841	A4
Credit expired	_
Subtotal (line 841 plus line 845)	■ ■ B4
ITC at the beginning of the tax year (amount A4 minus amount B4)	850
Credit transferred on an amalgamation or the wind-up of a subsidiary	860
Total credit available (line 850 plus line 860)	<u></u> C4
Amount of unused credit carried forward from previous years and applied to reduce Part I tax payable in the current year	885
ITC closing balance from pre-production mining expenditures (amount C4 minus line 885)	890



Apprenticeship Job Creation

		Appren	liceship Job Creation				
⊢ Par	t 19 – Total current-year	credit - ITC from apprer	ticeship job creation e	xpenditures ——			
who w	are a related person as defined un vill be claiming the apprenticeship j cial insurance number (SIN) or nar	ob creation tax credit for this tax ye	ear for each apprentice whose co	ontract number	611 1 Yes	s 2 No	
under	ach apprentice in their first 24 mon an apprenticeship program design act number, enter the SIN or the na	ed to certify or license individuals					
[A	В	С	D		E	
	Contract number (SIN or name of apprentice)	Name of eligible trace				Lesser of column D or \$ 2,000	
	601	602	603	604		605	
			Total current	-year credit (total of colu	ump (E)		٠. ا
			Total Culteri	Enter on line 640 in P	art 20.		_ A5
	her than qualified expenditure incu			ce received or to be rece	eived. Eligible	salary	
an	id wages, and qualified expendit	ures are defined under subsection	า 127(9).	<u> </u>			
⊢ Par	t 20 – Current-year credi	t and account balances -	- ITC from apprentices	hip job creation e	xpenditur	es ———	
ITC a	t the end of the previous tax year						B5
	deemed as a remittance of co-op	corporations	612				_
	expired after 20 tax years		615		-		
Orcan	copiled alter 20 tax years		ubtotal (line 612 plus line 615))			0.5
			abiotal (iiile 012 plus iiile 013)	/	E		_ C5
	t the beginning of the tax year (amo	,			625		=
Credit	transferred on an amalgamation o	r the wind-up of a subsidiary	630		-		
ITC fr	om repayment of assistance .		635		_		
Total	current-year credit (amount A5 in F	Part 19)	640		_		
Credit	allocated from a partnership		655		-		
		Su	btotal (total of lines 630 to 655)		. -		_ D5
Total	credit available (line 625 plus amo	unt D5)			<u></u>		_ E5
Credit	deducted from Part I tax		660		_		
Credit	carried back to previous years (an	nount G5 in Part 21)			_ h		
	, , ,		btotal (line 660 plus amount h)		•		F5
ITC c	losing balance from apprentices				690		
		împ jou di culton experientares (amount to minus amount 1 0)				=
– Par	t 21 – Request for carryb	ack of credit from appre	nticeship job creation	expenditures —			
	Ye			-			
1st pr	evious tax year	,		Credit to be applied	931		_
	revious tax year				932		_
3rd pr	revious tax year			Credit to be applied Total of lines 931	933 to 933		
				Enter at amount h in P			= ^{G5}

Child Care Spaces

Part 22 − Eligible child care spaces expenditures

Enter the eligible expenditures that you incurred after March 18, 2007, and before March 22, 2017,* to create licensed child care spaces for the children of the employees and, potentially, for other children. You cannot be carrying on a child care services business. The eligible expenditures include:

- the cost of depreciable property (other than specified property)
- the specified child care start-up expenditures

Properties should be acquired and expenditures should be incurred only to create new child care spaces at a licensed child care facility.

	Cost of depreciable pro	perty from the current tax year	·				
	Capital cost allowance class number	Description of investment	Date available for use	Amount of investment			
	665	675	685	695			
1.				7			
	Total cost of depreciable property from the current tax year (total of column 695) 715						
Spec	fied child care start-up expe	nditures from the current tax year	705				
Total gross eligible expenditures for child care spaces (line 715 plus line 705)							
	` `	grants, subsidies, rebates, and forgivable loans) or reimbursements that the tled to receive in respect of the amounts referred to in amount A6	725				
Excess (amount A6 minus line 725) (if negative, enter "0")							
Repayments by the corporation of government and non-government assistance							
Total	eligible expenditures for	child care spaces (amount B6 plus line 735)	745				
* If	you entered into a written ag	reement before March 22, 2017, eligible expenditures incurred before 2020 wi	ll remain eligible for the cre	edit.			

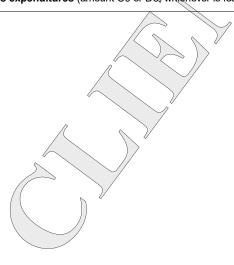
- Part 23 - Current-year credit - ITC from child care spaces expenditures

The credit is equal to 25% of eligible child care spaces expenditures incurred to a maximum of \$10,000 per child care space created in a licensed child care facility.

Eligible expenditures (from line 745 in Part 22)

X 25 % = _______

ITC from child care spaces expenditures (amount C6 or D6, whichever is less)



┌ Part 24 – Current-year cı	redit and account bal	ances – ITC from child care spaces expenditures —	89242 2817 RC0001
ITC at the end of the previous tax ye	ear		F6
Credit deemed as a remittance of c	co-op corporations	765	
Credit expired after 20 tax years		770	
,		Subtotal (line 765 plus line 770)	G6
ITC at the beginning of the tax year	(amount F6 minus amount G	775	
Credit transferred on an amalgamat	tion or the wind-up of a subsic	liary 7777	
Total current-year credit (amount E	6 in Part 23)	780	
Credit allocated from a partnership		782	
		Subtotal (total of lines 777 to 782)	H6
Total credit available (line 775 plus	amount H6)		
		705	7
Credit carried back to previous year			
Credit carried back to previous year	is (amount to in rait 20)	Subtotal (line 785 plus amount i)	J6
ITC clasing belongs from shild a	ana anaosa aynandituwa (a		30
ITC closing balance from child c	care spaces expenditures (a	mount to minus amount 36)	
┌ Part 25 – Request for ca	rryback of credit from	n child care space expenditures	
	Year Month Day		
1st previous tax year	2019-12-31	Credit to be applied 941	
2nd previous tax year	2018-12-31 2017-12-31	Credit to be applied 942 Credit to be applied 943	
3rd previous tax year	2017-12-31	Total of lines 941 to 943	K6
		Enter at amount i in Part 24.	

Recapture - Child Care Spaces

Part 26 – Recapture of ITC for corporations and partnerships – Child care spaces
The ITC will be recovered against the taxpayer's tax otherwise payable under Part I of the Act if, at any time within 60 months of the day on which the taxpayer acquired the property, one of the following situations takes place:
• the new child care space is no longer available
• property that was an eligible expenditure for the child care space is
 disposed of or leased to a lessee
 converted to another use
If the property disposed of is a child care space, the amount that can reasonably be considered to have been included in the original ITC (paragraph 127(27.12)(a))
In the case of eligible expenditures (paragraph 127(27.12)(b)), the lesser of:
The amount that can reasonably be considered to have been included in the original ITC 795
25% of either the proceeds of disposition (if sold in an arm's length transaction) or the fair market value (in any other case) of the property
Amount from line 795 or line 797, whichever is less
¬ Partnerships —
As a member of the partnership, you will report your share of the child care spaces ITC of the partnership after the child care spaces ITC has been reduced by the amount of the recapture. If this amount is a positive amount, you will report it on line 782 in Part 24. However, if the partnership does not have enough ITC otherwise available to offset the recapture, then the amount by which reductions to ITC exceed additions (the excess) will be determined and reported on line 799 below.
Corporate partner's share of the excess of ITC Total recapture of child care spaces investment tax credit (total of line 792, amount A7, and line 799) Enter at amount B8 in Part 27.
Summary of Investment Tax Credits
Part 27 – Total recapture of investment tax credit
Recaptured SR&ED ITC (amount F3 in Part 17)
Recaptured child care spaces ITC (amount B7 in Part 26)
Total recapture of investment tax credit (amount A8 plus amount B8)
Enter on line 602 of the T2 return.
- Part 28 – Total ITC deducted from Part I tax
ITC from investments in qualified property deducted from Part I tax (line 260 in Part 5)
ITC from SR&ED expenditures deducted from Part I tax (line 560 in Part 12)
ITC from pre-production mining expenditures deducted from Part I tax (line 885 in Part 18)
ITC from apprenticeship job creation expenditures deducted from Part I tax (line 660 in Part 20)
ITC from child care space expenditures deducted from Part I tax (line 785 in Part 24)
Total ITC deducted from Part Ltax (total of amounts D8 to H8)

Summary of Investment Tax Credit Carryovers

CCA class number	99	Cur. or cap. R&I	O for ITC			
Current year						
		Addition current year (A)	Applied current year (B)	Claimed as a refund (C)	Carried back (D)	ITC end of year (A-B-C-D)
		19,120	19,120	(0)	(-)	(A-B-O-B)
Prior years	-					
Taxation year			ITC beginning of year	Adjustments	Applied current year	ITC end of year
2010 12 21			(E)	(F)	(G)\	(E-F-G)
2019-12-31						
2018-12-31						
2017-12-31						
2016-12-31				/		
2015-12-31						
2014-12-31						
2013-12-31						
2012-12-31						
2011-12-31						
2010-12-31						
2009-12-31					<i>//</i>	
2008-12-31					<i></i>	
2007-12-31						
2006-12-31						
2005-12-31						
2004-12-31						
2003-12-31						
2002-12-31						
2001-12-31						
		Total				
B+C+D+G					Total ITC utilized	19,

* The **ITC** end of year includes the amount of ITC expired from the 10th preceding year if it is before January 1, 1998, or the amount of ITC expired from the 20th preceding year if it is after December 31, 1997. Note that this credit expires at the end of the tax year and any expired credit will be posted to line 215, 515, 615, 770 or 845, as applicable, in Schedule 31 the following year.

Schedule 33

Taxable Capital Employed in Canada – Large Corporations

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2020-12-31

- Use this schedule in determining if the total taxable capital employed in Canada of the corporation (other than a financial institution or an insurance corporation) and its related corporations is greater than \$10,000,000.
- If the total taxable capital employed in Canada of the corporation and its related corporations is greater than \$10,000,000, file a completed Schedule 33 with your T2 Corporation Income Tax Return no later than six months from the end of the tax year.
- Unless otherwise noted, all legislative references are to the Income Tax Act and the Income Tax Regulations.
- Subsection 181(1) defines the terms financial institution, long-term debt, and reserves.
- Subsection 181(3) provides the basis to determine the carrying value of a corporation's assets or any other amount under Part 3 for its capital, investment allowance, taxable capital, or taxable capital employed in Canada, or for a partnership in which it has an interest.
- If the corporation was a non-resident of Canada throughout the year and carried on a business through a permanent establishment in Canada, go to Part 4,
 Taxable capital employed in Canada.

┌ Part 1 – Capital ─────	
Add the following year-end amounts:	
Reserves that have not been deducted in calculating income for the year under Part I	130,847
Capital stock (or members' contributions if incorporated without share capital)	103 10,852,000
Retained earnings	104 15,305,000
Contributed surplus	1,600,000
Any other surpluses	106
Deferred unrealized foreign exchange gains	107
All loans and advances to the corporation	108 752,000
All indebtedness of the corporation represented by bonds, debentures, notes, mortgages, hypothecary claims, bankers' acceptances, or similar obligations	109
Any dividends declared but not paid by the corporation before the end of the year	110
All other indebtedness of the corporation (other than any indebtedness for a lease) that has been outstanding for more than 365 days before the end of the year	111
The total of all amounts, each of which is the amount, if any, in respect of a partnership in which the corporation held a membership interest at the end of the year, either directly or indirectly through another partnership (see note below)	112
Subtotal (add lines 101 to	o 112) <u>28,639,847</u> ► <u>28,639,847</u> A

Note:

Line 112 is determined by the formula $(A - B) \times C/D$ (as per paragraph 181.2(3)(g)) where:

- A is the total of all amounts that would be determined for lines 101, 107, 108, 109, and 111 in respect of the partnership for its last fiscal period that ends at or before the end of the year if
 - a) those lines applied to partnerships in the same manner that they apply to corporations, and
 - b) those amounts were computed without reference to amounts owing by the partnership
 - (i) to any corporation that held a membership interest in the partnership either directly or indirectly through another partnership, or
 - (ii) to any partnership in which a corporation described in subparagraph (i) held a membership interest either directly or indirectly through another partnership.
- B is the partnership's deferred unrealized foreign exchange losses at the end of the period,
- C is the share of the partnership's income or loss for the period to which the corporation is entitled either directly or indirectly through another partnership, and
- D is the partnership's income or loss for the period.

	89242 2817 RC000
Part 1 – Capital (continued)	20 620 947
Deduct the fallowing agreement	Subtotal A (from page 1) 28,639,847_ A
Defuct the following amounts: Deferred tax debit balance at the end of the year	
,	
Any deficit deducted in calculating its shareholders' equity (including, for this purpose, the amount of any provision for the redemption of preferred shares) at the end of the year	
To the extent that the amount may reasonably be regarded as being included in any of lines 101 to 112 above for the year, any amount deducted under subsection 135(1) in calculating income under Part I for the year.	
Deferred unrealized foreign exchange losses at the end of the year	
Subtotal (add lines 121 to 124)	> E
Capital for the year (amount A minus amount B) (if negative, enter "0")	190 28,639,847
Part 2 – Investment allowance	
Add the carrying value at the end of the year of the following assets of the corporation:	
A share of another corporation	401
A loan or advance to another corporation (other than a financial institution)	3,888,000
A bond, debenture, note, mortgage, hypothecary claim, or similar obligation of another corporation (other than a financial institution)	403
Long-term debt of a financial institution	404
A dividend payable on a share of the capital stock of another corporation	405
A loan or advance to, or a bond, debenture, note, mortgage, hypothecary claim or similar obligation of, a partn member of which was, throughout the year, another corporation (other than a financial institution) that was no tax under this Part (otherwise than because of paragraph 181.1(3)(d)), or another partnership described in paragraph 181.2(4)(d.1)	
An interest in a partnership (see note 2 below)	407
Investment allowance for the year (add lines 401 to 407)	490 3,888,000
Notes:	
 Lines 401 to 405 should not include the carrying value of a share of the capital stock of, a dividend payable exempt from tax under Part I.3 (other than a non-resident corporation that at no time in the year carried on be establishment). 	
Where the corporation has an interest in a partnership held either directly or indirectly through another partradditional rules regarding the carrying value of an interest in a partnership.	nership, refer to subsection 181.2(5) for
 Where a trust is used as a conduit for loaning money from a corporation to another related corporation (other considered to have been made directly from the lending corporation to the borrowing corporation. Refer to supply. 	
Part 3 – Taxable capital	
Capital for the year (line 190)	
Deduct: Investment allowance for the year (line 490)	3,888,000
Taxable capital for the year (amount C minus amount D) (if negative, enter "0")	5,000,000 <u>5,000,000</u> <u>24,751,847</u>

Part 5 – Calculation for purposes of the small business deduction	
Tart o - Calculation for purposes of the small business accudent	
This part is applicable to corporations that are not associated in the current year, but were associated in the prior year.	
Taxable capital employed in Canada (amount from line 690)	
Deduct: 10,000,0	00
	—
Excess (amount F minus amount G) (if negative, enter "0")	
Calculation for purposes of the small business deduction (amount H x 0.225%)	
Enter this amount at line 415 of the T2 return.	_
Little tills affold it at life 413 of the 12 feturi.	

year on the income from the operation of a ship or aircraft in international traffic, of any corporation resident in Canada during the year.

Attached Schedule with Total

Part 1 – All loans and advances to the corporation

Title Part 1 – All loans and advances to the corporation

Explanatory note

Per note 19 of the 2020 FS (w/p FS.20)



2020-12-31

Note: The calculations are performed one at a time, from the first to the last line, and not according to the priority rules of the operations. For example, the formula 1+2*3 will not result in the same thing as the formula 1+3*2.



Attached Schedule with Total

Part 2 – A loan or advance to another corporation (other than a financial institution)

Title Part 2 – A loan or advance to another corporation (other than a financial in

Explanatory note

Per note 19 of the 2020 FS (w/p FS.20)



Note: The calculations are performed one at a time, from the first to the last line, and not according to the priority rules of the operations. For example, the formula 1+2*3 will not result in the same thing as the formula 1+3*2.



Schedule 50

Canadä^{*}

Shareholder Information

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2020-12-31

- All private corporations must complete this schedule for any shareholder who holds 10% or more of the corporation's common and/or preferred shares.
- Provide only one number (business number, partnership account number, social insurance number or trust number) per shareholder.

	Name of shareholder (after name, indicate in brackets if the shareholder is a corporation, partnership, individual, or trust)	Business number or partnership account number (9 digits, 2 letters, and 4 digits. If not registered, enter "NR")	Social insurance number (9 digits)	Trust number (T followed by 8 digits)	Percentage common shares	Percentage preferred shares
1	Town of Innisfil	121947188RC0001			100.000	
2						
3			, ,			
4				<u> </u>		
5				V		
6						
7						
8						
9						
10						
			//			



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¬ Part 1 – Ontario basic income tax -

Ontario Corporation Tax Calculation

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2020-12-31

- Use this schedule if your corporation had a **permanent establishment** (as defined in section 400 of the federal Income Tax Regulations) in Ontario at any time in the tax year and had Ontario taxable income in the year.
- Legislative references are to the federal Income Tax Act and Income Tax Regulations.
- This schedule is a worksheet only and is not required to be filed with your T2 Corporation Income Tax Return.

Ontario taxable income Note 1	1	,097,820 1A
Ontario basic rate of tax for the year	····./	11.5 % 1B
Ontario basic income tax (amount 1A multiplied by amount 1B) Note 2	<u></u>	126,249 1C
Note 1 If your corporation had a permanent establishment only in Ontario, enter the amount from line 360, from page 3 of th Otherwise, enter the taxable income allocated to Ontario from column F in Part 1 of Schedule 5.	e T2 return.	
Note 2 If your corporation had a permanent establishment in more than one jurisdiction or is claiming an Ontario tax credit, if basic income tax, or Ontario corporate minimum tax or Ontario special additional tax on life insurance corporations pon line 270 of Schedule 5, Tax Calculation Supplementary – Corporations. Otherwise, enter it on line 760 of the T2 r	ayable, enter amount 1C	
Part 2 – Ontario small business deduction (OSBD)		
Complete this part if your corporation claimed the federal small business deduction under subsection 125(1).		
Line 400 of the T2 return	472,820 2A	
Line 405 of the T2 return	2B	
Line 410 of the T2 return		
Line 415 of the T2 return		
Amount 2C Amount 2D		
x451,774 = 2E		
11,250		
Line 515 of the T2 return 2F		
Subtotal (amount 2C minus amount 2E minus amount 2F)	2G	
Amount 2A, 2B or 2G whichever is the least		2H
Ontario domestic factor (ODF): Taxable income for Ontario Note 3 1,097,820.00 =		1.00000 2I
	0.1	
Amount 2H multiplied by amount 2l		
Ontario taxable income (amount 1A)	2K	
Ontario small business income (amount 2) or 2K, whichever is less)	<u> </u>	2L
Ontario small business deduction for the year		
Amount 2L x before January 1, 2020 x 8 % =	2M	
Number of days in the tax year 366		
Number of days in the tax year Amount 2L X After December 31, 2019 366 × 8.3 % =	2N	
Number of days in the tax year 366	ZIV	
Ontario small business deduction for the year (amount 2M plus amount 2N)	>	20
Enter amount 2O on line 402 of Schedule 5.		
Note 3 Enter amount 1A.		
Note 4 Includes the territories and the offshore jurisdictions for Nova Scotia and Newfoundland and Labrador.		

Part 3 – Ontario adjusted small business income -

Complete this part if your corporation was a Canadian-controlled private corporation throughout the tax year and is claiming the Ontario tax credit for manufacturing and processing or the Ontario credit union tax reduction.

Ontario adjusted small business income (amount 1A or 2H, whichever is the least)

Enter amount 3A at amount 4B in Part 4 of this schedule or at amount 2E in Part 2 of Schedule 502, Ontario Tax Credit for Manufacturing and Processing, whichever applies.

Part 4 – Credit union tax reduction

Complete this part and Schedule 17, Credit Union Deductions, if the corporation was a credit union throughout the tax year.

Ontario adjusted small business income (amount 3A)

Subtotal (amount 4A minus amount 4B, if negative, enter "0")

Amount 4C _____ x ___ Number of days in the tax year after December 31, 2019 ____ 366 __x ___ 8.3 % = _____ 4E

Total (amount 4D/plus amount 4E) _____

4D

Ontario credit union tax reduction (amount 4F multiplied by amount 4G)

Enter amount 4H on line 410 of Schedule 5.

4H

Agence du revenu du Canada

Ontario Research and Development Tax Credit

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2020-12-31

- Use this schedule to:
 - calculate an Ontario research and development tax credit (ORDTC);
 - claim an ORDTC earned in the tax year or carried forward from any of the 20 previous tax years that are a tax year ending after December 31, 2008, to reduce Ontario corporate income tax payable in the current tax year;
 - carry back an ORDTC earned in the tax year to reduce Ontario corporate income tax payable in any of the three previous tax years;
 - add an ORDTC that was allocated to the corporation by a partnership of which it was a member;
 - add an ORDTC transferred after an amalgamation or windup; or
 - calculate a recapture of the ORDTC.
- The ORDTC is a non-refundable tax credit on eligible expenditures incurred by a corporation in a tax year. The ORDTC rate is:
 - 4.5% for tax years that end before June 1, 2016;
 - 3.5% for tax years that start after May 31, 2016; and
 - prorated for a tax year that ends on or after June 1, 2016, and includes May 31, 2016.
- An eligible expenditure is an expenditure for a permanent establishment in Ontario of a corporation, that is a qualified expenditure for the purposes
 of section 127 of the federal *Income Tax Act* for scientific research and experimental development (SR&ED) carried on in Ontario.
- Only corporations that are not exempt from Ontario corporate income tax and none of whose income is exempt income can claim the ORDTC.
- Complete and attach this schedule to the T2 Corporation Income Tax Return for the tax year.
- To claim this credit, you must also send in completed copies of the Form T661, Scientific Research and Experimental Development (SR&ED) Expenditures Claim, and the Schedule 31, Investment Tax Credit Corporations, within 18 months of the tax year end.

┌ Part 1 – Ontario SR&ED expenditure pool —————		
Total eligible expenditures incurred by the corporation in Ontario in the tax year Government assistance, non-government assistance, or a contract payment		
for eligible expenditures		
Net eligible expenditures for the tax year (amount A minus amount B) (if negative, enter "0")	<u>132,088</u> c	
Eligible expenditures transferred to the corporation by another corporation	110 D	
Subtotal (amount 0	C plus amount D) 132,088	►132,088 E
Eligible expenditures the corporation transferred to another corporation	1	15 F
Ontario SR&ED expenditure pool (amount E minus amount F) (if negative, enter "0")	12	20 <u>132,088</u> _G
Part 2 – Eligible repayments		

The repayment of the ORDTC is calculated using the ORDTC rate that you used to determine your tax credit at the time your eligible expenditures were reduced because of the government or non-government assistance, or contract payments. Enter the amount of the repayment on the line that corresponds to the appropriate rate.

210

Repayment for a tax year that ends on or after June 1, 2016 and includes May 31, 2016. Complete the proration calculation below.

in the tax year before June 1, 2016	240 152 x 4.5 % = 1.8689 % 1	
Number of days	241 366	
in the tax year		
Number of days		
in the tax year after May 31, 2016	242 214 × 3/5 % = 2.0464 % 2	
	_ 2372 214	
Number of days	243 366	
in the tax year		

Subtotal (percentage 1 **plus** percentage 2) _____3.9153 %

Repayments for a tax year that ends on or after June 1, 2016 and includes May 31, 2016 . . .

Repayments for tax years that end before June 1, 2016

Number of days

211

X percentage 3

3.9153_% = **216**

Н

Part 2 – Eligible repayments (continued)	
Repayments for tax years that start after May 31, 2016	J
Repayments made in the tax year of government or non-government assistance or contract payments that reduced eligible expenditures for first term or second term shared-use equipment	_ •
acquired before 2014 220 x 1 / 4 = x 4.5 % = 225	_ K
Eligible repayments (total of amounts H to K)	_ L
Part 3 – Calculation of the current part of the ORDTC	
For tax years that end before June 1, 2016	
Ontario SR&ED expenditure pool (amount G in Part 1)	М
ORDTC allocated to the corporation by a partnership of which it is a member (other than a specified member) for a fiscal period that ends in the corporation's tax year *	_ _ N
Eligible repayments (amount L in Part 2)	0
Current part of the ORDTC for tax years that end before June 1, 2016 (total of amounts M to O)	- _ Р
For a tax year that ends on or after June 1, 2016, and includes May 31, 2016	= -
Number of days in the tax year before June 1, 2016	
Ontario SR&ED expenditure pool (amount G in Part 1)	Q
ORDTC allocated to the corporation by a partnership of which it is a member (other than a specified member) for a fiscal period that ends in the corporation's tax year *	_ R
Eligible repayments (amount L in Part 2)	_ s
Part of the ORDTC for a tax year that ends on or after June 1, 2016, and includes May 31, 2016 (total of amounts Q to S)	= T
For tax years that start after May 31, 2016	
Ontario SR&ED expenditure pool (amount G in Part 1)	<u>3</u> U
ORDTC allocated to the corporation by a partnership of which it is a member (other than a specified member) for a fiscal period that ends in the corporation's tax year *	_ V
Eligible repayments (amount L in Part 2)	_ w
The ORDTC for tax years that start after May 31, 2016 (total of amounts U to W)	<u>}</u> x
* If there is a disposal or change of use of eligible property, see Part 7 on page 4.	

┌ Part 4 – Calculation	n of ORDTC available f	or deduction and ORD	ΓC balance ———		
ORDTC balance at the end	of the previous tax year			Y	
ORDTC expired after 20 tax	cyears		300	Z	
ORDTC at the beginning of	the tax year (amount Y minus a	amount Z)	305	AA	
ORDTC transferred to the o	corporation on amalgamation or v	windup	310	BB	
Current part of ORDTC (amount P, T or X in Part 3	whichever applies)		1,623_cc		
Are you waiving all or part of current part of the ORDTC?	f the ? 315 Yes 1	No 2 X	R		
If you answered yes at line the tax credit waived on line					
If you answered no at line 3	15, enter "0" on line 320.				
Waiver of the current part of	f the ORDTC	320	DD	\checkmark	
	Subtotal (amount CC minus	amount DD)	<u>1,623</u> ►	4,623 EE	
ORDTC available for dedu	uction (total of amounts AA, BB	and EE)	(.\	4,623 ►	4,623 FF
I .				<u>4,623</u> gg	
ORDTC carried back to pre	vious tax years (from Part 5)			HH	
		Subtotal (amount GG plu	us amount HH)	4,623 ►	4,623 II
ORDTC balance at the en	d of the tax year (amount FF n	ninus amount II)		325	JJ
ORDTC available for contact and conta	more than the lesser of the follow deduction (amount FF); or ome tax payable before the ORD	ving amounts: TC and the Ontario corporate m	inimum tax credit (amount from	line E6 on page 5 of Sc	chedule 5).
Part 5 – Request fo	or carryback of tax cred				
	Year Month Day				
1 st previous tax year	2019-12-31	/	Credit to be app		
2 nd previous tax year	2018-12-31	<u></u>	Credit to be app		
3 rd previous tax year	2017-12-31	/	Credit to be app	903	
		Total (total of am	ount 901 to 903)(enter at amour	nt HH in Part 4)	

- Part 6 – Analysis of tax credit available for carryforward by tax year of origin -

You can complete this part to show all the credits from previous tax years available for carryforward, by year of origin. This will help you determine the amount of credit that could expire in following years.

2020-12-31

Tax year of origin (earliest tax year first)

(caricst tax year mot)			
Year	Month	Day	Credit available
2	001-12-3	31	
2	002-12-3	31	
2	003-12-3	31	
2004-12-31		31	
2005-12-31		31	
2	2006-12-31		
2007-12-31		31	
2008-12-31		31	
2009-12-31		31	

Tax year of origin (earliest tax year first)

•	•	,	
Year	Month	Day	Credit available
2	010-12-3	31	
2	011-12-3	31	
2	012-12-3	31	
2	013-12-3	31	
2	014-12-3	31	
2	015-12-3	3.12	
2	016-12-	31	
2	017-12-3	31	
2	018-12-3	31_7/	
2	019-12-3	31	
2	020-12-3	31	
			·

Current tax year

Total (equals line 325 in Part 4)

The amount available from the 20th previous tax year will expire after this year. When you file your return for the next year, you will enter the expired amount on line 300 of Schedule 508 for that year.

Part 7 – Calculation of a recapture of ORDTC -

You will have a recapture of ORDTC in a tax year when you meet all of the following conditions:

- you acquired a particular property in the current year or in any of the 20 previous tax years if the ORDTC was earned in a tax year ending
 after 2008;
- you claimed the cost of the property as an eligible expenditure for the ORDTC;
- the cost of the property was included in computing your ORDTC or was subject to an agreement made under subsection 127(13) of the federal Act to transfer qualified expenditures and section 42 of the *Taxation Act*, 2007 (Ontario) applied; and
- you disposed of the property or converted it to commercial use in a tax year ending after December 31, 2008. You also meet this condition if you disposed of or converted to commercial use a property which incorporates the particular property previously referred to.

Note: The recapture does not apply if you disposed of the property to a non-arm's length purchaser who intended to use it all or substantially all for SR&ED in Ontario. When the non-arm's length purchaser later sells or converts the property to commercial use, the recapture rules will apply to the purchaser based on the historical federal investment tax credit (ITC) rate *** of the original user in Calculation 1 below.

You have to report the recapture on Schedule 5 for the year in which you disposed of the property or converted it to commercial use. If the corporation is a member of a partnership, report its share of the recapture.

Complete the columns for each disposition for which a recapture applies, using the calculation formats below.

*** Federal ITC in calculations 1 and 2 should be determined without reference to paragraph (e) of the definition **investment tax credit** in subsection 127(9) of the federal Act.

Calculation 1 - Complete this part If you meet all of the above conditions

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

Total of column MM (enter at amount WW in Part 8)

Par	t 7 – Calculation of a recapture of OR	DTC (continued)	89242 2817
eligibl	lation 2 – If the corporation is deemed by subsection e expenditure to another corporation as a consequen lation 2. Otherwise, enter nil on line SS.		
	00	PP	QQ
	Rate percentage that the transferee used to determine its federal ITC for qualified expenditure that was transferred under an agreement under subsection 127(13) of the federal Act	Proceeds of disposition of the property if you dispose of it to a person at arm's length; or, in any other case, the fair market value of the property at conversion or disposition	Amount, if any, already provided for in Calculation 1 (this allows for the situation where only part of the cost of a property is transferred for an agreement under subsection 127(13) of the federal Act)
1.	720	730	740
,			
	RR	SS	TAT TO THE PARTY OF THE PARTY O
	Amount determined by the formula (OO x PP) - QQ (using the columns above)	Federal ITC earned by the transferee for the qualified expenditure that was transferred	Amount from column RR or SS, whichever is less
		750	
1.		7	
		Total of column TT (enter at amount XX in Part 8)	
Calcu	ılation 3		
recap enoug	member of a partnership, you will report your share of ture. If this is a positive amount, you will report it on li the ORDTC otherwise available to offset the recapture thined and reported on line VV.	ne 205, 206, or 207 in Part 3, whichever applies. How	wever, if the partnership does not have
Corpo	orate partner's share of the excess of ORDTC (enter	at amount ZZ in Part 8)	
_		, , ,	
- Par	t 8 – Total recapture of ORDTC ———		
Reca	otured federal ITC for Calculation 1 (amount NN from	Part 7)	ww
Reca	otured federal ITC for Calculation 2 (amount UU from	Part 7)	xx
Amou	nt WW plus amount XX	<u></u>	× 23.56 % =

Corporate partner's share of the excess of ORDTC for Calculation 3 (amount VV from Part 7)

Recapture of ORDTC (amount YY plus amount ZZ) (enter amount AAA on line 277 on page 5 of Schedule 5)

ZZ

Schedule A - Worksheet for eligible expenditures incurred by the corporation in Ontario for the current taxation year

This worksheet allows you to report the amount of eligible expenditures entered on Form T661, *Scientific Research and Experimental Development (SR&ED) Expenditures Claim* which represents eligible expenditures as defined in section 127 of the *Income Tax Act* (ITA) with regard to scientific research and experimental development (SR&ED) carried on in Ontario and attributable to a permanent establishment in Ontario of a corporation.

Data on the worksheet is calculated based on the amounts on Form T661, but will have to be adjusted according to the rules of Ontario, if applicable, in particular when the corporation has had a permanent establishment in more than one jurisdiction. This data will be used when calculating Schedule 508 and Schedule 566.

Total expenditures for SR&ED	87,881
udd payment of prior years' unpaid expenses	
(other than salary or wages) + +	
p prescribed proxy amount	
(Enter "0" if you use the traditional method) +	45,187
other additions	
Subtotal /=	133,068
Less	
• current expenditures (other than salary or wages) not paid within 180 days of the tax year end	
• amounts paid in respect of an SR&ED contract to a person or partnership	
that is not taxable supplier	
20% of contract expenditures for SR&ED performed on your behalf	980
prescribed expenditures not allowed by regulations	
• other deductions	
• non-arm's length transactions	
- expenditures for non-arm's length SR&ED contracts	
purchases (limited to costs) of goods and services from non-arm's length suppliers	
Total =	132,088
	132,000
Enter amount I on line 100 of Schedule 508.	

Ontario Corporate Minimum Tax

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2020-12-31

- File this schedule if the corporation is subject to Ontario corporate minimum tax (CMT). CMT is levied under section 55 of the Taxation Act, 2007 (Ontario), referred to as the "Ontario Act".
- Complete Part 1 to determine if the corporation is subject to CMT for the tax year.
- A corporation not subject to CMT in the tax year is still required to file this schedule if it is deducting a CMT credit, has a CMT credit carryforward,
 or has a CMT loss carryforward or a current year CMT loss.
- A corporation that has Ontario special additional tax on life insurance corporations (SAT) payable in the tax year must complete Part 4 of this
 schedule even if it is not subject to CMT for the tax year.
- A corporation is exempt from CMT if, throughout the tax year, it was one of the following:
 - 1) a corporation exempt from income tax under section 149 of the federal *Income Tax Act*;
 - 2) a mortgage investment corporation under subsection 130.1(6) of the federal Act;
 - 3) a deposit insurance corporation under subsection 137.1(5) of the federal Act;
 - 4) a congregation or business agency to which section 143 of the federal Act applies;
 - 5) an investment corporation as referred to in subsection 130(3) of the federal Act; or
 - 6) a mutual fund corporation under subsection 131(8) of the federal Act.

Determination of CMT applicability

• File this schedule with the T2 Corporation Income Tax Return.

Part 1 – Determination of CMT applicability	
Total assets of the corporation at the end of the tax year *	113,229,000
Share of total assets from partnership(s) and joint venture(s) *	
Total assets of associated corporations (amount from line 450 on Schedule 511)	97,507,604
Total assets (total of lines 112 to 116)	210,736,604
Total revenue of the corporation for the tax year **	54,217,000
Share of total revenue from partnership(s) and joint venture(s) **	
Total revenue of associated corporations (amount from line 550 on Schedule 511)	119,244,746
Total revenue (total of lines 142 to 146)	173,461,746

The corporation is subject to CMT if:

- for tax years ending before July 1, 2010, the total assets at the end of the year of the corporation or the associated group of corporations are more than \$5,000,000, or the total revenue for the year of the corporation or the associated group of corporations is more than \$10,000,000.
- for tax years ending after June 30, 2010, the total assets at the end of the year of the corporation or the associated group of corporations are equal to or more than \$50,000,000, and the total revenue for the year of the corporation or the associated group of corporations is equal to or more than \$100,000,000.

If the corporation is not subject to CMT, do not complete the remaining parts unless the corporation is deducting a CMT credit, or has a CMT credit carryforward, a CMT loss carryforward, a current year CMT loss, or SAT payable in the year.

* Rules for total assets

- Report total assets according to generally accepted accounting principles, adjusted so that consolidation and equity methods are not used.
- Do not include unrealized gains and losses on assets and foreign currency gains and losses on assets that are included in net income for accounting purposes but not in income for corporate income tax purposes.
- The amount on line 114 is determined at the end of the last fiscal period of the partnership or joint venture that ends in the tax year of the corporation. Add the proportionate share of the assets of the partnership(s) and joint venture(s), and deduct the recorded asset(s) for the investment in partnerships and joint ventures.
- A corporation's share in a partnership or joint venture is determined under paragraph 54(5)(b) of the Ontario Act and, if the partnership or joint venture had no income or loss, is calculated as if the partnership's or joint venture's income were \$1 million. For a corporation with an indirect interest in a partnership or joint venture, determine the corporation's share according to paragraph 54(5)(c) of the Ontario Act.

** Rules for total revenue

- Report total revenue in accordance with generally accepted accounting principles, adjusted so that consolidation and equity methods are not used.
- If the tax year is less than 51 weeks, multiply the total revenue of the corporation or the partnership, whichever applies, by 365 and divide by the number of days in the tax year.
- The amount on line 144 is determined for the partnership or joint venture fiscal period that ends in the tax year of the corporation. If the partnership or joint venture has 2 or more fiscal periods ending in the filing corporation's tax year, **multiply** the sum of the total revenue for each of the fiscal periods by 365 and **divide** by the total number of days in all the fiscal periods.
- A corporation's share in a partnership or joint venture is determined under paragraph 54(5)(b) of the Ontario Act and, if the partnership or joint venture had no income or loss, is calculated as if the partnership's or joint venture's income were \$1 million. For a corporation with an indirect interest in a partnership or joint venture, determine the corporation's share according to paragraph 54(5)(c) of the Ontario Act.

Part 2 – Adjusted net income/loss for CMT purposes		
Net income/loss per financial statements *		2,617,000
Add (to the extent reflected in income/loss):		
Provision for current income taxes/cost of current income taxes	257,000	
Provision for deferred income taxes (debits)/cost of future income taxes	496,000	
Equity losses from corporations		
Financial statement loss from partnerships and joint ventures		
Dividends deducted on financial statements (subsection 57(2) of the Ontario Act),		
excluding dividends paid by credit unions under subsection 137(4.1) of the federal Act 230		
Other additions (see note below):		
Share of adjusted net income of partnerships and joint ventures ** Total patronage dividends received, not already included in net income/loss 232		
<u></u> '		
281 282		
283 284		
Subtotal :	<u>753,000</u>	753,000 A
Deduct (to the extent reflected in income/loss):		
Provision for recovery of current income taxes/benefit of current income taxes 320		
Provision for deferred income taxes (credits)/benefit of future income taxes 322		
Equity income from corporations		
Financial statement income from partnerships and joint ventures		
Dividends deductible under section 112, section 113, or subsection 138(6) of the federal Act		
Dividends not taxable under section 83 of the federal Act (from Schedule 3)		
Gain on donation of listed security or ecological gift		
Accounting gain on transfer of property to a corporation under section 85 or 85.1 of the federal Act ***		
Accounting gain on transfer of property to/from a partnership under section 85 or 97 of the federal Act ****	<u> </u>	
Accounting gain on disposition of property under subsection 13(4), subsection 14(6), or section 44 of the federal Act *****))	
Accounting gain on a windup under subsection 88(1) of the federal Act or an amalgamation under section 87 of the federal Act		
Other deductions (see note below):		
Share of adjusted net loss of partnerships and joint ventures **		
Tax payable on dividends under subsection 191.1(1) of the federal Act multiplied by 3		
Patronage dividends paid (from Schedule 16) not already included in net income/loss 338		
381 2020 net movement in regulatory balances 382	496,000	
383	190,000	
385		
387 388		
389		
Subtotal	496,000	496,000 B
Adjusted net income/loss for CMT nurnoses (line 210 plus amount A minus amount B)	490	2.874.000

If the amount on line 490 is positive and the corporation is subject to CMT as determined in Part 1, enter the amount on line 515 in Part 3.

70: 5 40:

If the amount on line 490 is negative, enter the amount on line 760 in Part 7 (enter as a positive amount).

Note

In accordance with Ontario Regulation 37/09, when calculating net income for CMT purposes, accounting income should be adjusted to:

- exclude unrealized gains and losses due to mark-to-market changes or foreign currency changes on specified mark-to-market property (assets only);
- include realized gains and losses on the disposition of specified mark-to-market property not already included in the accounting income, if the
 property is not a capital property or is a capital property disposed in the year or in a previous tax year ended after March 22, 2007.

"Specified mark-to-market property" is defined in subsection 54(1) of the Ontario Act.

These rules also apply to partnerships. A corporate partner's share of a partnership's adjusted income flows through on a proportionate basis to the corporate partner.

* Rules for net income/loss

Banks must report net income/loss as per the report accepted by the Superintendent of Financial Institutions under the federal Bank Act, adjusted so consolidation and equity methods are not used.

Part 2 – Calculation of adjusted net income/loss for CMT purposes (continued)

- Life insurance corporations must report net income/loss as per the report accepted by the federal Superintendent of Financial Institutions or equivalent provincial insurance regulator, before SAT and adjusted so consolidation and equity methods are not used. If the life insurance corporation is resident in Canada and carries on business in and outside of Canada, multiply the net income/loss by the ratio of the Canadian reserve liabilities divided by the total reserve liability. The reserve liabilities are calculated in accordance with Regulation 2405(3) of the federal Act.
- Other corporations must report net income/loss in accordance with generally accepted accounting principles, except that consolidation and equity methods must not be used. When the equity method has been used for accounting purposes, equity losses and equity income are removed from book income/loss on lines 224 and 324 respectively.
- Corporations, other than insurance corporations, should report net income from line 9999 of the GIFI (Schedule 125) on line 210.
- ** The share of the adjusted net income of a partnership or joint venture is calculated as if the partnership or joint venture were a corporation and the tax year of the partnership or joint venture were its fiscal period. For a corporation with an indirect interest in a partnership through one or more partnerships, determine the corporation's share according to clause 54(5)(c) of the Ontario Act.
- *** A joint election will be considered made under subsection 60(1) of the Ontario Act if there is an entry on line 342, and an election has been made for transfer of property to a corporation under subsection 85(1) of the federal Act.
- **** A joint election will be considered made under subsection 60(2) of the Ontario Act if there is an entry on line 344, and an election has been made under subsection 85(2) or 97(2) of the federal Act.
- ***** A joint election will be considered made under subsection 61(1) of the Ontario Act if there is an entry on line 3/46, and an election/has been made under subsection 13(4) or 14(6) and/or section 44 of the federal Act.

For more information on how to complete this part, see the T2 Corporation - Income Tax Guide

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Part 3 – CMT payable
Adjusted net income for CMT purposes (line 490 in Part 2, if positive)
Deduct:
CMT loss available (amount R from Part 7)
Minus: Adjustment for an acquisition of control *
Adjusted CMT loss available
Net income subject to CMT calculation (if negative, enter "0")
Amount from Number of days in the tax line 520 2,874,000 × year before July 1, 2010 X 4 % = 1
Number of days in the tax year
Amount from line 520 2,874,000 x Number of days in the tax year after June 30, 2010 Number of days 366 x 2.7 % = 77,598 2
in the tax year
Subtotal (amount 1 plus amount 2)
Gross CMT: amount on line 3 above x OAF **
Deduct:
Foreign tax credit for CMT purposes ***
CMT after foreign tax credit deduction (line 540 minus line 550) (it negative, enter "0")
Deduct:
Ontario corporate income tax payable before CMT credit (amount F6 from Schedule 5)
Net CMT payable (if negative, enter "0")
Enter amount E on line 278 of Schedule 5, Tax Calculation Supplementary – Corporations, and complete Part 4.
* Enter the portion of CMT loss available that exceeds the adjusted net income for the tax year from carrying on a business before the acquisition of control. See subsection 58(3) of the Ontario Act.
*** Enter "0" on line 550 for life insurance corporations as they are not eligible for this deduction. For all other corporations, enter the cumulative total of amount J for the province of Ontario from Part 9 of Schedule 21 on line 550.
** Calculation of the Ontario allocation factor (OAF):
If the provincial or territorial jurisdiction entered on line 750 of the T2 return is "Ontario," enter "1" on line F.
If the provincial or territorial jurisdiction entered on line 750 of the T2 return is "multiple," complete the following calculation, and enter the result on line F:
Ontario taxable income **** =
Taxable income *****
Ontario allocation factor
**** Enter the amount allocated to Ontario from column F in Part 1 of Schedule 5. If the taxable income is nil, calculate the amount in column F as if the taxable income were \$1,000.
***** Enter the tayable income amount from line 360 or amount 7 of the T2 return, whichever applies, If the tayable income is nil, enter "1,000"

	09242 2017 NG0001
Part 4 – Calculation of CMT credit carryforward ————————————————————————————————————	
CMT credit carryforward at the end of the previous tax year *	
Deduct:	
CMT credit expired *	•
CMT credit carryforward at the beginning of the current tax year * (see note below) 56,524 620	56,524
Add:	•
CMT credit carryforward balances transferred on an amalgamation or the windup of a subsidiary (see note below) 650	
CMT credit available for the tax year (amount on line 620 plus amount on line 650)	<u>56,524</u> н
CMT credit deducted in the current tax year (amount P from Part 5)	<u>44,028</u> ı
Subtotal (amount H minus amount I)	12,496_ J
Add:	
Net CMT payable (amount E from Part 3)	
SAT payable (amount O from Part 6 of Schedule 512)	
Subtotal	K
CMT credit carryforward at the end of the tax year (amount J plus amount K)	<u>12,496</u> L
* For the first harmonized T2 return filed with a tax year that includes days in 2009:	
- do not enter an amount on line G or line 600;	
- for line 620, enter the amount from line 2336 of Ontario CT23 Schedule 101, Corporate Minimum-Tax (CMT), for the last tax year	that ended in 2008.
For other tax years, enter on line G the amount from line 670 of Schedule 510 from the previous tax year.	
Note: If you entered an amount on line 620 or line 650, complete Part 6.	
Part 5 – Calculation of CMT credit deducted from Ontario corporate income tax payable	
CMT credit available for the tax year (amount H from Part 4)	56,524 _M
Ontario corporate income tax payable before CMT credit (amount F6 from Schedule 5)	
For a corporation that is not a life insurance corporation:	
CMT after foreign tax credit deduction (amount D from Part 3)	
For a life insurance corporation:	
Gross CMT (line 540 from Part 3)	
Gross SAT (line 460 from Part 6 of Schedule 512)	
The greater of amounts 3 and 4	
Deduct: line 2 or line 5, whichever applies: 77,598 6	
Subtotal (if negative, enter "0") 44,028	44,028 N
Ontario corporate income tax payable before CMT credit (amount F6 from Schedule 5) 121,626	
Deduct: Total refundable toy credite evaluating Optorio qualificing any proper product toy credit	
Total refundable tax credits excluding Ontario qualifying environmental/trust tax credit (amount J6 minus line 450 from Schedule 5)	
Subtotal (if negative, enter "0") 121,626 ►	<u>121,626</u> O
CMT credit deducted in the current tax year (least of amounts M, N, and O)	<u>44,028</u> P
Enter amount P on line 418 of Schedule 5 and on line I in Part 4 of this schedule.	
Is the corporation claiming a CMT credit earned before an acquisition of control?	1 Yes 2 No X
If you answered yes to the question at line 675, the CMT credit deducted in the current tax year may be restricted. For information on how the may be restricted, see subsections 53(6) and (7) of the Ontario Act.	ne deduction

┌ Part 6 – Analysis of CMT credit available for carryforward by year of origin -

Complete this part if:

- the tax year includes January 1, 2009; or
- the previous tax year-end is deemed to be December 31, 2008, under subsection 249(3) of the federal Act.

Year of origin	CMT credit balance *	
10th previous tax year	680	
9th previous tax year	681	
8th previous tax year	682	
7th previous tax year	683	
6th previous tax year	684	
5th previous tax year	685	
4th previous tax year	686	
3rd previous tax year	687)/
2nd previous tax year	688	\nearrow
1st previous tax year	689	<i>V</i>
Total **		

- * CMT credit that was earned (by the corporation, predecessors of the corporation, and subsidiaries wound up into the corporation) in each of the previous 10 tax years and has not been deducted.
- ** Must equal the total of the amounts entered on lines 620 and 650 in Part 4.

	_
Part 7 – Calculation of CMT loss carryforward	_
CMT loss carryforward at the end of the previous tax year *	
Deduct:	
CMT loss expired *	
CMT loss carryforward at the beginning of the tax year * (see note below)	
Add:	
CMT loss transferred on an amalgamation under section 87 of the federal Act ** (see note below)	
CMT loss available (line 720 plus line 750)	R
Deduct:	
CMT loss deducted against adjusted net income for the tax year (lesser of line 490 (if positive) and line C in Part 3)	
Subtotal (if negative, enter "0")	S
Add:	
Adjusted net loss for CMT purposes (amount from line 490 in Part 2, if negative) (enter as a positive amount)	
CMT loss carryforward balance at the end of the tax year (amount S plus line 760)	Т
* For the first harmonized T2 return filed with a tax year that includes days in 2009:	
- do not enter an amount on line Q or line 700;	
- for line 720, enter the amount from line 2214 of Ontario CT23 Schedule 101, Corporate Minimum Tax (CMT), for the last tax year that ended in 2008.	
For other tax years, enter on line Q the amount from line 770 of Schedule 510 from the previous tax year.	
** Do not include an amount from a predecessor corporation if it was controlled at any time before the amalgamation by any of the other predecessor corporations.	
Note: If you entered an amount on line 720 or line 750, complete Part 8.	

Complete this part if:

- the tax year includes January 1, 2009; or
- the previous tax year-end is deemed to be December 31, 2008, under subsection 249(3) of the federal Act.

Year of origin	Balance earned in a tax year ending before March 23, 2007 *	Balance earned in a tax year ending after March 22, 2007 **
10th previous tax year	810	820
9th previous tax year	811	821
8th previous tax year	812	822
7th previous tax year	813	823
6th previous tax year	814	824
5th previous tax year	815	825
4th previous tax year	816	826
3rd previous tax year	817	827
2nd previous tax year	818	828
1st previous tax year		829
Total ***		

2020-12-31

^{***} The total of these two columns must equal the total of the amounts entered on lines 720 and 750.



^{*} Adjusted net loss for CMT purposes that was earned (by the corporation, by subsidiaries wound up into or amalgamated with the corporation before March 22, 2007, and by other predecessors of the corporation) in each of the previous 10 tax years that ended before March 23, 2007, and has not been deducted.

^{**} Adjusted net loss for CMT purposes that was earned (by the corporation and its predecessors, but not by a subsidiary predecessor) in each of the previous 20 tax years that ended after March 22, 2007, and has not been deducted.

Agence du revenu du Canada **SCHEDULE 511**

ONTARIO CORPORATE MINIMUM TAX – TOTAL ASSETS AND REVENUE FOR ASSOCIATED CORPORATIONS

Name of corporation	Business Number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2020-12-31

- For use by corporations to report the total assets and total revenue of all the Canadian or foreign corporations with which the filing corporation was associated at any time during the tax year. These amounts are required to determine if the filing corporation is subject to corporate minimum tax.
- Total assets and total revenue include the associated corporation's share of any partnership(s)/joint venture(s) total assets and total revenue.
- Attach additional schedules if more space is required.
- File this schedule with the T2 Corporation Income Tax Return.

	Names of associated corporations	Business number (Canadian corporation only)	Total assets* (see Note 2)	Total revenue** (see Note 2)
		(see Note 1)		
	200	300	400	500
1	Innservices Utilities Inc.	81689 7326 RC0001	46,013,000	19,038,000
2	Town of Innisfil	NR	50,000,000	100,000,000
3	Innterprises Inc.	86556 4595 RC0001	1,494,604	206,746
			450	550
		Total \	97,507,604	119,244,746

Enter the total assets from line 450 on line 116 in Part 1 of Schedule 510, Ontario Corporate Minimum Tax. Enter the total revenue from line 550 on line 146 in Part 1 of Schedule 510.

Note 1: Enter "NR" if a corporation is not registered.

Note 2: If the associated corporation does not have a tax year that ends in the filing corporation's current tax year but was associated with the filing corporation in the previous tax year of the filing corporation, enter the total revenue and total assets from the tax year of the associated corporation that ends in the previous tax year of the filing corporation.

* Rules for total assets

- Report total assets in accordance with generally accepted accounting principles, adjusted so that consolidation and equity methods are not used.
- Include the associated corporation's share of the total assets of partnership(s) and joint venture(s) but exclude the recorded asset(s) for the investment in partnerships and joint ventures.
- Exclude unrealized gains and losses on assets that are included in net income for accounting purposes but not in income for corporate income tax purposes.

** Rules for total revenue

- Report total revenue in accordance with generally accepted accounting principles, adjusted so that consolidation and equity methods are not used.
- If the associated corporation has 2 or more tax years ending in the filing corporation's tax year, multiply the sum of the total revenue for each of those tax years by 365 and divide by the total number of days in all of those tax years.
- If the associated corporation's tax year is less than 51 weeks and is the only tax year of the associated corporation that ends in the filing corporation's tax year, multiply the associated corporation's tax year.
- Include the associated corporation's share of the total revenue of partnerships and joint ventures.
- If the partnership or joint venture has 2 or more fiscal periods ending in the associated corporation's tax year, multiply the sum of the total revenue for each of the fiscal periods by 365 and divide by the total number of days in all the fiscal periods.

T2 SCH 511

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e Agence du revenu du Canada

Information Return for Corporations Filing Electronically

- Do not send this form to the Canada Revenue Agency (CRA) unless we ask for it. We will not keep or return this form.
- Complete this return for every initial and amended T2 Corporation Income Tax Return electronically filed with the CRA on your behalf.
- By completing Part 2 and signing Part 3, you acknowledge that, under the Income Tax Act, you have to keep all records used to prepare your T2 Corporation Income Tax Return, and provide this information to us on request.
- Part 4 must be completed by either you or the electronic transmitter of your T2 Corporation Income Tax Return.
- · Give the signed original of this return to the transmitter and keep a copy in your own records for six years.
- We are responsible for ensuring the confidentiality of your electronically filed tax information only after we have accepted your return.

Part 1 - Identific	ation ————				
Corporation's name				Business number	
InnPower Corporation				89242 2817 RC0001	
Tax	Year Month Day	Tax	Year Month Day		
year start	2020-01-01	year-end	2020-12-31	Is this an amended return?	Yes X No
Get your CRA mail ele	ctronically delivered in	My Business Accou	int at canada.ca/my-cra-bi	usiness-account (optional)	
Email address:	·				
notices and other corres when they are available in	pondence eligible for elec	tronic delivery will no land requiring immediate	onger be printed and mailed te attention. They will be pre	otifications from the CRA. I understand ar . The CRA will notify the corporation at thi sumed to have been received on the date	s email address
- Part 2 - Declarat	ion —				
	ınts, if applicable, from th	e T2 return for the tax	year noted above:		
	income tax purposes froncial Information (GIFI) (li		al statements, or		1,120,167
Part I tax payable (line	700)				
Part III.1 tax payable (I	ine 710)			//	
Part IV tax payable (lin	ne 712)			<u></u>	
Part IV.1 tax payable (I	line 716)				
Part VI tax payable (lin	ne 720)		/. <		
Part VI.1 tax payable (I	line 724)		/		
Part XIV tax payable (li	ine 728)				
Net provincial and terri	itorial tax payable (line 76	0) /	<u> </u>		
		<u> </u>			
Part 3 - Certifica	tion and authoriza	ation ———			
I. McAllister		Clan		CFO	
i, McAilister	Last name	Glen	First name	CFO Position, office	e or rank
				•	•
and statements, and that I also certify that the met disclosed in a statement	t the information given on thod of calculating income attached to this return.	the 72 return and this e for this tax year is co	T183 Corp information retunsistent with that of the prev	Income Tax Return, including accompaning is, to the best of my knowledge, corrections tax year except as specifically	and complete.
I authorize the transmitte the information originally accepts the electronic re	filed in response to any	ectronically file the 1/2 errors Canada Revenu	Corporation Income Tax Re e Agency identifies. This au	turn identified in Part 1. The transmitter ca thorization expires when the Minister of Na	an also modify ational Revenue
	1			(7	05) 431-6870
Date (yyyy/mm/dd)		Signature of an auth	orized signing officer of the cor	poration	Telephone number
⊢ Part 4 – Transmi	44 a. j. d. a. 4 j. j. a. 4 j. j. j.	//			
	//	\			
1	has electronically filed th	e∕ tax return of the cor	poration identified in Part 1.		
KPMG LLP				G1829	
	Name of pe	son or firm		Electronic filer num	ber

Privacy statement -

Personal information is collected for the purposes of the administration or enforcement of the Income Tax Act and related programs and activities including administering tax, benefits, audit, compliance, and collection. The information collected may be used or disclosed for purposes of other federal acts that provide for the imposition and collection of a tax or duty. It may also be disclosed to other federal, provincial, territorial, or foreign government institutions to the extent authorized by law. Failure to provide this information may result in interest payable, penalties, or other actions. Under the Privacy Act, individuals have a right of protection, access to and correction of their personal information, or to file a complaint with the Privacy Commissioner of Canada regarding the handling of their personal information. Refer to Personal Information Bank CRA PPU 047 and CRA PPU 211 on Info Source at canada.ca/cra-info-source.



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Canada Revenue Agence du revenu du Canada

T2 Corporation Income Tax Return

200

EXEMPT FROM TAX

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

All legislative references on this return are to the federal Income Tax Act and Income Tax Regulations. This return may contain changes that had not yet become law at the time of publication.

Send one completed copy of this return, including schedules and the General Index of Financial Information (GIFI), to your tax centre. You have to file the return within six months after the end of the corporation's tax year.

For more information see **canada.ca/taxes** or Guide T4012, T2 Corporation – Income Tax Guide.

055	Do not use this area

- Identification	A
Corporation's name	To which tax year does this return apply?
InnPower Corporation	Tax year start Tax year-end Year Month Day Year Month Day
Address of head office	060 2020-01-01 061 2020-12-31
Has this address changed since the last	
time we were notified?	Has there been an acquisition of control
If yes, complete lines 011 to 018.	resulting in the application of subsection 249(4) since the tax year
011 7251 Yonge Street 012	start on line 060? No X
City Province, territory, or state	If yes , provide the date Year Month Day
015 Innisfil 016 ON	control was acquired 065
Country (other than Canada) Postal or ZIP code	Is the date on line 061 a deemed
017 018 L9S 0J3	tax year-end according to
Mailing address (if different from head office address)	subsection 249(3.1)?
Has this address changed since the last	Is the corporation a professional
time we were notified?	corporation that is a member of
If yes, complete lines 021 to 028.	a partnership? No X
021 c/o	Is this the first year of filing after:
7251 Yonge Street	Incorporation?
023	Amalgamation?
City Province, territory, or state	If yes , complete lines 030 to 038 and attach Schedule 24.
025 Innisfil 026 ON	Has there been a wind-up of a
Country (other than Canada) Postal or ZIP code	subsidiary under section 88 during the
028 L9S 0J3	current tax year?
Location of books and records (if different from head office address)	If yes , complete and attach Schedule 24.
Has this address changed since the	Is this the final tax year before amalgamation?
last time we were notified?	
If yes, complete lines 031 to 038.	Is this the final return up to dissolution?
031 7251 Yonge Street	
032	If an election was made under
City Province, territory or state	section 261, state the functional currency used
035 Innisfil 036 ON	V
Country (other than Canada) Postal or ZIP code	Is the corporation a resident of Canada? 080 Yes X No
037 038 L9S 0J3	If no , give the country of residence on line 081 and complete and attach Schedule 97.
040 Type of corporation at the end of the tax year (tick one)	081
X 1 Canadian-controlled private corporation (CCPC)	Is the non-resident corporation
	claiming an exemption under
2 Other private corporation	an income tax treaty?
3 Public corporation	If yes , complete and attach Schedule 91.
4 Corporation controlled by a public corporation	If the corporation is exempt from tax under section 149, tick one of
5 Other corporation	the following boxes:
(specify)	1 Exempt under paragraph 149(1)(e) or (I)
	2 Exempt under paragraph 149(1)(j)
If the type of corporation changed during the tax year, provide the effective date of the change	X 4 Exempt under other paragraphs of section 149
Do not use the	nis area
Do not use ti	10 41 04

Attachments Financial statement information: Use GIFI schedules 100, 125, and 141.		
Schedules – Answer the following questions. For each yes response, attach the schedule to the T2 return, unless otherwise instructed.	Yes	Schedule
Is the corporation related to any other corporations?	X	9
Is the corporation an associated CCPC?	-	23
Is the corporation an associated CCPC that is claiming the expenditure limit?	_	49
Does the corporation have any non-resident shareholders who own voting shares?		19
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		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?		44
Has the corporation paid any royalties, management fees, or other similar payments to residents of Canada?		14
Is the corporation claiming a deduction for payments to a type of employee benefit plan?		15
Is the corporation claiming a loss or deduction from a tax shelter?		T5004
Is the corporation a member of a partnership for which a partnership account number has been assigned?		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 (without reference to section 94)?		22
Did the corporation own any shares in one or more foreign affiliates in the tax year?		25
Has the corporation made any payments to non-residents of Canada under subsections 202(1) and/or 105(1) of the Income Tax Regulations?		29
Did the corporation have a total amount over CAN\$1 million of reportable transactions with non-arm's length non-residents?		T106
For private corporations: Does the corporation have any shareholders who own 10% or more of the corporation's common and/or preferred shares?	X	50
Has the corporation made payments to, or received amounts from, a retirement compensation plan arrangement during the year? 172		
Does the corporation earn income from one or more Internet web pages or websites?		88
Is the net income/loss shown on the financial statements different from the net income/loss for income tax purposes?	Х	1
Has the corporation made any charitable donations; gifts of cultural or ecological property; or gifts of medicine?		2
Has the corporation received any dividends or paid any taxable dividends for purposes of the dividend refund?		3
Is the corporation claiming any type of losses?		4
Is the corporation claiming a provincial or territorial tax credit or does it have a permanent establishment in more than one jurisdiction?		5
Has the corporation realized any capital gains or incurred any capital losses during the tax year?		6
i) Is the corporation a CCPC and reporting a) income or loss from property (other than dividends deductible on line 320 of the T2 return), b) income from a partnership, c) income from a foreign business, d) income from a personal services business, e) income referred to in clause 125(1)(a)(i)(C) or 125(1)(a)(i)(B), f) aggregate investment income as defined in subsection 129(4), or g) an amount assigned to it under subsection 125(3.2) or 125(8); or ii) Is the corporation a member of a partnership and assigning its specified partnership business limit to a designated member under subsection 125(8)?		7
Does the corporation have any property that is eligible for capital cost allowance?		8
Does the corporation have any resource-related deductions?		12
Is the corporation claiming deductible reserves?		13
Is the corporation claiming a patronage dividend deduction?	_	16
Is the corporation a credit union claiming a deduction for allocations in proportion to borrowing or a provincial credit union tax reduction? 217	-	17
Is the corporation an investment corporation or a mutual fund corporation?		18
Is the corporation carrying on business in Canada as a non-resident corporation?		20
Is the corporation claiming any federal, provincial, or territorial foreign tax credits, or any federal logging tax credits?		21
Does the corporation have any Canadian manufacturing and processing profits?		27
Is the corporation claiming an investment tax credit?		31
Is the corporation claiming any scientific research and experimental development (SR&ED) expenditures?	-	T661
Is the total taxable capital employed in Canada of the corporation and its related corporations over \$10,000,000?	_	33/34/35
Is the total taxable capital employed in Canada of the corporation and its associated corporations over \$10,000,000?	-	
Is the corporation subject to gross Part VI tax on capital of financial institutions?	-	38
Is the corporation claiming a Part tax credit?	-	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?		43
Is the corporation agreeing to a transfer of the liability for Part VI.1 tax?		45
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?	_	39
Is the corporation claiming a Canadian film or video production tax credit?	-	T1131
Is the corporation claiming a film or video production services tax credit?	_	T1177
Is the corporation claiming a Canadian journalism labour tax credit?		58
Is the corporation subject to Part XIII.1 tax? (Show your calculations on a sheet that you identify as Schedule 92.)		92

Add a de constant de conditione de	
- Attachments (continued)	dule
Did the corporation have any foreign affiliates in the tax year? Did the corporation own or hold specified foreign property where the total cost amount of all such property, at any time in the year, was	
more than CAN\$100,000? T11	
Did the corporation transfer or loan property to a non-resident trust?	
Did the corporation receive a distribution from or was it indebted to a non-resident trust in the year?	
Has the corporation entered into an agreement to allocate assistance for SR&ED carried out in Canada?	
Has the corporation entered into an agreement to transfer qualified expenditures incurred in respect of SR&ED contracts?	
Has the corporation entered into an agreement with other associated corporations for salary or wages of specified employees for SR&ED? T11 Did the corporation pay taxable dividends (other than capital gains dividends) in the tax year?	
2.1 and deliver pay talkand a made and a plant game a made and year.	
Has the corporation made an election under subsection 89(11) not to be a CCPC? Has the corporation revoked any previous election made under subsection 89(11)? T20 T20	
Has the corporation revoked any previous election made under subsection 89(11)? Did the corporation (CCPC or deposit insurance corporation (DIC)) pay eligible dividends, or did its general rate income pool (GRIP) change in the tax year? 268	
Did the corporation (other than a CCPC or DIC) pay eligible dividends, or did its low rate income pool (LRIP) change in the tax year?	
- Additional information —	
Did the corporation use the International Financial Reporting Standards (IFRS) when it prepared its financial statements?	
	X
What is the corporation's main revenue-generating business activity?	
approximate percentage of the total revenue that each	% % %
product of estimate representation	
The table of policies to define the visit of the table of the table of the table of the table of the table of the table of the table of the table of the table of the table of the table of the table of	X
Did the corporation emigrate from Canada during the tax year? No No	X
Do you want to be considered as a quarterly instalment remitter if you are eligible?	
If the corporation was eligible to remit instalments on a quarterly basis for part of the tax year, provide the date the corporation ceased to be eligible	
If the corporation's major business activity is construction, did you have any subcontractors during the tax year? 295 Yes No	
- Taxable income	
Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI	, A
Deduct:	_
Charitable donations from Schedule 2 311	
Cultural gifts from Schedule 2	
Ecological gifts from Schedule 2	
Gifts of medicine made before March 22, 2017, from Schedule 2	
Part VI.1 tax deduction* Non-capital losses of previous tax years from Schedule.4 325 331	
Limited partnership losses of previous tax years from Schedule 4	
Prospector's and grubstaker's shares	
Subtotal \bigsim	_ B 7 C
Section 110.5 additions or subparagraph 115(1)(a)(vii) additions	_ D
Taxable income (amount C plus amount D) 1,120,167	ī_
Taxable income for the year from a personal services business	_ _Z.1
* This amount is equal to 3.5 times the Part VI.1 tax payable at line 724 on page 9.	

2020-12-31

Small business deduction Canadian-controlled private corporations (CCPCs) throughout to	he tax year				
Income eligible for the small business deduction from Schedule 7				400	1,119,167 A
Taxable income from line 360 on page 3, minus 100/28 (3.57143)) of the amount on	line 632* on p	page 8,		
minus 4 times the amount on line 636** on page 8, and minus any			,		
federal law, is exempt from Part I tax				405	B
Business limit (see notes 1 and 2 below)				410	C
Notes:					
For CCPCs that are not associated, enter \$ 500,000 on line 41 weeks, prorate this amount by the number of days in the tax year d	·	•	•		
2. For associated CCPCs, use Schedule 23 to calculate the amount t	to be entered on lir	ne 410.			
Business limit reduction				Λ	
Taxable capital business limit reduction			4		
·	454 774 -	_	1	_ \\	_
Altiounit C ^	<u>451,774 </u>) = .			E
	11,250				
Passive income business limit reduction	725	20.000	(aa - //	
Adjusted aggregate investment income from Schedule 7**** .	417	30,000	- 50,0	00 =	F
Amount C X Amount F		=		, <u> </u>	G
100,000			\sim \sim	/	
		The grea	ter of amount E and amo	ount G 422	F
Reduced business limit (amount C minus amount H) (if negative, ente	er "0")		.\\.\.\.	426	
Business limit the CCPC assigns under subsection 125(3.2) (from line	,			 <u></u>	J
Reduced business limit after assignment (amount I minus amount	it J)			428	K
Small business deduction - Amount A, B, C, or K, whichever is the	least	\mathcal{A}	x 19	% = 430	
Enter amount from line 430 at amount J on page 8.))		_
* Calculate the amount of foreign non-business income tax credit investment income (line 604) and without reference to the corpo				ole tax on the CCPC	s
** Calculate the amount of foreign business income tax credit ded	/ \			ax reductions under	section 123.4.
*** Large corporations					
 If the corporation is not associated with any corporations in I (total taxable capital employed in Canada for the prior year I If the corporation is not associated with any corporations in I entered on line 415 is: (total taxable capital employed in Can For corporations associated in the current tax year, see, Sch 	minus \$10,000,00 the current tax yea nada for the curre	00) x 0.225%. ir, but was as: nt year minus	sociated in the previous t \$10,000,000) x 0.225%	ax year, the amount	
**** Enter the total adjusted aggregate investment income of the cor				or that ended in the r	preceding
calendar year. Each corporation with such income has to file a reported at line 744 of the corresponding Schedule 7. Otherwise Schedule 7 of the corporation for each tax year that ended in the	Schedule 7. For a e, this amount is the	corporation's ne total of all a	first tax year that starts a	after 2018, this amou	ınt is
Specified corporate income and assignment under subsection 1	125(3.2)				
Name of corporation receiving the income and assigned amount	L Business numb the corporation receiving the assigned amo	on cla	M Income paid under ause 125(1)(a)(i)(B) to th corporation identified in column L ³	ie corporat	N limit assigned to ion identified in lumn L ⁴
	490		500		505
	1.00				
1.			773		
Notes:		Total		Total	
3. This amount is [as defined in subsection 125(7) specified corpor specified farming or fishing income of the corporation for the year) services or property to a private corporation (directly or indirectly, ir (A) at any time in the year, the corporation (or one of its shareholders) holds a direct or indirect interest in the private corpo	from an active bus n any manner what ers) or a person who pration, and	siness of the o tever) if no does not do	corporation for the year fr	rom the provision of ne corporation (or on	ne of its
(B) it is not the case that all or substantially all of the corporation's property to	income for the year	r from an acti	ve business is from the p	provision of services	or

with the corporation holds a direct or indirect interest.

(I) persons (other than the private corporation) with which the corporation deals at arm's length, or

(II) partnerships with which the corporation deals at arm's length, other than a partnership in which a person that does not deal at arm's length

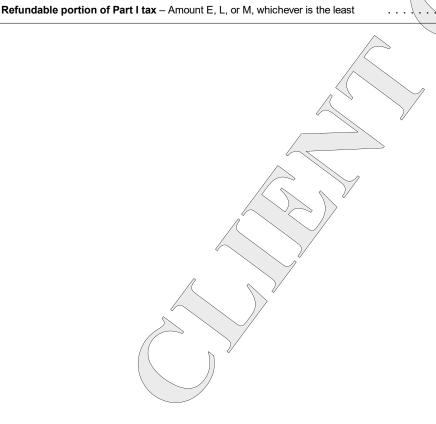
4. The amount of the business limit you assign to a CCPC cannot be greater than the amount determined by the formula A – B, where A is the amount of income referred to in column M in respect of that CCPC and B is the portion of the amount described in A that is deductible by you in respect of the amount of income referred to in clauses 125(1)(a)(i)(A) or (B) for the year. The amount on line 515 cannot be greater than the amount on line 426.

	89242 2817 RC0001
General tax reduction for Canadian-controlled private corporations	
Canadian-controlled private corporations throughout the tax year	
Taxable income from line 360 on page 3	A
Lesser of amounts 9B and 9H from Part 9 of Schedule 27 B	
Amount 13K from Part 13 of Schedule 27	
Personal services business income	
Amount from line 400, 405, 410, or 428 on page 4, whichever is the least E	
Aggregate investment income from line 440 on page 6*	
Subtotal (add amounts B to F) 1,000 ▶	1,000 G
· · · · · · · · · · · · · · · · · · ·	
Amount A minus amount G (if negative, enter "0")	п
General tax reduction for Canadian-controlled private corporations – Amount H multiplied by 13 %	I
Enter amount I on line 638 on page 8.	
* Except for a corporation that is, throughout the year, a cooperative corporation (within the meaning assigned by subsection 136(2)) or a cre	dit union.
General tax reduction	
Do not complete this area if you are a Canadian-controlled private corporation, an investment corporation, a mortgage investment a mutual fund corporation, or any corporation with taxable income that is not subject to the corporation tax rate of 38%.	it corporation,
Taxable income from line 360 on page 3	J
Lesser of amounts 9B and 9H from Part 9 of Schedule 27 K	
Amount 13K from Part 13 of Schedule 27	
Personal services business income	
Subtotal (add amounts K to M)	N
//	
Amount J minus amount N (if negative, enter "0")	0
General tax reduction – Amount O multiplied by 13 %	P
Enter amount P on line 639 on page 8.	

Ν

450

 Refundable portion of Part I tax – Canadian-controlled private corporations throughout the tax year Aggregate investment income 440 1,000 × 30 2 / 3 % = 307 A from Schedule 7 Foreign non-business income tax credit from line 632 on page 8 __ Foreign investment income 445 x 8 % = C from Schedule 7 Subtotal (amount B minus amount C) (if negative, enter "0") D 307_E Amount A **minus** amount D (if negative, enter "0") Taxable income from line 360 on page 3 Amount from line 400, 405, 410, or 428 on page 4, whichever is the least G Foreign nonbusiness income tax credit from line 632 on x 75 / 29 = page 8 Foreign business income tax credit from line 636 on page 8 ... Subtotal (add amounts G to I) __ 1,120,167 K x 30 2 / 3 % = _ Subtotal (amount F minus amount J) Part I tax payable minus investment tax credit refund (line 700 minus line 780 from page 9)



┌ Refundable dividend tax on hand ────────────────────────────────────	
Refundable dividend tax on hand (RDTOH) at the end of the previous tax year 460	
Dividend refund for the previous tax year	
Net RDTOH transferred on an amalgamation or the wind-up of a subsidiary	
Subtotal (line 460 minus line 465 plus line 480)	A
General rate income pool (GRIP) at the end of the previous tax year (from line 100 of Schedule 53)	В
Total eligible dividends paid in the previous tax year (from line 300 of Schedule 53)	
Total excessive eligible dividend designation in the previous tax year (from line 310 of Schedule 53)	
Subtotal (amount C minus amount D) (if negative, enter "0")	E
Net GRIP at the end of the previous tax year (amount B minus amount E) (if negative, enter "0") F GRIP transferred on an amalgamation or the wind-up of a subsidiary	
(total of lines 230 and 240 of Schedule 53)	
Subtotal (amount F plus amount G)	H
Amount H multiplied by 38 1 / 3 %	I
Eligible refundable dividend tax on hand (ERDTOH) at the end of the previous tax year (for the first tax year starting aftér 2018,	
amount A or I, whichever is less, otherwise, use line 530 of the preceding tax year)	J
Non-eligible refundable dividend tax on hand (NERDTOH) at the end of the previous tax year (for the first tax year starting after 2018, amount A minus amount I, otherwise, use line 545 of the preceding tax year) (if negative, enter "0") 535	17
2018, amount A minus amount I, otherwise, use line 545 of the preceding tax year) (if negative, enter "0")	K
Part IV tax payable on taxable dividends from connected corporations (amount 2G from Schedule 3)	
Part IV tax payable on eligible dividends from non-connected corporations (amount 2J from Schedule 3) M	
Subtotal (amount L plus amount M) ►	N
Net ERDTOH transferred on an amalgamation or the wind-up of a subsidiary	0
ERDTOH dividend refund for the previous tax year	Р
Refundable portion of Part I tax (from line 450 on page 6)	Q
Part IV tax before deductions (amount 2A from Schedule 3)	
Part IV tax allocated to ERDTOH (amount N)	
Part IV tax reduction due to Part IV.1 tax payable (amount 4D of Schedule 43)	
Subtotal (amount R minus total of amounts S and T)	U
Net NERDTOH transferred on an amalgamation or the wind-up of a subsidiary	
NERDTOH dividend refund for the previous tax year	v
38 1/3% of the total losses applied against Part IV tax (amount 2D from \$chedule 3)	 X
Part IV tax payable allocated to NERDTOH, net of losses claimed (amount U minus amount X) (if negative enter "0")	Y
NERDTOH at the end of the tax year (total of amounts K, Q, V, and Y minus amount W) (if negative, enter "0") Part IV tax payable allocated to ERDTOH, net of losses claimed (amount N minus the amount, if any, by which amount X	
exceeds amount U) (if negative, enter "0") ERDTOH at the end of the tax year (total of amounts J, Q, and Z minus amount P) (if negative, enter "0") 530	Z
ERD I OH at the end of the tax year (total of amounts J, O, and Z minus amount P) (If negative, enter "0")	
┌ Dividend refund	
38 1/3% of total eligible dividends paid in the tax year (amount 3A from Schedule 3)	AA
ERDTOH balance at the end of the tax year (line/530)	, RB
Eligible dividend refund (amount AA or BB, whichever is less)	cc
38 1/3% of total non-eligible taxable dividends paid in the tax year (amount 3B from Schedule 3)	 DD
NERDTOH balance at the end of the tax year (line 545)	EE
Non-eligible dividend refund (amount DD or EE, whichever is less)	FF
Amount DD minus amount EE (it negative, enter "0")	 GG
Amount BB minus amount CC (if negative, enter "0")	 HH
Additional non-eligible dividend refund (amount GG or HH, whichever is less)	
	JJ
Dividend refund – Amount CC plus amount FF plus amount II Enter amount JJ on line 784 on page 9.	

- Part I tax
Base amount Part I tax – Taxable income (from line 360 on page 3) multiplied by 38 %
Additional tax on personal services business income (section 123.5)
Taxable income from a personal services business
Recapture of investment tax credit from Schedule 31 C
Calculation for the refundable tax on the Canadian-controlled private corporation's (CCPC) investment income (if it was a CCPC throughout the tax year)
Aggregate investment income from line 440 on page 6
Taxable income from line 360 on page 3 E
Deduct:
Amount from line 400, 405, 410, or 428 on page 4, whichever
is the least
Net amount (amount E minus amount F)
Refundable tax on CCPC's investment income – 10 2 / 3 % of whichever is less: amount D or amount G
Subtotal (add amounts A, B, C, and H) I
Deduct:
Small business deduction from line 430 on page 4
Federal tax abatement
Manufacturing and processing profits deduction from Schedule 27
Investment corporation deduction
Taxed capital gains 624
Federal foreign non-business income tax credit from Schedule 21
Federal foreign business income tax credit from Schedule 21
General tax reduction for CCPCs from amount I on page 5
General tax reduction from amount P on page 5
Federal logging tax credit from Schedule 21
Eligible Canadian bank deduction under section 125.21
Federal qualifying environmental trust tax credit
Investment tax credit from Schedule 31
Subtotal • K
A Substant P N
Part I tax payable – Amount I minus amount K
Enter amount L on line 700 on page 9.

- Privacy statement -

Personal information (including the SIN) is collected for the purposes of the administration or enforcement of the Income Tax Act and related programs and activities including administering tax, benefits, audit, compliance, and collection. The information collected may be used or disclosed for purposes of other federal acts that provide for the imposition and collection of a tax or duty. It may also be disclosed to other federal, provincial, territorial, or foreign government institutions to the extent authorized by law. Failure to provide this information may result in interest payable, penalties, or other actions. Under the Privacy Act, individuals have a right of protection, access to and correction of their personal information, or to file a complaint with the Privacy Commissioner of Canada regarding the handling of their personal information. Refer to Personal Information Bank CRA PPU 047 on Info Source at canada.ca/cra-info-source.

Summary of tax and credits————————————————————————————————————	
Federal tax	
Part I tax payable from amount L on page 8	
Part III.1 tax payable from Schedule 55	
Part IV tax payable from Schedule 3	- /^
Part IV.1 tax payable from Schedule 43	700
Part VI tax payable from Schedule 38	- 0.4
Part VI.1 tax payable from Schedule 43	707
Part XIII.1 tax payable from Schedule 92 Part XIV tax payable from Schedule 20	700
Add provincial or territorial tax:	Total federal tax
Provincial or territorial jurisdiction	Λ
(if more than one jurisdiction, enter "multiple" and complete Schedule 5)	
Net provincial or territorial tax payable (except Quebec and Alberta)	
	Total tax payable 770 A
Deduct other credits:	
Investment tax credit refund from Schedule 31	
Dividend refund from amount JJ on page 7	
Federal capital gains refund from Schedule 18	
Federal qualifying environmental trust tax credit refund	
Canadian film or video production tax credit (Form T1131)	
Film or video production services tax credit (Form T1177)	
Canadian journalism labour tax credit from Schedule 58	798
Tax withheld at source	. 800
Total payments on which tax has been withheld 801	000
Provincial and territorial capital gains refund from Schedule 18	808
Provincial and territorial refundable tax credits from Schedule 5	812
Tax instalments paid	840
Total cred	
	Balance (amount A minus amount B)
Refund code 894 Refund	If the result is negative, you have a refund . If the result is positive, you have a balance owing .
Direct deposit request	Enter the amount on whichever line applies.
To have the corporation's refund deposited directly into the corporation's bank	Generally, we do not charge or refund a difference
account at a financial institution in Canada, or to change banking information you already gave us, complete the information below:	of \$2 or less.
Start Change information 910	Balance owing
Branch number	For information on how to make your payment, go to
914	canada.ca/payments.
Institution number Account number	
If the corporation is a Canadian-controlled private corporation throughout the tax year, does it qualify for the one-month extension of the date the balance of tax is due?	
	920 G1829
If this return was prepared by a tax preparer for a fee, provide their EFILE number	<u>920</u> <u>G1829</u>
PREPARED SOLELY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIEW FROM I	NFORMATION PROVIDED BY THE TAXPAYER.
- Certification -	
ı, <mark>950 McAllister 951 Glen</mark>	954 CFO ,
Last name First name am an authorized signing officer of the corporation. // certify that I have examined this return, include	Position, office, or rank
the information given on this return is, to the best of my knowledge, correct and complete. I also ca	ertify that the method of calculating income for this tax
year is consistent with that of the previous tax year except as specifically disclosed in a statement	
955	956 (705) 431-6870
Date (yyyy/mm/dd) Signature of the authorized signing officer of the co	
Is the contact person the same as the authorized signing officer? If no , complete the information be	pelow 957 Yes No X
958 Lisa McCaskie	959 (705) 431-6870
Name of other authorized person	Telephone number
– Language of correspondence – Langue de correspondance –	
Indicate your language of correspondence by entering 1 for English or 2 for French.	
Indiquez votre langue de correspondance en inscrivant 1 pour anglais ou 2 pour français.	990 1

Canada Revenue Agency

Agence du revenu du Canada **SCHEDULE 100**

Form identifier 100

GENERAL INDEX OF FINANCIAL INFORMATION – GIFI

Form Identifier 100			
Corporation's name		Business number	Tax year end Year Month Day
InnPower Corporation		89242 2817 RC0001	2020-12-31

Balance sheet information

Account	Description	GIFI	Current year	Prior year
Assets —			/1	
	Total current assets	1599 +	4 3,189,000	15,720,000
	Total tangible capital assets	2008 +	107,300,000	92,944,000
	Total accumulated amortization of tangible capital assets	2009 –	16,713,000	13,864,000
	Total intangible capital assets	2178 +		
	Total accumulated amortization of intangible capital assets	2179		
	Total long-term assets	2589 (+	9,453,000	7,533,000
	* Assets held in trust	2590 +		
	Total assets (mandatory field)	2599 =	113,229,000	102,333,000
				
Liabilities		No.		
	Total current liabilities	3139 +	13,283,000	12,498,000
	Total long-term liabilities	3450 +	72,112,000	64,618,00
	*Subordinated debt	3460 +		
	*Amounts held in trust	3470 +		
	Total liabilities (mandatory field)	3499 =	85,395,000	77,116,00
Sharehol	der equity			
	Total shareholder equity (mandatory field)	3620 +	27,834,000	25,217,000
	Total liabilities and shareholder equity	3640 =	113,229,000	102,333,00
Retained	earnings			
	Retained earnings/deficit – end (mandatory field)	3849 =	15,305,000	12,673,000

^{*} Generic item

PREPARED SOLELY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIEW FROM INFORMATION PROVIDED BY THE TAXPAYER.

Agence du revenu du Canada

SCHEDULE 125

Canada Revenue Agency

GENERAL INDEX OF FINANCIAL INFORMATION - GIFI

Form identifier 125	CENERAL INDEX OF FINANCIAE IN CRIMATION — OIL		
Corporation's name		Business number	Tax year-end Year Month Day
InnPower Corporation		89242 2817 RC0001	2020-12-31

Income statement information

Description GIFI	
Operating name	
Sequence number 0003	
Account Description	GIFI Current year Prior year

GIFI Current year

66,000 2,707,000

•			•
come statement information			
	8089 +	F2 F10 000	42 E14 000
Total sales of goods and services	8518	52,519,000 43,336,000	43,514,000 34,338,000
Cost of sales	_	9,183,000	9,176,000
Gross profit/loss	8519 =	9,163,000	9,170,000
Cost of sales	8518 +	43,336,000	34,338,000
Total operating expenses	9367	10,582,000	9,921,000
Total expenses (mandatory field)	9368 =	53,918,000	44,259,000
	8299 +		44.047.000
Total revenue (mandatory field)	9368 -	54,217,000	44,947,000
Total expenses (mandatory field)	9369 =	53,918,000 299,000	44,259,000
Net non-farming income	9309 -	299,000	688,000
ming income etatement information			
ming income statement information	0650 +		
Total farm revenue (mandatory field)	9659 +		
Total farm expenses (mandatory field)	9898 –		
Net farm income	9899 =		
Net income/loss before taxes and extraordinary items	9970 =	299,000	688,000
Total – other comprehensive income	9998 =	-15,000	66,000
traordinary items and income (linked to Schedule 140)			
* \	9975 -		
Extraordinary item(s)	9976 -		
Legal settlements	9980 +		
Unrealized gains/losses		2,006,000	2 457 00
Unusual items	9985	-3,086,000	-2,457,000
Current income taxes	9990 –	257,000	-42,000
Future (deferred) income tax provision	9995 –	496,000	546,000
Total – Other comprehensive income	9998 +	-15,000	66,000

-PREPARED SOLELY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIEW FROM INFORMATION PROVIDED BY THE TAXPAYER.

9999

Net income/loss after taxes and extraordinary items (mandatory field)

Agence du revenu du Canada

Notes Checklist

Corporation's name	Business number	Tax Year End Year Month Day
InnPower Corporation	89242 2817 RC0001	2020-12-31

- Parts 1, 2, and 3 of this schedule must be completed from the perspective of the person (referred to in these parts as the **accountant**) who prepared or reported on the financial statements. If the person preparing the tax return is not the accountant referred to above, they must still complete Parts 1, 2, 3, and 4, as applicable.
- For more information, see Guide RC4088, General Index of Financial Information (GIFI) and T4012, T2 Corporation Income Tax Guide.
- Complete this schedule and include it with your T2 return along with the other GIFI schedules.

Part 1 – Information on the accountant who prepared or reported on the financial statements	
Does the accountant have a professional designation?	No
Is the accountant connected* with the corporation?	No X
Note If the accountant does not have a professional designation or is connected to the corporation, you do not have to complete Parts 2 and 3 of this schedule. However, you do have to complete Part 4, as applicable.	
*A person connected with a corporation can be: (i) a shareholder of the corporation who owns more than 10% of the common shares; (ii) a director, an officer, or an employee of the corporation; or (iii) a person not dealing at arm's length with the corporation.	
Part 2 – Type of involvement with the financial statements	
Choose the option that represents the highest level of involvement of the accountant:	198
Completed an auditor's report	1 X
Completed a review engagement report	2
Conducted a compilation engagement	3
¬ Part 3 – Reservations	
	No X
Part 4 – Other information	
If you have a professional designation and are not the accountant associated with the financial statements in Part 1 above, choose one of the following options: Prepared the tax return (financial statements prepared by client)	110
Prepared the tax return and the financial information contained therein (financial statements have not been prepared)	2
	No No
Were notes to the financial statements prepared? 101 Yes X	INO
	No X
	No X
	No X
	No
Does the corporation have investments in joint venture(s) or partnership(s)?	No X

Part 4 – Other information (continued) -Impairment and fair value changes In any of the following assets, was an amount recognized in net income or other comprehensive income (OCI) as a result of an impairment loss in the tax year, a reversal of an impairment loss recognized in a previous tax year, or a No X 200 Yes change in fair value during the tax year? In OCI If yes, enter the amount recognized: In net income Increase (decrease) Increase (decrease) 210 211 Property, plant, and equipment 215 Intangible assets 220 Investment property Biological assets 225 230 231 Financial instruments 235 Financial instruments Did the corporation derecognize any financial instrument(s) during the tax year (other than trade receivables)? 250 X Did the corporation apply hedge accounting during the tax year? No No X Did the corporation discontinue hedge accounting during the tax year? 260 Adjustments to opening equity Was an amount included in the opening balance of retained earnings or equity, in order to correct an error, to No X **265** Yes recognize a change in accounting policy, or to adopt a new accounting standard in the current tax year? If yes, you have to maintain a separate reconciliation.

General Index of Financial Information Notes to the financial statements

InnPower Corporation

89242 2817 RC0001

ATTACHMENT TO THE ELECTRONICALLY-FILED RETURN

REGULATION 1100(1)(a.2) ELECTION FOR THE YEAR ENDED

December 31, 2020

InnPower Corporation ("InnPower") is electing pursuant to paragraphs 1100(1)(a.2) and 1101(5b.1) of the Income Tax Regulations to designate a separate 6% capital cost allowance class for eligible non-residential building additions acquired in the 2020 taxation year and included in Class 1. Effectively, this election will permit InnPower to claim an additional 2% capital cost allowance on Class 1 additions acquired during the 2020 taxation year. The Class 1 acquisitions made in the taxation year to which this

Class 1b addition - \$69,709

election should apply are as follows:

Signature

Date

INNPOWER CORPORATION

Notes to Financial Statements

Year ended December 31, 2020

(Expressed in thousands of dollars)

1. Reporting entity

InnPower Corporation (the "Corporation") is a rate regulated municipally owned hydro distribution

company incorporated under the laws of Ontario Canada. The Corporation is located in the Town

of Innisfil ("the Town"). The address of the Corporation's registered office is 7251 Yonge Street, Innisfil, Ontario.

The Corporation delivers electricity and related energy services to residential and commercial

customers in the Town and South Barrie. The Corporation is wholly owned by the Town of Innisfil.

The financial statements are for the corporation as at and for the year ended December 31, 2020.

- 2. Basis of presentation
- (a) Statement of compliance

The Corporation's financial statements have been prepared in accordance with InternationalFinancial Reporting Standards ("IFRS").

The financial statements were approved by the Board of Directors on April 21, 2021.

(b) Basis of measurement

These financial statements have been prepared on the historical cost basis, unless otherwisestated.

(c) Functional and presentation currency

These financial statements are presented in Canadian dollars, which is the Corporation's

functional currency. All financial information presented in Canadian dollars has been rounded to the nearest thousand.

(d) Use of estimates and judgments

The preparation of financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses and disclosure of contingent assets and liabilities. Actual results may differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the year in which the

General Index of Financial Information Notes to the financial statements

estimates are revised and in anyfuture years affected.

Information about assumptions and estimation uncertainties that have a significant risk of resulting in material adjustment is included in the following notes:

- (i) Note 3(b) measurement of unbilled revenue
- (ii) Note 3 (b) determination of the performance obligation for contributions from customers and the related amortization period.
- (iii) Notes 3 (k), 16 leases: whether an arrangement contains a lease
- (iv) Notes 6, 7 estimation of useful lives of its property, plant and equipment and intangible assets
- (v) Note 9 recognition and measurement of regulatory balances
- (vi) Note 13 measurement of defined benefit obligations: key actuarial assumptions
- (vii) Note 18 recognition and measurement of provisions and contingencies
- (e) Rate regulation

The Corporation is regulated by the Ontario Energy Board ("OEB"), under the authority granted by the Ontario Energy Board Act, 1998. Among other things, the OEB has the power and responsibility to approve or set rates for the transmission and distribution of electricity, providing continued rate protection for electricity consumers in Ontario, and ensuring that transmission and distribution companies fulfill obligations to connect and service customers. The OEB may also prescribe license requirements and conditions of service to local distribution companies ("LDCs"), such as the Corporation, which may include, among other things, record keeping, regulatory accounting principles, separation of accounts for distinct businesses, and filing andprocess requirements for rate setting purposes. The Corporation is required to bill customers for the debt retirement charge set by the province.

The Corporation may file to recover uncollected debt retirement charges from Ontario Electricity Financial Corporation ("OEFC") once each year.

Rate setting

Distribution revenue

For the distribution revenue included in sale of energy, the Corporation files a "Cost of Service" ("COS" rate application with the OEB every five years where rates are determined through a review of the forecasted annual amount of operating and capital expenditures, debt and shareholder's equity required to support the Corporation's business. The Corporation estimates electricity usage and the costs to service each customer class to determine the appropriate rates to be charged to each customer class. The COS application is reviewed by the OEB and interveners and rates are approved based upon this review, including any revisions resulting from that review. In the intervening years an Incentive Rate Mechanism application ("IRM") is filed. An IRM application results in a formulaic adjustment to distribution rates that were set under the last COS application. The previous year's rates are adjusted for the annual change in the Gross Domestic Product Implicit Price Inflator for Final Domestic Demand ("GDP IPI-FDD") net of a productivity factor and a "stretch factor" determined by the relative efficiency of an electricity distributor.

As a licensed distributor, the Corporation is responsible for billing customers for electricity generated by third parties and the related costs of providing electricity service, such as transmission services and other services provided by third parties. The Corporation is required, pursuant to regulation, to remit such amounts to these third parties, irrespective of whether the Corporation ultimately collects these amounts from customers.

The Corporation last filed a COS application in June 2016 for rates effective

General Index of Financial Information Notes to the financial statements

January 1, 2017

to December 31, 2021. On December 10, 2020 the Corporation received its decision on rateseffective January 1, 2021.

Electricity rates

The OEB sets electricity prices for low-volume consumers twice each year based on an estimate of how much it will cost to supply the province with electricity for the next year. All remaining consumers pay the market price for electricity. The Corporation is billed for the cost of the electricity that its customers use and passes this cost on to the customer at cost without a mark-up.

3. Significant accounting policies

The accounting policies set out below have been applied consistently in all years presented in these financial statements.

(a) Financial instruments

At initial recognition, the Company measures it's financial assets at fair value plus, in the case

of a financial asset not at fair value through profit or loss, transaction costs that are directly

attributable to the acquisition of the financial asset. Transaction costs of financial assets carried

at fair value through profit or loss are expensed in profit or loss.

Subsequent measurement of the financial asset depends on the classification determined on

initial recognition. Financial assets are classified as either amortized cost, fair value through

other comprehensive income or fair value through profit or loss, depending on its business

model for managing the financial assets and the contractual cash flow characteristics of the

financial assets. Financial assets are not reclassified subsequent to their initial recognition,

unless the Company changes its business model for managing financial assets. Financial liabilities are initially measured at fair value, net of

transaction costs incurred. They

are subsequently carried at amortized cost using the effective interest rate method; any

difference between the proceeds (net of transaction costs) and the redemption value isrecognized as an adjustment to interest expense over the period of the borrowings. The Corporation has not entered into derivative instruments.

(b) Revenue recognition

Sale and distribution of electricity

The performance obligations for the sale and distribution of electricity are recognized over time using an output method to measure the satisfaction of the performance obligation. The value of the electricity services transferred to the customer is determined on the basis of cyclical meter readings plus estimated customer usage since the last meter reading date to the end of the year and represents the amount that the Corporation has the right to bill. Revenue includes the cost of electricity supplied, distribution, and any other regulatory charges. The related costof power is recorded on the basis of power used.

For customer billings related to electricity generated by third parties and the related costs of providing electricity service, such as transmission services and other services provided by third

parties, the Corporation has determined that it is acting as a principal for these electricity

charges and, therefore, has presented electricity revenue on a gross basis.

General Index of Financial Information Notes to the financial statements

Customer billings for debt retirement charges are recorded on a net basis as the Corporationis acting as an agent for this billing stream.

Capital contributions

Developers are required to contribute towards the capital cost of construction of distribution $\ \ \,$

assets in order to provide ongoing service. The developer is not a customer and therefore the $\ensuremath{\mathsf{E}}$

contributions are scoped out of IFRS 15 Revenue from Contracts with Customers. Cash

contributions, received from developers are recorded as deferred revenue.

When an asset

other than cash is received as a capital contribution, the asset is initially recognized at its fair

value, with a corresponding amount recognized as deferred revenue. The deferred revenue,

which represents the Corporation's obligation to continue to provide the customers access to

the supply of electricity, is amortized to income on a straight-line basis over the useful life of the related asset.

Certain customers are also required to contribute towards the capital cost of construction of

distribution assets in order to provide ongoing service. These contributions fall within the scope

of IFRS 15 Revenue from Contracts with Customers, The contributions are received to obtain

a connection to the distribution system in order receive ongoing access to electricity. The $\hfill \hfill

Corporation has concluded that the performance obligation is the supply of electricity over the

life of the relationship with the customer which is satisfied over time as the customer receives

and consumes the electricity. Revenue is recognized on a straight-line basis over the usefullife of the related asset.

Other revenue

Revenue earned from the provision of services is recognized as the service is rendered.

Government grants and the related performance incentive payments under CDM programs are

recognized as revenue in the year when there is reasonable assurance that the programconditions have been satisfied and the payment will be received.

(c) Materials and supplies

Materials and supplies, the majority of which is consumed by the Corporation in the provision

of its services, is valued at the lower of cost and net realizable value, with cost being determined

on an average cost basis, and includes expenditures incurred in acquiring the materials and

supplies and other costs incurred in bringing them to their existing location and condition.

(d) Property, plant and equipment

Items of property, plant and equipment ("PP&E") used in rate-regulated activities and acquired

prior to January 1, 2015 are measured at the deemed cost (carrying value as elected under

IFRS 1) established on the transition date, less accumulated depreciation.

All other items of

General Index of Financial Information Notes to the financial statements

PP&E are measured at cost, or, where the item is contributed by customers, its fair value, lessaccumulated depreciation. Cost includes expenditures that are directly attributable to the acquisition of the asset. The cost of self-constructed assets includes contracted services, materials and transportation costs, direct labour, overhead costs, borrowing costs and any other costs directly attributable to bringing the asset to a working condition for its intended use. Borrowing costs on qualifying assets are capitalized as part of the cost of the asset based upon the weighted average cost of debt incurred on the Corporation's borrowings. Qualifying assets are considered to be those that take in excess of 12 months to construct. When parts of an item of PP&E have different useful lives, they are accounted for as separateitems (major components) of PP&E. When items of PP&E are retired or otherwise disposed of, a gain or loss on disposal is determined by comparing the proceeds from disposal, if any, with the carrying amount of theitem and is included in profit or loss. Major spare parts and standby equipment are recognized as items of PP&E. The cost of replacing a part of an item of PP&E is recognized in the net book value of the item if it is probable that the future economic benefats embodied within the part will flow to the Corporation and its cost can be measured reliably in this event, the replaced part of PP&E is written off, and the related gain or loss is included in profit or loss. The costs of the day-to-day servicing of PP&E are recognized in profit or loss as incurred. The need to estimate the decommissioning easts at the end of the useful lives of certain assets is reviewed periodically. The Corporation has/concluded it does not have any legal or constructive obligation to remove PP&E. Depreciation is calculated to write off the cost of items of PP&E using the straight-line method over their estimated useful lives, and is generally recognized in profit or loss. Depreciation methods, useful lives, and residual Walues are reviewed at each reporting date and adjustedprospectively if appropriate. Land is not depreciated. Construction-in-progress assets are not depreciated until the project is complete and the asset is available for use. (d) Property, plant and equipment (continued) The estimated useful lives are as follows: Asset Years Buildings and fixtures 50 years Substations 30 years Distribution lines 15-60 years Distribution transformers 40-50 years Meters 15-25 years Office equipment 10 years Computer equipment 5 years Transportation equipment 10 years Small tools and miscellaneous equipment 10 years System supervisory 15 years

(e) Intangible assets

General Index of Financial Information Notes to the financial statements

Intangible assets used in rate-regulated activities and acquired prior to January 1, 2015 are

measured at deemed cost (carrying value as elected under IFRS 1) established on the $\,$

transition date, less accumulated amortization. All other intangible assets are measured atcost.

Computer software that is acquired or developed by the Corporation after January 1, 2015,

including software that is not integral to the functionality of equipment purchased which has

finite useful lives, is measured at cost less accumulated amortization.

Payments to obtain rights to access land ("land rights") are classified as intangible assets.

These include payments made for easements, right of access and right of use over land for

which the Corporation does not hold title. Land rights are measured at cost less accumulated amortization.

Amortization is recognized in profit or loss on a straight line basis over the estimated useful

lives of intangible assets from the date that they are available for use. Amortization

methods and useful lives of all intangible assets are reviewed at each reporting date and

adjusted prospectively if appropriate. The estimated useful lives are:

Asset Years

Computer software 3 years

Land rights 50 years

- (f) Impairment
- (i) Financial assets measured at amortized cost
- A loss allowance for expected credit losses on financial assets measured at amortized cost
- is recognized at the reporting date. The loss allowance is measured at an amount equal to the lifetime expected credit losses for the asset.
- (ii) Non-financial assets
- The carrying amounts of the Corporation's non-financial assets, other than materials and
- supplies and deferred tax assets, are reviewed at each reporting date to determine whether
- there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.
- For the purpose of impairment testing, assets are grouped together into the smallest group
- of assets that generates cash inflows from continuing use that are largely independent of
- the cash inflows of other assets or groups of assets (the "cash-generating unit" or "CGU").
- The recoverable amount of an asset or CGU is the greater of its value in use and its fair
- value less costs to sell. In assessing value in use, the estimated future cash flows are
- discounted to their present value using a pre-tax discount rate that reflects current market.
- assessments of the time value of money and the risks specific to the asset. An impairment loss is recognized if the carrying amount of an asset or its CGU exceeds its
- estimated recoverable amount. Impairment losses are recognized in profit or

General Index of Financial Information Notes to the financial statements

loss.

An impairment loss is reversed only to the extent that the asset's carrying amount does not

exceed the carrying amount that would have been determined, net of depreciation oramortization, if no impairment loss had been recognized.

(g) Customer deposits

Customer deposits represent cash deposits from electricity distribution customers and retailers

to guarantee the payment of energy bills. Interest is paid on customer deposits.

Deposits are refundable to customers who demonstrate an acceptable level of credit risk as

determined by the Corporation in accordance with policies set out by the QEB or upontermination of their electricity distribution service.

(h) Provisions

A provision is recognized if, as a result of a past event, the Corporation has a present legal or

constructive obligation that can be estimated reliably, and it is probable that an outflow of

economic benefits will be required to settle the obligation. Provisions are determined by

discounting the expected future cash flows at a pre-tax rate that reflects current market

assessments of the time value of money and the rysks specific to the liability.

(i) Regulatory balances

Regulatory deferral account debit balances represent costs incurred in excess of amounts

billed to the customer at OEB approved rates. Regulatory deferral account credit balances

represent amounts billed to the customer at OEB approved rates in excess of costs incurredby the Corporation.

Regulatory deferral account debit balances are recognized if it is probable that future billings

in an amount at least equal to the deferred cost will result from inclusion of that cost in allowable

costs for rate-making purposes. The offsetting amount is recognized in net movement in

regulatory balances in profit or loss or OCI. When the customer is billed at rates approved by

the OEB for the recovery of the deferred costs, the customer billings are recognized in revenue.

The regulatory debit balance is reduced by the amount of these customer billings with the offset

to net movement in regulatory balances in profit or loss or OCI.

The probability of recovery of the regulatory deferral account debit balances is assessed

annually based upon the likelihood that the OEB will approve the change in rates to recover $\,$

the balance. The assessment of likelihood of recovery is based upon previous decisions made $\$

by the OEB for similar circumstances, policies or guidelines issued by the OEB, etc. Any $\,$

resulting impairment loss is recognized in profit or loss in the year incurred.

When the Corporation is required to refund amounts to ratepayers in the

Corporation's name Tax year end Business number Year Month Day InnPower Corporation 89242 2817 RC0001 2020-12-31

General Index of Financial Information Notes to the financial statements

future, the Corporation

recognizes a regulatory deferral account credit balance. The offsetting amount is recognized

in net movement in regulatory balances in profit or loss or OCI. The amounts returned to the

customers are recognized as a reduction of revenue. The credit balance is reduced by the

amount of these customer repayments with the offset to net movement in regulatory balancesin profit or loss or OCI.

- (j) Post-employment benefits
- (i) Pension plan

The Corporation provides a pension plan for all its full-time employees through Ontario

Municipal Employees Retirement System ("OMERS"). OMERS is a multi-employer pension plan which operates as the Ontario Municipal Employees Retirement Fund ("the

Fund"), and provides pensions for employees of Ontario municipalities, boards and

public utilities. The Fund is a contributory defined benefit pension plan, which is financed

by equal contributions from participating employers and employees, and by the investmentearnings of the Fund. To the extent that the Rund finds itself in an

under-funded position,

additional contribution rates may be assessed to participating employers and members.

OMERS is a defined benefit plan. However, as OMERS does not segregate its pensionasset and liability information by Individual employers, there is insufficient information

available to enable the Corporation to directly account for the plan.

Consequently, the plan

has been accounted for as a defined contribution plan. The Corporation is not responsible for any other contract al abligations other than the contributions.

Obligations for

contributions to defined contribution pension plans are recognized as an employee benefit expense in profit or loss when they are due.

(ii) Post-employment benefits, other than pension

The Corporation provides some of its retired employees with life insurance and medicalbenefits beyond those provided by government sponsored plans.

The obligations for these post-employment benefit plans are actuarially determined by

applying the projected unit credit method and reflect management's best estimate of certain

underlying assumptions. Remeasurements of the net defined benefit obligations, including

actuarial gains and losses and the return on plan assets (excluding interest), are

recognized immediately in other comprehensive income. When the benefits of a plan are

improved, the portion of the increased benefit relating to past service by employees isrecognized immediately in profit or loss.

(k) Leased assets

At inception of a contract, the Corporation assesses whether the contract is or contains a lease.

A contract is determined to contain a lease if it provides the Corporation

General Index of Financial Information Notes to the financial statements

Notes to the financial statements with the right to control the use of an identified asset for a period of time in exchange for consideration. Contracts determined to contain a lease are accounted for as leases. For leases and contracts that contain a lease, the Corporation recognizes a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it islocated, less any lease incentives received, The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful hife of the right-of-use asset or the end of the lease term. The estimated useful lives of right-of-use assets are determined on the same basis as those of property, plant and equipment. Subsequent to initial recognition, the right-of-use asset is recognized at cost less any accumulated depreciation and any accumulated impairment losses, adjusted for certain remeasurements of the correspondinglease liability. The lease liability is initially measured at the present value of lease payments plus the present value of lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease, or if that rate cannot be readily determined, the Corporation'sincremental borrowing rate. The lease liability is subsequently measured at amortized cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the Corporation's estimate of the amount expected to be payable under a residual value guarantee, or if the Corporation changes its assessment of whether it will exercise a purchase, extension or termination option. When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of theright-of-use asset has been reduced to zero. (1) Finance income and finance costs Finance income is recognized as it accrues in profit or loss, using the effective interest method. Finance income comprises interest earned on cash and dividend income. Finance costs comprise interest expense on borrowings and net interest expense on postemployment benefits. Finance costs are recognized in profit or loss unless they are capitalizedas part of the cost of qualifying assets.

(m) Income taxes

General Index of Financial Information Notes to the financial statements

The income tax expense comprises current and deferred tax. Income tax expense isrecognized in profit or loss except to the extent that it relates to items recognized directly inequity, in which case, it is recognized in equity. The Corporation is currently exempt from taxes under the Income Tax Act (Canada) and the

Ontario Corporations Tax Act (collectively the "Tax Acts"). Under the Electricity Act, 1998, the

Corporation makes payments in lieu of corporate taxes to the Ontario $Electricity\ Financial$

Corporation ("OEFC"). These payments are calculated in accordance with the rules for

computing taxable income and taxable capital and other relevant amounts contained in the Tax

Acts as modified by the Electricity Act, 1998, and related regulations. Prior to October 1, 2001,

the Corporation was not subject to income or capital taxes. Payments in lieu of taxes are referred to as income taxes.

Current tax comprises the expected tax payable or receivable on the taxable income or loss

for the year, using tax rates enacted or substantively enacted at the reporting date, and anyadjustment to tax payable in respect of previous years. Deferred tax is recognized in respect of temporary differences between the

tax basis of assets and liabilities and their carrying amounts for accounting purposes. Deferred

tax assets are

recognized for unused tax losses, unused tax oredits and deductible temporary differences to

the extent that it is probable that future taxable profits will be available against which they can

be used. Deferred tax is measured at the tax rates that are expected to be applied to temporary

differences when they reverse, using tax rates enacted or substantively enacted, at thereporting date.

4. Changes to accounting policies

The International Accounting Standards Board (IASB) has issued the following Standards

Interpretations and Amendments to Standards that were adopted by the Company effectiveJanuary 1, 2020:

- Amendments to Hedge Accounting Requirements IBOR Reform and its Effects on FinancialReporting (Rhase 1)
- Amendments to References to the Conceptual Framework in IFRS Standards
- Definition of a Business (Amendments to IFRS 3)
- Definition of Material (Amendments to IAS 1 and IAS 8)
- Covid-19 Related Rent Concessions (Amendment to IFRS 16)

The amendments and clarifications did not have an impact on the financial statements.

At the date of authorization of these financial statements, several new, but not yet effective,

Standards and amendments to existing Standards, and Interpretations have been published by the $\ensuremath{\mathsf{E}}$

IASB. None of these Standards or amendments to existing Standards have been adopted early by $\,$

the Corporation and it is still to be determined if any will have a material impact on the Corporation's financial statements.

(a) Classification of Liabilities as Current or Non-current (Amendments to IAS 1)

General Index of Financial Information Notes to the financial statements

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(b) Property, Plant and Equipment - Proceeds before Intended Use (Amendments
to IAS 16)
(c) Onerous Contracts - Cost of Fulfilling a Contract (Amendments to IAS 37)
(d) Annual Improvements to IFRS Standards 2018 - 2020
(e) Interest Rate Benchmark Reform - Phase 2 (Amendments to IFRS 9, IAS 39,
IFRS 7, IFRS 4and IFRS 16)
(f) Sale or Contribution of Assets Between an Investor and its Associate or
Joint Venture
5. Accounts receivable
2020 2019
Trade customer receivables $ 4,520 $ 4,392
Other receivables 719 4,253
Due from related parties 752 491
$ 5,991 $ 9,136
6. Property, plant and equipment
Land and Distribution Other fixed Construction
buildings equipment assets -in-Progress Total
Cost or deemed cost
Balance at January 1, 2020 $ 14,808 $ 67,648 $ 5,287 $ 3,737 $ 91,480
Additions 71 12,506 372 1,383 14,332
Disposals/retirements - (208) (8) - (216)
Balance at December 31, 2020 $ 14,879 $ 79,946 $ 5,651 $ 5,121 $ 105,596
Balance at January 1, 2019 $ 14,770 $ 58,803 $ 5,230 $ 1,267 $ 80,070
Additions 38 8,938 118 2,470 11,564
Disposals/retirements - (93) (61) - (154)
Balance at December 31, 2019 $ 14,808 $ 67,648 $ 5,287 $ 3,737 $ 91,480
Accumulated depreciation
Balance at January 1, 2020 $ 1,258 $ 9,118 $ 2,538 $ # $ 12,914
Depreciation 284 2,127 439 - 2,850
Disposals/retirements - (158) (6) - (164)
Balance at December 31, 2020 $ 1,542 $ 11,087 $ 2,971 $ - $ 15,600
Balance at January 1, 2019 $ 975 $ 7,288 $ 2,126 $ $ 10,389
Depreciation 283 1,857 457 - 2,597
Disposals/retirements - (27) (45) - (72)
Balance at December 31, 2019 $ 1,258 $ 9,1/8 $ 2,538 $ - $ 12,914
Carrying amounts
At December 31, 2020 $ 13,337 $ 68,859 $ 2,680 $ 5,120 $ 89,996
At December 31, 2019 $ 13,550 $ 58,530 $ 2,749 $ 3,737 $ 78,566
7. Intangible assets
Computer Land
software rights Total
Cost or deemed cost
Balance at January 1, 2020 $ 1,067 $ 397 $ 1,464
Additions 240 - 240
Balance at December 31, 2020 $ 1,307 $ 397 $ 1,704
Balance at January 1, 2019 $ 952 $ 394 $ 1,346
Additions 115 3 118
Balance at December 31, 2019 $ 1,067 $ 397 $ 1,464
Accumulated amortization
Balance at January 1, 2020 $ 871 $ 79 $ 950
Amortization 150 13 163
Balance at December 31, 2020 $ 1,021 $ 92 $ 1,113
Balance at January 1, 2019 $ 745 $ 66 $ 811
Amortization 126 13 139
Balance at December 31, 2019 $ 871 $ 79 $ 950
Carrying amounts
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General Index of Financial Information Notes to the financial statements

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At December 31, 2020 $ 286 $ 305 $ 591
At December 31, 2019 $ 196 $ 318 $ 514
8. Income tax expense
Current tax expense
2020 2019
Based on current year taxable income $ 242 $ 110
Prior year adjustments 15 (152)
$ 257 $ (42)
Deferred tax expense
2020 2019
Origination and reversal of temporary differences $ 496 $ 570
$ 496 $ 570
Reconciliation of effective tax rate
2020 2019
Income before income taxes $ 3,370 $ 3,211
Canada and Ontario statutory Income tax rates 26.5% 26.5%
Expected tax provision on income at statutory rates 893 851
Increase (decrease) in income taxes resulting from:
Permanent differences 3 2
Prior period adjustment (19) (120)
Regulatory adjustment (131) (150)
Other 7 (79)
Income tax expense $ 753 $ 504
Significant components of the Corporation's defeated tax balances
2020 2019
Deferred tax assets (liabilities):
Property, plant and equipment $ (1,848) $
Post-employment benefits 35 27
Corporate minimum tax 5 -
Other - -
$ (1,808) $ (1,311)
9. Regulatory balances
Reconciliation of the carrying amount for each class of regulatory balances
Remaining
recovery/
January 1, Recovery/ December 31, reversal
Regulatory deferral account debit balances 2020 Additions reversal 2020 years
Retail settlement variances $ 7,338 $ 2,555 $ (4,739) $ 5,154 2-3
Deferred income tax 1,78\frac{4}{675} - 2\sqrt{45}\frac{675}{9} -
Regulatory variances disposition +/1,385 - 1,385 -
Other 151 49 (25) 175 1-3
$ 9,273 $ 4,664 $ (4,764) $ 9,1/3
Remaining
recovery/
January 1, Recovery/ December 31, reversal
Regulatory deferral account debit balances 2019 Additions reversal 2019 years
Retail settlement variances $ 5,826 $ 1,512 $ - $ 7,338 2-3
Deferred income tax 1,009 775 - 1,784 -
Regulatory variances disposition - - - - -
Other 171 50 (70) 151 1-3
$ 7,006 $ 2,337 $ (70) $ 9,273
January 1, Recovery/ December 31, Remaining
Regulatory deferral account credit balances 2020 Additions reversal 2020 years
Retail settlement variances $ 1,867 $ 560 $ (1,784) $ 643 2-3
Deferred income tax on regulatory asset 472 179 - 651 -
Regulatory variances disposition 483 - (483) - 1-3
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General Index of Financial Information Notes to the financial statements

Other 443 118 (228) 333 -\$ 3,265 \$ 857 \$ (2,495) \$ 1,627 January 1, Recovery/ December 31, Remaining Regulatory deferral account credit balances 2019 Additions reversal 2019 years Retail settlement variances \$ 2,573 \$ 129 \$ (835) \$ 1,867 2-3 Deferred income tax on regulatory asset 267 205 - 472 -Regulatory variances disposition 284 199 - 483 1-3 Other 70 373 - 443 -\$ 3,194 \$ 906 \$ (835) \$ 3,265 The COVID-19 emergency deferral account comprises of five sub-accounts established to track incremental costs and lost revenues related to the COVID-19 pandemic: (i) Billing and System Changes as a Result of the Emergency Order Regarding Time-of-Use Pricing, (ii) Lost Revenues Arising from the COVID-19 Emergency, (iii) Other Incremental Costs, Foregone Revenues from Postponing Rate Implementation, and (v) Bad Debt 9. Regulatory balances (continued) On December 16, 2020, the OEB Staff released their proposal on the COVID-19 deferral accounts which introduces certain criteria to that may need to be satisfied for amounts to be eligible for recovery. Based on this information, management believes there is high uncertainty in regards to the recoverability of costs and lost revenues related to government and OEB customer relief actions, and therefore a low probability of/recovery. Costs directly related to the implementation of safety measures as a result of the COVID-19 pandemic were tracked. No amounts have been recorded in the COVID-19 Emergency Deferral Account as at December 31, 2020. The regulatory balances are recovered or settled through rates approved by the OEB which are determined using estimates of future consumption of electricity by its customers. Future consumption is impacted by various factors including the economy and weather. The Corporation has received approval from the OEB to establish its regulatory balances. Settlement of the Group A deferral accounts is done on an annual basis through application to the OEB. The OEB requires the corporation to estimate its income taxes when it files a COS application to set its rates. As a result, the Corporation has recognized a regulatory deferral account for the amount of deferred taxes that will ultimately be recovered from/paid back to its customers. This balance will fluctuate as the Corporation's deferred tax balance fluctuates. Regulatory deferral accounts attract interest at OEB prescribed rates. With the exception of Pension and OEB Forecast Accrual accounts (OPEBs), the rates from January to June 2020 were 2.18%, and July to December 2020 were 0.57%. Prior year rates from January to March 2019 were2.45%, April to December 2019 were 2.18%. In 2020, OPEBs were 2.88% for the period January to March, 2.48% for the

period April to

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September and 2.03% for period October to December. In 2019, OPEBs were 3.82% for the period January to March, 3.39% for the period April - June and 2.88% for the period July to December. 10. Accounts payable and accrued liabilities 2020 2019 Power purchases \$ 1,209 \$ 2,535 Trade payables 2,300 1,513 Due to related parties 3,888 3,715 Other 1,055 487 \$ 8,452 \$ 8,250 11. Long-term debt 2020 2019 Term loan, interest at 4.05%, payable in monthly instalments, due 2022, secured by a General Security Agreement \$ 2,948 \$ 3,085 Term loan, interest at 3.81%, payable in monthly instalments, due 2022, secured by a General Security Agreement 3,072 3,201 Term loan, interest at 4.59%, payable in monthly instalments, due 2023, secured by a General Security Agreement 2,471 2,557 Term loan, interest at 3.96%, payable in monthly instalments, due 2024, secured by a General Security Agreement 1,746 1,790 Term loan, interest at 3.91%, payable in monthly instalments, due 2024, secured by a General Security Agreement 1,760 1,803 Term loan, interest at 3.68%, payable in monthly instalments, due 2025, secured by a General Security Agreement 1,759 1,803 Term loan, interest at 1.54%, payable in monthly instalments, due 2025, secured by a General Security Agreement 10,717 11,071 Term loan, interest at 3.48%, payable in monthly instalments, due 2026, secured by a General Security Agreement 2,663 2,728 Term loan, interest at 4.09%, payable in monthly Instalments, due 2026, secured by a General Security Agreement 1,606/1,637 Ontario Infrastructure loan, interest at 3.91%, payable in semi-annual instalments, due 2026 secured by a General Security Agreement 1,000 1,167 Term loan, interest at 3.60%, payable in monthly instalments, due 2027, secured by a General Security Agreement 2,858 2,922 Term loan, interest at 1.92%, payable in monthly instalments, due 2030, secured by a General Security Agreement 1,269 1,372 Term loan, interest at 3.28%, payable in monthly instalments, due 2049 secured by a General Security Agreement 2,329 2,376 36,198 37,512 Less current portion of long-term debt (1,315) (1,258) \$ 34,883 \$ 36,254 11. Long-term debt (continued) Principal payment due in each of the next five years are as follows:

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```
2021 $ 1,315
2022 6,799
2023 3,278
2024 4,136
2025 11,530
Thereafter 9,140
As of December 31, 2020, the Company has a bank overdraft of $3,313 ($2,806
2019). Bank
overdrafts are repayable on demand and form an integral part of the Company's
cash management. Interest accrues daily at Prime less 1.90%.
12. Leases
Vehicle
Right-of-use Asset Leases
Cost or deemed cost
Balance at January 1, 2020 $ 171
Additions 227
Balance at December 31, 2020 $ 398
Balance at January 1, 2019 $ -
Additions 171
Balance at December 31, 2019 $ 171
Accumulated amortization
Balance at January 1, 2020 $ 21
Amortization 97
Balance at December 31, 2020 $ 118
Balance at January 1, 2019 $ -
Amortization 21
Balance at December 31, 2019 $ 21
Carrying amounts
At December 31, 2020 $ 280
At December 31, 2019 $ 150
12. Leases (continued)
Vehicle
Lease Liability Leases
Balance at January 1, 2020 $ 150/
Additions 227
Repayments (104)
Interest 13
Balance at December 31, 2020 $ 286
Balance at January 1, 2019 $ -
Additions 171
Repayments (25)
Interest 4
Balance at December 31, 2019 $ 150
Lease liabilities include a/current portion of $46, with the remaining
balance due over the following
two years. Certain leases held by the Corporation provide the Corporation
with extension options
and termination options that may impact the term of the Lease which can
impact the finance lease
liability recognized in the statement of financial position. The Corporation
has determined the lease
term for all contracts based on all available information as at the reporting
date.13. Post-employment benefits
(a) OMERS pension plan
The Corporation provides a pension plan for its employees through OMERS. The
plan is a
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General Index of Financial Information Notes to the financial statements

multi-employer, contributory defined pension plan with equal contributions by the employer and its employees. In 2020, the Corporation made employer contributions of \$498 to OMERS (2019 - \$404) which has been recognized in profit or loss. The Corporation estimates that a contribution of \$400 to OMERS will be made during the next fiscal year. As at December 31, 2020, OMERS had approximately 525,000 members, of whom /42 arecurrent employees of the Corporation. The most recently available OMER'S annual report is for the year ended December 31, 2020, which reported that the plan was 97% funded, with an unfunded liability of \$3.2 billion. This unfunded liability may result in extra future payments byparticipating employers and members. (b) Post-employment benefits other than pension The Corporation pays certain medical and life insurance benefits on behalf of some of its retired employees. The Corporation recognizes these post-employment benefits in the year in which employees' services were rendered. The Corporation is recovering hits post-employment benefits in rates based on the expense and remeasurements recognized for post-employmentbenefit plans. Reconciliation of the obligation 2020 2019 Defined benefit obligation, beginning of year \$ 100 \$ 178 Included in profit or loss Current service cost 13 9 Interest cost 3 3 Included in other comprehensive income Actuarial Loss arising from changes in financial assumptions 15 (90) 131 100 Benefits paid - -Defined benefit obligation, end of year Actuarial assumptions 2020 2019 Discount (interest) rate 3.80%/3.80% Salary levels 3.10% 3.10% Medical Costs 6.50% 6.50% Dental Costs 4.00% 4.00% (b) Post-employment benefits other than pension (continued) A 1% increase in the assumed discount rate would result in the defined benefit obligation decreasing by \$18. A 1% decrease in the assumed discount rate would result in the definedbenefit obligation increasing by \$20. 14. Share capital 2020 2019 Authorized: Unlimited number of common shares Unlimited number of preferred shares Issued: 1,000 common shares, no par value \$ 10,852 \$ 10,852 15. Other revenue Collection and other service charges \$ 221 \$ 209 Billing and other services 303 233 Rent 391 323 Recognition of contributions in aid of construction 742 540

General Index of Financial Information Notes to the financial statements

Other 53 199 \$ 1,710 \$ 1,504 16. Employee salaries and benefits 2020 2019 Salaries, wages and benefits \$ 4,052 \$ 3,911 CPP and EI remittances 332 276 Contributions to OMERS 498 404 \$ 4,882 \$ 4,591 17. Finance income and costs 2020 2019 Finance income Interest income on bank deposits \$ 1 \$ 5 Finance costs Interest expense on long-term debt (1,284) (1,377) Interest expense on customer deposits (72) (44) Other (7) (13) Interest expense on capital lease (13) (4) (1,376) (1,398)Net finance costs recognized in profit or loss \$ (1,375)/\$ 18. Commitments and contingencies General Liability Insurance The Corporation is a member of the Municipal Electric Association Reciprocal Insurance Exchange (MEARIE). MEARIE is a pooling of public liability insurance risks of many of the LDCs in Ontario. All members of the pool are subjected to assessment for losses experienced by the pool for the years in which they were members, on a pro-rata basis based on the total of their respective service revenues. As at December 31, 2020, no assessments have been made. 19. Related party transactions (a) Parent and ultimate controlling party The sole shareholder of the Corporation is the Town of Innisfil. The Town produces consolidated financial statements that are available for public use. (b) Outstanding balances with related parties 2020 2019 Town of Innisfil - receivable \$ 150 \$ 1,83 InnServices Utilities Inc. - receivable 234 -InnServices Utilities Inc. - payable (3,888) (3,715) Innterprises Inc. - receivable 36\$/308 \$ (3,136) \$ (3,224) (c) Transactions with related parties The Corporation delivers electricity to the Town throughout the year for the electricity needs of the Town and its related organizations. Electricity delivery charges are at prices and underterms approved by the OEB. The Corporation also provides electricity and other services, including water and wastewater billing and collection, to InnServices Utilities Inc, an affiliate company. Electricity delivery charges are at prices and under terms approved by the OEB. Revenue includes \$1,351 (2019 - \$1,314) from InnServices Utilities Inc. for financial, billing, and other services.(d) Key management personnel The key management personnel of the Corporation have been defined as members

of its board

General Index of Financial Information Notes to the financial statements

Notes to the financial statements of directors and executive management team members. The compensation paid or payable isas follows: 2020 2019 Directors' fees \$ 53 \$ 50 Salaries and other benefits 943 720 \$ 996 \$ 770 20. Financial instruments and risk management Fair value disclosure The carrying values of cash, accounts receivable, unbilled revenue, due from/to related parties and accounts payable and accrued liabilities approximate fair value because of the short maturity of these instruments. The carrying value of the customer deposits approximates fair value becausethe amounts are payable on demand. The fair value of the long-term debt at December 31, 2020 is \$36,297 (2019) \$36,038). The fair value is calculated based on the present value of future principal and interest cash flows, discounted at the current rate of interest at the reporting date. Financial risks The Corporation understands the risks inherent in its business and defines them broadly as anything that could impact its ability to achieve its strategic objectives. The Corporation's exposure to a variety of risks such as credit risk, interest rate risk, and liquidity risk, as well as relatedmitigation strategies are discussed below. (a) Credit risk Financial assets carry credit risk that a counterparty will fail to discharge an obligation which could result in a financial loss. Financial assets held by the Corporation, such as accounts receivable, expose it to credit risk. The Corporation earns its revenue from a broad base of customers located in the Town of Innistip and South Barrie. As at December 31, 2020, no single customer accounts for a balance in excess of 10% of total accounts receivable (2019 - none). The carrying amount of accounts receivable is reduced through the use of an allowance for impairment and the amount of the related impairment loss is recognized in profit or loss. Subsequent recoveries of receivables previously provisioned are credited to profit or loss. The balance of the allowance for impairment at December 31, 2020 is \$110 (2019 -\$60). Animpairment loss of \$238 (2019 - \$40) was recognized during the year. The Corporation's credit risk associated with accounts receivable is primarily related to payments from distribution customers. At December 31, 2020, approximately \$160 (2019 -\$164) is considered 90 days past due. The Corporation has over 17,000 customers, the majority of whom are residential. Credit risk is managed through collection of security deposits from customers in accordance with directions provided by the OEB and through

insurance. As at December 31, 2020, the Corporation holds security deposits

Corporation's name Tax year end Business number Year Month Day InnPower Corporation 89242 2817 RC0001 2020-12-31

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Notes to the financial statements in the amount of \$39 (2019 - \$39). (b) Market risk Market risks primarily refer to the risk of loss resulting from changes in commodity prices, foreign exchange rates, and interest rates. The Corporation currently does not have any material commodity or foreign exchange risk. The Corporation is exposed to fluctuations in interest rates as the regulated rate of return for the Corporation's distribution business is derived using a complex formulaic approach which is in part based on the forecast for long-term Government of Canada bond yields. This rate of return is approved by the QEB as part of theapproval of distribution rates. A 1% increase in the interest rate at December 31, 2020, would have increased interest expense on the long-term debt by \$383, assuming all other variables remain constant. A 1% decrease in the interest rate would have an equal but opposite effect. (c) Liquidity risk The Corporation monitors its liquidity risk to ensure access to sufficient funds to meet operational and investing requirements. The Corporation's objective is to ensure that sufficient liquidity is on hand to meet obligations as they fall due while minimizing interest exposure. The Corporation has access to a \$6,000 line of gredit facility and monitors cash balances daily to ensure that a sufficient level of liquidity is on hand to meet financial commitments as they become due. As at December 31, 2020, \$3,313 had been drawn under the Corporation's creditfacility (2019 / \$2,806). The Corporation also has a letter of credit facility for \$938 for the purpose of issuing letters of credit mainly to support the prudential requirements of the IESO, of which \$nil has been drawnand posted with the IESO (2019 - \$nil). The majority of accounts payable, as reported on the statement of financial position, are duewithin 30 days. (d) Capital disclosures The main objectives of the Corporation, when managing capital, are to ensure ongoing access to funding to maintain and improve the electricity distribution system, compliance with covenants related to its credit facilities, prudent management of its capital structure with regard for recoveries of financing charges permitted by the OEB on its regulated electricity distribution business, and to deliver the appropriate financial returns. The Corporation's definition of capital includes shareholder's equity and long-term debt. As at December 31, 2020, shareholder's equity amounts to \$27,834 (2019 - \$25,217) and long-termdebt amounts to \$36,198 (2019 - \$37,512). Impact of COVID-19: On March 11, 2020, the World Health Organization declared that the COVID-19

global pandemic. On March 17, 2020, the Ontario Government declared a State

outbreak was a

General Index of Financial Information Notes to the financial statements

of Emergency pursuant to the Emergency Management and Civil Protection Act. The Ontario Government renewed the declaration, as required by the legislation, until July 24, 2020. During the State of emergency, the Ontario Government issued emergency orders under the legislation and extended them as required by the legislation. On July 24, 2020, the Reopening Ontario (A Flexible Response to COVID-19) Act, 2020 came into effect, bringing the declared State of Emergency to an end. The Reopening Ontario Act also enabled the Ontario Government to extend, amend, remaining emergency orders in order to facilitate a flexible response to the ongoing COVID-19risks. On March 19, 2020, the OEB extended the ban on disconnecting residential customers to July 31,2020, in light of the COVID-19 pandemic. For the same reason, at the same time, the OEB also banned the disconnection of other low volume customers (as defined in the OEB Act) prior to July 31, 2020. In addition, the Corporation extended its ban on disconnecting residential and low volume customers until the transition back into the OEB's annual recurring winter disconnection ban onNovember 15, 2020. On March 24, 2020, the Ontario Government issued an emergency order setting TOU rates for onpeak, mid-peak, and off-peak at 10.1 cents per kWh, which prior to the emergency order was the TOU off-peak rate. That emergency order was effective through May 7, 2020. On May 6, 2020, the Ontario Government issued an emergency order extending those TOU rates through May 31,2020. On May 30, 2020, the Ontario Government announced the COVID-19 Recovery Rate, setting a fixed TOU electricity price at 12.8 cents per kWh, 24 hours a day, seven days a week, effective June 1,2020 until October 31, 2020. On October 13, 2020, the OEB announced new TOU rates for onpeak, mid-peak, and off-peak, that once again vary according to when electricity is used, effective November 1, 2020. There was no impact to net income to the Corporation. On March 25, 2020, the OEB established a deferral account for regulatory balances to record the costs of changes to billing systems resulting from the Ontario Government's TOU emergency order, other incremental costs and lost revenues associated with the COVID-19 pandemic. On May 14, 2020, the OEB launched a consultation process to inform its decision-making with respect to how the account will operate, including eligibility requirements, and the process

disposition. On December 16, 2020, OEB staff issued a proposal with respect

On August 20, 2020, the Ontario Government amended O. Reg. 95/05 Classes of

to the deferralaccount and related consultation (Note 9).

and timing for the

General Index of Financial Information Notes to the financial statements

Consumers and

Determination of Rates. Accordingly, customers on the RPP have the choice to pay TOU rates or

tiered rates, effective November 1, 2020. By default, RPP customers will pay TOU rates. RPP

customers who choose to pay tiered rates will pay a lower rate for consumption below a monthly

threshold, and a higher rate for consumption above that threshold. The tieted rates and the

threshold are set by the OEB twice per year, at the same time as the OEB sets TOU rates. Therewas no impact to net income to the Corporation.

On December 15, 2020, the OEB announced new RPP TOU and tiered rates to reflect a decrease

in supply cost resulting from the Ontario Government's decision to remove certain renewable

generation costs from the global adjustment and funding them directly through the tax base. The

reduction was accompanied by a corresponding reduction to the Ontario

Electricity Rebate. Therewas no net income impact to the Corporation.

On December 22, 2020, the Ontario Government amended 0. Reg. 95/05 Classes of Consumers

and Determination of Rates, setting both the TOU rates for on-peak, mid-peak, and off-peak and

tiered rates at the TOU off-peak rate of 8.5 cents per kWh. That regulatory amendment was

effective through January 28, 2021, and most recently extended until February 22, 2021. On

February 23, 2021, residential and small business customers resumed paying TOU and tiered

pricing under the RPP at prices that were set by the OEB on December 15, 2020. There was nonet income impact to the Corporation.

22. Comparative figures

Certain of the prior year comparative figures have been restated to conform to the current year'spresentation.



*

Canada Revenue Agency Agence du revenu du Canada

Net Income (Loss) for Income Tax Purposes

Schedule 1

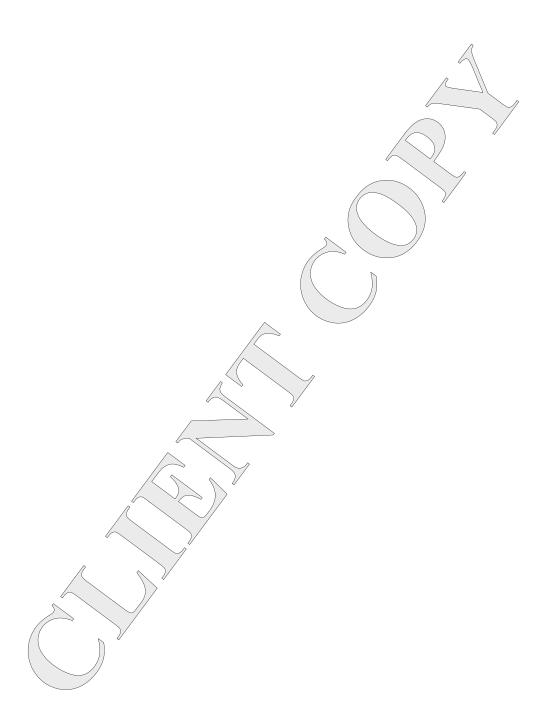
Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2020-12-31

- Use this schedule to reconcile the corporation's net income (loss) as reported on the financial statements and its net income (loss) for tax purposes. For more information, see the T2 Corporation Income Tax Guide.
- All legislative references are to the Income Tax Act.

Net ind	come (loss) after taxes and extraordinary items from line 9999 of Sc	hedule 125		· · · · · · · · <u> </u>	2,617,000 A
Add:					
Provi	sion for income taxes – current		101	257,000	
Provi	sion for income taxes – deferred		. 102	496,000	
Intere	est and penalties on taxes		. 103	5,893	
Amo	rtization of tangible assets		. 104	2,942,000	
Loss	on disposal of assets		. 111	13,000	
Non-	deductible meals and entertainment expenses		. 121	4,087	
Rese	erves from financial statements – balance at the end of the year		. 126	131,083	
		Subtotal of addition	s	3,849,063	3,849,063
	er additions:				
Misc	ellaneous other additions:				
	1 Description	2 Amount	`		
	605	295			
1	Inducement under 12(1)(x) ITA	8,570,291			
2	Amortization expensed in distribution expenses	81,144			
3	Customer Deposits - paragraph 20(1)(a)	39,000			
4	Amortization of Capital Lease	97,000			
	Total of column 2/2	8,787,435	296 _	8,787,435	
		Subtotal of other addition	s 199	8,787,435	8,787,435
		Total addition	s 500	12,636,498	12,636,498
Amour	nt A plus line 500				15,253,498 E
Dedu	uct:				
	tal cost allowance from Schedule 8	<i>y</i>	403	4,129,248	
	erves from financial statements – balance at the beginning of the year	> ar	414	100,083	
		Subtotal of dec	uctions	4,229,331	4,229,331
Othe	er deductions:		_		
IVIISC	ellaneous other deductions:	2			
	Description	Amount			
	705	395			
1	13(7.4) electon re contributed capital	8,545,000			
2	Capital Lease payments	91,000			
3	Customer Deposits - paragraph 20(1)(m)	39,000			
4	Amortization of deferred contribution	733,000			
5	2020 tax movement in reg. account	496,000			
	Total of column 2		396	9,904,000	

Su	ubtotal of other deductions 499	9,904,000	9,904,000 E
	Total deductions 510	14,133,331	14,133,331
Net income (loss) for income tax purposes (amount B minus line 510) Enter amount C on line 300 of the T2 return.			1,120,167_ C

T2 SCH 1 E (19) Canadä



Inducement

This form is used to calculate inducements that a corporation must add to its income under paragraph 12(1)(x) ITA. If an amount reduces the capital cost of a property, this amount will be indicated in Part "Tax credits whose amount should reduce the capital cost of property."

If you want to transfer an amount to Schedule 1 and include it in the corporation's income for tax purposes, select the corresponding check box in column A. You can also select the option **Select this check box to add all the amounts to income calculated in Schedule 1** to transfer all the amounts to Schedule 1. In either case, the column A check box will be selected for that amount and it will therefore be updated to Schedule 1.

Tax credits whose amount should be added to income

Onto	ano	
Α		
X	Portion of the Ontario research and development tax credit that relates to the prescribed proxy amount (PPA) and portion of the Ontario investment tax credit that relates to contributions made to SR&ED farming organizations	7,777
X	Ontario co-operative education tax credit	17,514
	Ontario apprenticeship training tax credit	
	Ontario computer animation and special effects tax credit*	
	* Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1).	
	Ontario film and television tax credit*	
	* Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1).	
	Ontario production services tax credit*	
	* Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1).	
	Ontario interactive digital media tax credit*	
	* Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1).	
	Ontario book publishing tax credit	
	Portion of the Ontario innovation tax credit that relates to the prescribed proxy amount (PPA) and portion of the Ontario investment tax credit that relates to contributions made to SR&ED farming organizations	
	Ontario business-research institute tax credit	
	Ontario community food program donation tax credit for farmers	
Othe	er amounts	
Α		
X		
Cor	ntributed capital for fixed assets	8,545,000
	Total	8,545,000

Tax credits whose amount should reduce the capital cost of property

1

Canada Revenue Agency

Agence du revenu du Canada

Tax Calculation Supplementary – Corporations

Schedule 5

Corporation's name	Business Number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2020-12-31

- Use this schedule if, during the tax year, your corporation:
 - had a permanent establishment in more than one jurisdiction (corporations that have no taxable income should only complete columns A, B, and D in Part 1)
 - is claiming provincial or territorial tax credits or rebates (see Part 2), or
 - has to pay taxes, other than income tax, for Newfoundland and Labrador, or Ontario (see Part 2).
- All legislative references are to the Income Tax Regulations.
- For more information, see the T2 Corporation Income Tax Guide.
- For the regulation number to be entered in field 100 of Part 1, see the chart below.

– <u>Part</u> 1 – Alloca	ation of ta	xable income ———			$\overline{}$	
100				Enter the regulation that appl	ies (402 to 413)	
A Jurisdiction Tick yes if your cor had a perman establishment i jurisdiction during the	rporation nent in the	B Total salaries and wages paid in jurisdiction	C (B x taxable income) / G	Gross revenue attributable to jurisdiction	E (D x taxable income)/ H	F Allocation of taxable income (C + E) x 1/2** (where either G or H is nil, do not multiply by 1/2)
Newfoundland and Labrador	Yes	103		143		
Newfoundland and Labrador Offshore	004 Yes	104		144		
Prince Edward Island	005 Yes	105		145		
Nova Scotia	907 Yes	107		147		
Nova Scotia Offshore	Yes	108		148		
New Brunswick	009 Yes	109	^	149		
Quebec	Yes	111		151		
Ontario	013 Yes	113		153		
Manitoba	015 Yes	115		155		
Saskatchewan	017 Yes	117		157		
Alberta	019 Yes	119		159		
British Columbia	021 Yes	121		161		
Yukon	023 Yes	123		163		
Northwest Territories	025 Yes	125	7	165		
Nunavut	026 Yes	126		166		
Outside Canada	027 Yes	127		167		
Total		129 G		169 H		

^{*} Permanent establishment is defined in subsection 400(2)

Notes:

- 1. After determining the allocation of taxable income, you have to calculate the corporation's provincial or territorial tax payable. For more information on how to calculate the tax for each province or territory, see the instructions for Schedule 5 in the T2 Corporation Income Tax Guide.
- 2. If your corporation has provincial or territorial tax payable, complete Part 2.
- 3. If your corporation is a member of a partnership and the partnership had a permanent establishment in a jurisdiction, select the jurisdiction in Column A and include your proportionate share of the partnership's salaries and wages and gross revenue in columns B and D, respectively.

Canadä

^{**} For corporations other than those described under section 402, use the appropriate calculation described in the Regulations to allocate taxable income.

Total taxable income	Income eligible for small business deduction	Provincial or territorial allocation of taxable income	Provincial or territorial tax payable before credits				
Ontario basic incon	ne tax (from Schedule	500)					
Ontario small busines	ss deduction (from Sch	redule 500)		402			
			Subtotal (line 270	minus line 402)		_ ▶	5A
	tax debits (from Schedio research and develo	dule 506)	•	276 277 276 plus line 277)			5B
Gross Ontario tax (ar	nount 5A plus amount	5B)				/	5C
	· ax credit (from Schedule			404		// ===	
	`	rocessing (from Sched					
	credit (from Schedule 2				7		
Ontario credit unior	n tax reduction (from So	chedule 500)					
Ontario political cor	ntributions tax credit (fr	om Schedule 525)		415			
		Ontario non-refundal	ole tax credits (total of	lines 404 to 415) _=	/	= ▶	5D
			Subtotal (amo	unt 5¢ minus amo	unt 5D) (if negative, e	enter "0")	5E
Ontario research and	development tax credit	t (from Schedule 508)	,			416	
	•	e Ontario corporate mini	mum tay cradit and C	Intaria community fo	and program		
		ninus line 416) (if nega					5F
Ontario corporato mir	nimum tax credit (from	Schodulo 510)	^			418	
· ·	`	ax credit for farmers (fro	om Schedule 2)			420	
1	. 0	`	/ _^ ~	(if			
Ontario corporate inc	ome tax payable (amou	int 5F minus the total o	ines 418 and 420)		")		5G
	ninimum tax (from Sch			, / 278 _			
Ontario special add	litional tax on life insura	ance corporations (from		<u>280</u> _			
			Subtotal (line 2	78 plus line 280) ₌			5H
Total Ontario tax paya	able before refundable	tax credits (amount 5G	plus amount 5H)				5I
Ontario qualifying e	environmental trust tax	credit		450			
1	e education tax credit (452			
Ontario apprentices	ship training tax credit (from Schedule 552)	» .//	454			
· ·		ffects tax credit (from S	ichedule 554)	456			
	evision tax credit (from		·	458			
	services tax credit (from	` ' /					
	digital media tax credit shing tax credit (frøm S	. // // .		462			
	tax credit (from Schedu			468			
	, //	edit (from Schedule 568	3)	470			
	//	tax credit (from Schedu		472			
		_ v	ole tax credits (total of	lines 450 to 472)		<u> </u> ►	5J
Net Ontario tax nav	able or refundable ta	x credit (amount 5l mi	nus amount 5.1)			290	
1		e this amount on line 25					
Summary —							
		tax credits for all provin		line 255.			
-		or refundable tax cre				255	
		ne net provincial and ter he net provincial and te					

Schedule 7

Aggregate Investment Income and Income Eligible for the Small Business Deduction

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2020-12-31

- Use this schedule if you are a Canadian-controlled private corporation (CCPC) to calculate:
 - your aggregate investment income and foreign investment income, as defined in subsection 129(4), to determine the refundable portion of Part I tax, and your adjusted aggregate investment income, as defined in subsection 125(7), for the purpose of the business limit reduction
 - your **specified partnership income**, as defined in subsection 125(7), if you are a member (or **designated member**) of one or more partnerships, and
 - your income from an active business carried on in Canada eligible for the small business deduction including any specified corporate income
 as defined in subsection 125(7)
- Use this schedule if another CCPC is making an assignment of business limit under subsection 125(3.2) to you.
- Use this schedule if you are a corporation that is a member of a partnership to assign specified partnership business limit to a designated member under subsection 125(8).

Note: If you are a corporation that is not a CCPC, only complete Table 1 (columns A1, B1, C1, G1, H1 and J1) and Table 3 to make this assignment.

- The adjusted aggregate investment income, for the purpose of the business limit reduction, also applies to a tax year of a corporation that begins before 2019 and ends after 2018 under the following circumstances:
 - the corporation's preceding tax year was, because of a transaction or event or a series of transactions or events, shorter than it would have been in the absence of that transaction, event or series, and
 - one of the reasons for the transaction, event or series was to defer the application of subsections 125(5.1), (5.2) and (7) to the corporation
- All legislative references are to the Income Tax Act.
- For more information, see Small Business Deduction and Refundable Portion of Part I Tax in Guide T4012, T2 Corporation Income Tax Guide.
- See the notes at the end of the form.

┌ Part 1 – Aggregate investment income
Aggregate investment income is all world source income.
Eligible portion of taxable capital gains for the year
Eligible portion of allowable capital losses for the year (including allowable business investment losses)
Net capital losses of previous years claimed on line 332 on the T2 return
Subtotal (line 012 plus line 022) A
Line 002 minus amount A (if negative, enter "0") B
Total income from property (include income from a specified investment business carried on in Canada other than income from a source outside Canada)
Exempt income
Amounts received from Agrilnvest Fund No. 2 that were included in computing the corporation's income for the year
Taxable dividends deductible (total of column F on Schedule 3 minus related expenses)
Business income from an interest in a trust that/s considered property income under paragraph 108(5)(a) . 072
Subtotal (add lines 042, 052, 062 and 072) C
Subtotal (line 032 minus amount C) 1,000 ▶ 1,000 D
Amount B plus amount D E
Total losses from property (include losses from a specified investment business carried on in Canada
other than a loss from a source outside Canada)
Amount E minus line 082 (if negative, enter "0") (enter on line 440 of the T2 return)

┌ Part 2 – Adjusted aggregate investment income ───────────────────────────────
Eligible portion of taxable capital gains for the year (other than taxable capital gains from the disposition of an active asset note 13)
Eligible portion of allowable capital losses for the year (including allowable business investment losses) (other than allowable capital losses from the disposition of an active asset note 13)
Subtotal (line 705 minus line 710) (if negative, enter "0")
Total income from property note 14
Exempt income
Amounts received from Agrilnvest Fund No. 2 that were included in computing the corporation's income for the year
Dividends from connected corporations
Business income from an interest in a trust that is considered property income under paragraph 108(5)(a)
Subtotal (add lines 720, 725, 730 and 735)
Subtotal (line 715 minus amount G)
Amount F plus amount H1,000
Total losses from property note 14
Amount, if any, deducted under subsection 91(4) in computing the corporation's income for the year
Adjusted aggregate investment income (amount I minus line 740, plus line 741) (if negative, enter "0")
If this is your first tax year starting after 2018, complete the following portion.
Eligible portion of taxable capital gains for each tax year that ended in the preceding calendar year (other than taxable capital gains from the disposition of an active asset note 13)
Eligible portion of allowable capital losses for each tax year that ended in the preceding calendar year (including allowable business investment losses)(other than allowable capital losses from the disposition of an active asset note 13)
Subtotal (amount 2A minus amount 2B) (if negative, enter "0") 2C
Total income from property for each tax year that ended in the preceding calendar year note 142D
Exempt income for each tax year that ended in the preceding calendar year
Amounts received from Agrilnvest Fund No. 2 that were included in computing the corporation's income for each tax year that ended in the preceding calendar year
Dividends from connected corporations for each tax year that ended in the preceding calendar year
Business income from an interest in a trust that is considered property income under paragraph 108(5)(a) for each tax year that ended in the preceding calendar year
Subtotal (add amounts 2E, 2F, 2G and 2H) 2I
Subtotal (amount 2D minus amount 2I) D
Amount 2C plus amount 2J 2K
Total losses from property for each tax year that ended in the preceding calendar year note 14
Amount, if any, deducted under subsection 91(4) in computing the corporation's income for each tax year that ended in the preceding calendar year
Adjusted aggregate investment income (amount 2K minus amount 2L, plus line 742) (if negative, enter "0")
(enter the total of line 744 and the adjusted aggregate investment income of all associated corporations on line 417 of the T2 return)

┌ Part 3 – Foreign investment income
Foreign investment income is all income from sources outside Canada.
Eligible portion of taxable capital gains for the year
Eligible portion of allowable capital losses for the year (including allowable business investment losses)
Subtotal (line 001 minus line 009) (if negative, enter "0")
Total income from property from a source outside Canada (net of related expenses) 019
Exempt income
Taxable dividends deductible (total of column F
on Schedule 3 minus related expenses) 049
Business income from an interest in a trust that is considered property income under paragraph 108(5)(a) . 059
Subtotal (add lines 029, 049, and 059) K
Subtotal (line 019 minus amount K)
Amount M minus line 069 (if negative, enter "0") (enter on line 445 of the T2 return)

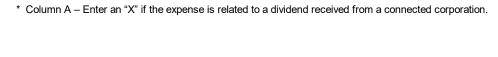
	A Canadian investment	B Foreign investment	C Adjusted aggregate
	income	income	investment income*
igible portion of the taxable capital gains for the year before taking into count the capital gains reserves (federal) of Schedule 13*			
igible portion of capital gains reserves ddition/deduction)*, **			
exable capital gains under section 34.2			
ne 275 on Schedule 73)** igible portion of the taxable capital gains for the year			
dd amounts 1.1, 1.2, and 1.3)			
igible portion of allowable capital losses for the year ncluding allowable business investment losses)*			
et capital losses of previous years (line 332 on the T2 return)			
lowable capital losses under section 34.2 ne 285 of Schedule 73)**			
lowable capital losses for the year dd amounts 2.1, 2.2 and 2.3)			<i>/</i>
mount 1 minus amount 2 (if negative, enter "0")			
and the desired as			
exable dividends			
ental property income (under regulation 1100(11))			1,000
her property income*	4,000		1,000
ne 280 of Schedule 73)**			
otal property income)	
dd amounts 4.1, 4.2, 4.3 and 4.4)	1,000		1,000
kempt income			
nounts received from Agrilnvest Fund No. 2 that were included in imputing the corporation's income for the year			
exable dividends deductible (total of column F			
Schedule 3 minus related expenses)*	<u> </u>		
usiness income from an interest in a trust that is			
nsidered property income under paragraph 108(5)(a)			
dd amounts 5.1, 5.2, 5.3 and 5.4			
nount 4 minus amount 5	1.000		1,000
mount 3 plus amount 6			1,000
ental property losses (under regulation 1100(11))	J		
vidend losses			
ner property losses*			
operty losses under section 34.2 le 280 of Schedule 73)**			
tal property losses dd amounts 8.1, 8.2, 8.3 and 8.4)			
nount 7 minus amount 8 (if negative, enter "0")	1,000		
mount, if any, deducted under subsection 91(4) in computing the			
prporation's income for the year			
			1,000

- * To calculate the adjusted aggregate investment income under column C:
 - On lines 1.1, 1.2 and 2.1, only capital gains and losses resulting from the disposition of property other than an active asset (as defined under subsection 125(7) ITA) are to be taken into account.
 - On line 4.3, include amounts in respect of a life insurance policy that are included in computing the corporation's income for the year (even if those
 amounts are not included in the calculation of the corporation's investment income in column A and B) as well as the income from a specified foreign
 investment business.
 - On line 5.3, only the dividends received from a connected corporation should be included.
 - On line 8.3, include the loss from a specified foreign investment business.

For more information on the calculation of the adjusted aggregate investment income, consult notes 13 and 14 at the end of this form as well as the Help (F1).

^{**}When an amount is entered on these lines in column B, it reduces the corresponding amount in column A. For more information, consult the Help (F1).

Net taxable dividends	Canadian	Foreign	Total	
Taxable dividends deducted per Schedule 3				
Less: Expenses related to such dividends	A *			
			Λ	
Total expenses				
Net taxable dividends				



Part 4 − Specified partnership income Table 1 - Specified partnership income Α1 **1A** Is the corporation Partnership name Partnership's a designated member account number of the partnership? 200 Yes No В1 C1 D1 1D 2D **E1** F1 Corporation's income Total income Corporation's Income of the Prorated amounts Expenses Adjustments the corporation (loss) of share of corporation from calculated under (column 1D minus (loss) in respect of the partnership note 2 partnership amount in providing (directly section 34.2 incurred to column 2D) from an column B1 or indirectly) earn partnership active services or property income (add columns C1, business to the partnership D1 and E1) 310 311 300 315 320 Total 350 G1 H1 11 J1 K1 L1 М1 Specified Specified Number of Prorated business Specified Column F1 minus Lesser of limit notes 2 and 3 days in the partnership partnership partnership column K1 (if negative, columns F1 and partnership's business limit business limit business limit enter "0") K1 (if column F1 is negative, enter "0") fiscal period (column C1 ÷ assigned to you assigned by you amount (from H2 in Table 2) from F3 in Table 3) column B1) × (column H1 plus [\$ 500 000 × column I1 minus (column G1 ÷ 365)] column J1) (if column C1 is negative, enter "0") 325 330 335 336 340 Total 385 360 Corporation's losses for the year from an active business carried on in Canada 370 (other than as a member of a partnership) – enter as a positive amount Specified partnership loss of the corporation for the year - enter as a positive amount 380 (total of all negative amounts in column F1) Subtotal (line 370 plus line 380) 390 Amount at line 385 or amount N, whichever is less Specified partnership income (line 360 plus line 390) 400 (enter at amount R in Part 5)

¬ Part 4 – Specified partnership income (continued) -

Tables 2 and 3 are used to make an assignment of **specified partnership business limit** under subsection 125(8). A person that is a member of a partnership can make an assignment of **specified partnership business limit** under subsection 125(8) to a **designated member**.

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If you are a CCPC that is a designated member and **receiving** specified partnership business limit from a person that is a member of the partnership, complete Table 2.

If you are a corporation that is a member of the partnership and assigning specified partnership business limit to a designated member, complete Table 3.

	A2			2/	4			B2	
Partnership name 405				Partnership's account number		hip's Name of the member			r
						406			
								$\backslash\!\!\!\backslash$	
C2	D)2	E2	!		F2	G2		H2
the member number of the numb (if applicable) member m		Trust account number of the member (if applicable)		the the member (yyyymmdd)		member the member		Specified partnershi business limit assigned to you by the member note 7	
410	4	11	412	2	<u> </u>	415	416	5	420
his 2. Van and assign	:		(CCDC)					405(0)	
ble 3 – You are assign	A3	ignated memi	per (CCPC) sp			SINESS VIMIT UNC	ier subsection	B3	
F	artnership nan	ne		Partner			Name of the	ne designated member	
				account r	number				
	425				,			426	
C3			D3			E3			F3
Business number the designated member	of		Tax year start of the designated member (yyyymmdd)			Tax year-end or the designated member (yyyymmdd)		limit as	d partnership business ssigned by you to the signated member note 8
430 435		435			436			440	
430		1							
430				all busine	ss dedu	ction ——			
430 t 5 – Partnership	income n	ot eligible	for the sm				orobin (ofter		
	tive business	es carried on i	n Canadá as a i	member or de	signated m nter "0" on li	ember of a partr ne 450) .	· · · · · · · · · ·	· · · · · · _	
t 5 – Partnership ration's income from ac ting related expenses) -	tive business - from line 35	es carried on in 0 in Part 4 (if t	n Canadá as a i	member or de	nter "0" on li	ember of a partr ne 450) .		_	
t 5 – Partnership	tive business - from line 35	es carried on in 0 in Part 4 (if t	n Canadá as a i	member or de	nter "0" on li	ne 450) .		· · · · · · <u> </u>	
t 5 – Partnership ration's income from ac ting related expenses) -	tive business - from line 35 om line 380 in	es carried on in 0 in Part 4 (if the Part 4)	n Canada as a line net amount i	member or de s negative, er	nter "0" on li	ne 450) .	mount O plus a	 mount P)	

	002 12 20 11 11 0000 1
Part 6 – Income eligible for the small business deduction	
Net income for income tax purposes from line 300 of the T2 return	
Allowable business investment loss from line 406 of Schedule 1	
Subtotal (amount S plus amount T) 1,120,167 ▶	1,120,167 U
Foreign business income after deducting related expenses note 9	
Taxable capital gains from line 113 of Schedule 1	
Net property income (line 032 note 10 minus the total of lines 042, 052 and 082 note 9 in Part 1) W	
Personal services business income after deducting related expenses note 9	
Other income after deducting related expenses note 9 e2	
Subtotal (amount e1 plus amount e2) note 9 520	
Subtotal (add line 500, amount V, amount W and line 520)	1,000 X
Net amount (amount U minus amount X)	1,119,167 Y
Partnership income not eligible for the small business deduction (line 450 in Part 5)	
Partnership income allocated to your corporation under subsection 96(1.1) 530	
Income referred to in clause 125(1)(a)(i)(C)	
Income referred to in clause 125(1)(a)(i)(B) (from line 615 in Part 7)	
Subtotal (add amount Z, line 530, line 540 and amount AA)	BB
Specified corporate income (from line 625 in Part 7)	CC
Specified corporate income (from line 023 in Fait 7)	00
Income eligible for the small business deduction (amount Y minus amount BB, plus amount CC)	<u>1,119,167</u> DD
(enter amount DD on line 400 of the T2 return - if negative, enter "0")	
Dort 7 Specified correcte income and assignment under subsection 425(2.2)	
Part 7 – Specified corporate income and assignment under subsection 125(3.2)	

1				
	1EE	EE	FF	GG
	Name of the corporation	Business number of	Income described under clause	Business limit assigned from
		the corporation	125(1)(a)(i)(B) received from the	the corporation identified in
			corporation identified in column EE note 11	column EE ^{note 12}
			COMMINEE	
		600	610	620
1				
			Total 615	Total 625
				. 5.5

See the privacy statement on your return.



Notes

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Note 1 Do not include expenses that were deducted in computing the income of the corporation in column D1.

In general, amounts included under subsections 34.2(2) and 34.2(3) or claimed under subsection 34.2(4) are deemed to have the **same character** and be in the **same proportions** as the partnership income they relate to. For example, if a corporation receives \$100,000 of partnership income for the partnership's fiscal period ending in its tax year, and that income is made up of \$40,000 of active business income, \$30,000 of income from property, and \$30,000 as a taxable capital gain, the corporation's adjusted stub period accrual (ASPA) in respect of the partnership would be 40% active business income, 30% property income, and 30% taxable capital gains. Add or deduct only the portion of the following amounts that are characterized as **active business income** in accordance with subsection 34.2(5):

Add:

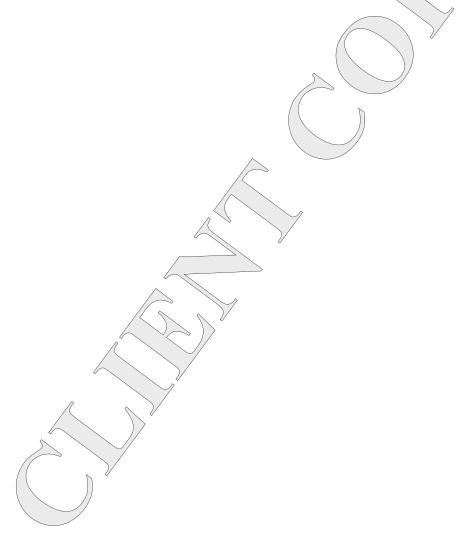
- the ASPA under subsection 34.2(2) (column 4 of Schedule 73)
- the income inclusion for a new corporate member of a partnership under subsection 34.2(3) (column 6 of Schedule 73)
- the previous-year transitional reserve under subsection 34.2(12) (column 12 of Schedule 73)

Deduct

- the previous-year ASPA under subsection 34.2(4) (column 5 of Schedule 73)
- the previous-year income inclusion for a new corporate member of a partnership under subsection 34.2(4) (column ガ f Schedule 73)
- Note 2 When a partnership carries on more than one business, one of which generates income and another of which realizes a loss, the loss is **not** netted against the partnership's income when calculating the prorated business limit (column H1). Enter on line 380 the total of all losses from column F1.
- Note 3 If you are a designated member of the partnership, enter "0".
- Note 4 You must enter "0" if the partnership provides services or property to either:
 - (A) a private corporation (directly or indirectly in any manner whatever) in the year, if:
 - you (or one of your shareholders) or a person that does **not** deal at arm's length with you (or one of your shareholders) holds a direct or indirect interest in the private corporation, and
 - it is not the case that all or substantially all of the partnership's income for the year from an active business is from providing services or property to
 - persons (other than the private corporation) that deal at arm's length with the partnership and each person that holds a direct or indirect interest in the partnership, or
 - partnerships with which the partnership deals at arm's length, other than a partnership in which a person that does not deal at arm's length with you holds a direct or indirect interest, or
 - (B) a particular partnership (directly or indirectly in any manner whatever) in the year, if:
 - you (or one of your shareholders) do **not** deal at arm's length with the particular partnership or a person that holds a direct or indirect interest in the particular partnership, and
 - it is not the case that all or substantially all of the partnership's income for the year from an active business is from providing services or property to
 - persons that deal at arm's length with the partnership and each person that holds a direct or indirect interest in the partnership, or
 - partnerships (other than the particular partnership) with which the partnership deals at arm's length, other than a partnership in which a person that does **not** deal at arm's length with you holds a direct or indirect interest.
- Note 5 If you are a CCPC that is a **designated member** receiving an assignment of **specified partnership business limit**, complete Table 2 to determine the amounts to enter in Table 1 column I1.
- Note 6 If you are a corporation that is a **member** of the partnership and you are assigning **specified partnership business limit**, complete Table 3 to determine the amounts to enter in Table 1 column J1.
- Note 7 Add the amounts in column H2 that are for the same partnership and enter it in Table 1 column I1, in the row of the applicable partnership.
- Note 8 Add the amounts in column F3 that are for the same partnership and enter it in Table 1 column J1, in the row of the applicable partnership. This amount cannot be higher than the amount of prograted business limit you would otherwise be entitled to in Table 1 column H1 for that partnership.
- Note 9 If negative, enter amount in brackets, and add instead of subtracting.
- Note 10 Net of related expenses.
- Note 11 This amount is [as defined in subsection 125(7) specified corporate income (a)(i)] the total of all amounts, each of which is your income from an active business for the year from providing services or property to a private corporation (directly or indirectly, in any manner whatever) if
 - (A) at any time in the year, you (or one of your shareholders) or a person that does **not** deal at arm's length with you (or one of your shareholders) holds a direct or indirect interest in the private corporation, and
 - (B) it is not the case that all or substantially all of your income for the year from an active business is from providing services or property to
 - (I) persons (other than the private corporation) with which you deal at arm's length, or
 - (II) partnerships with which you deal at arm's length, other than a partnership in which a person that does **not** deal at arm's length with you holds a direct or indirect interest.
 - Do **not** include specified farming or fishing income. If the conditions described in subsection 125(10) are met, do not include income from an associated corporation.
- Note 12 The amount of business limit that a CCPC can assign to you cannot be greater than the amount in column FF that is from providing services or property directly to that CCPC. If there is an amount included in column FF that is deductible by that CCPC in respect of the amount of its income referred to in clause 125(1)(a)(i)(A) or (B) for its tax year, you need to deduct it from column FF for the purpose of determining the amount that can be assigned to you.

Notes (continued)

- Note 13 Active asset, of a particular corporation at any time, means property that is:
 - (A) used at that time principally in an active business carried on primarily in Canada by the particular corporation or by a Canadian-controlled private corporation that is related to the particular corporation,
 - (B) a share of the capital stock of another corporation if, at that time,
 - the other corporation is connected with the particular corporation (within the meaning assigned by subsection 186(4) on the assumption that the other corporation is at that time a payer corporation within the meaning of that subsection), and
 - the share would be a qualified small business corporation share (as defined in subsection 110.6(1)) if:
 - the references in that definition to an "individual" were references to the particular corporation, and
 - that definition were read without reference to "the individual's spouse or common-law partner", or
 - (C) an interest in a partnership, if:
 - at that time, the fair market value of the particular corporation's interest in the partnership is equal to or greater than 10% of the total fair market value of all interests in the partnership,
 - throughout the 24-month period ending before that time, more than 50% of the fair market value of the property of the partnership was attributable to property described in this paragraph or in paragraph (A) or (B), and
 - at that time, all or substantially all of the fair market value of the property of the partnership was attributable to property described in this paragraph or in paragraph (A) or (B).
- Note 14 Income or loss from property of a particular corporation, for the purposes of calculating the corporation's adjusted aggregate investment income, includes income or loss from a specified investment business, as well as all amounts in respect of a life insurance policy that are included in computing the corporation's income for the year (even if those amounts were not included in the computation of the corporation's aggregate investment income in Part 1).



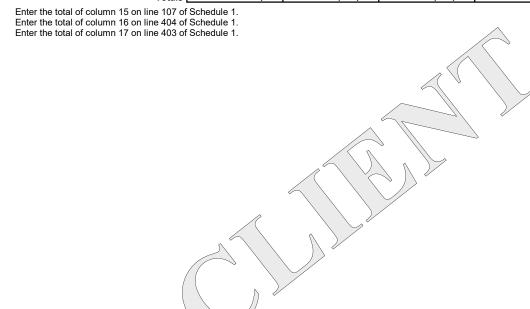
Canada Revenue Agence du revenu du Canada

Schedule 8

Capital Cost Allowance (CCA)

Corp	ooration's	name									Business num		ax year-end ar Month Day
In	nPower	Corporation									89242 2817 RC	0001 2	020-12-31
		e information, see the section or reporation electing under Regu	•	_	e" in the T2 C			le.					
	1			2	3		4	5		6	X	8	9
	Class number * See note 1	Description		Undepreciated apital cost (UCC) t the beginning of the year	Cost of acq during the (new prope be available See not	e year from are for use) invest pro or z	of acquisitions column 3 that accelerated tment incentive perties (AIIP) ero-emission thicle (ZEV)	transt	fers	Amount from column.5 that is assistance received or receivable during the year for a property, subsequent to its disposition	Amount from column 5 that is repaid during the year for a property, subsequent to its disposition See note 6	Proceeds of dispositions See note 7	UCC (column 2 plus column 3 plus or minus column 5 minus column 8)
							See note 3		2/	See note 5	See note 6		
	200			201	203	1	225	20	5	221	222	207	
1	. 1	Buildings		20,372,305					,	<i>(</i>)		0	20,372,305
2	. 8	Equipment and tools		1,250,676		262,130	262,13	0				0	1,512,806
3	. 10	Rolling stock and vehicles		387,973		18,630	18,63	o o				0	406,603
4	45	Computer equipment and softw	vare	47		<						0	47
5	. 47	Electrical energy distribution		25,501,468	3	3,711,652	3,711,65	2				39,000	29,174,120
6	. 50	Computer equipment		138,390		330,269	330,26	9				0	468,659
7	14.1			175,695			7/ 5	1				0	175,695
8	1b	Building		213,176		69,709	69,70	9				0	282,885
9	95	WIP		3,737,000	1	384,000	1,384,00	0				0	5,121,000
			Totals	51,776,730	5	,776,390	5,776,39	0				39,000	57,514,120
	1		10		11	12		13	14	15	16	17	18
	Class number * See note 1	Description	Proceed disposit available to the UCC and ZE (column 8 column 6 column 4 column (if negatents)	ition addition reduce and acquire the splus columninus plus minus enterprise five with the splus addition and acquire the splus minus enterprise five addition addition and addition and acquire and acquire and acquire addition and acquire acquire and acquire and acquire	apital cost ons of AlIP d ZEV ed during e year n 4 minus imn 10) egative, ter "0")	for AllP and Z acquired during the ye (column 11 multiplied by relevant facto	EV for pro during ar (0.5 by t colur or minu (if	adjustment perty acquired the year other AIIP and ZEV multiplied he result of nn 3 minus olumn 4 is column 6 s column 7 s column 8) negative, inter "0")	CCA rate % See note 11	Recapture of CCA See note 12	Terminal loss See note 13	CCA (for declining balance method, the result of column 9 plus column 12 minus column 13, multiplied by column 14 or a lower amount) See note 14	UCC at the end of the year (column 9 minus column 17)
	200							224	212	213	215	217	220
1	1	Buildings							4	0	0	814,892	19,557,413
2	. 8	Equipment and tools			262,130	13	1,065		20	0	0	328,774	1,184,032

	4		40	44	40	40	44	45	40	47	40
	.1	Danasistias	10	11	12	13	14	15	16	17	18
	lass Imber	Description	Proceeds of disposition	Net capital cost additions of AIIP	UCC adjustment for AIIP and ZEV	UCC adjustment for property acquired	CCA rate %	Recapture of CCA	Terminal loss	CCA (for declining	UCC at the end of
110	*		available to reduce	and ZEV	acquired	during the year other	Tale 70	See note 12	See note 13	balance	the year
			the UCC of AIIP	acquired during	during the year	than AllP and ZEV	See	OCC HOLC 12	occ note 15	method, the result	(column 9
	See ote 1		and ZEV (column 8 plus	the year (column 4 minus	(column 11 multiplied by the	(0.5 multiplied by the result of	note 11			of column 9 plus column 12 minus	minus column 17)
"	ole i		column 6 minus	column 10)	relevant factor)	column 3 minus				column 13,	
			column 3 plus	(if negative,	·	column 4				multiplied by column 14 or a	
			column 4 minus column 7)	enter "0")	See note 9	minus column 6 plus column 7				lower amount)	
			(if negative,			minus column 8)				,	
			enter "0")			(if negative, enter "0")				See note 14	
						5.1.c. 0 /					
						See note 10					
	200					224	212	213	215	217	220
3.	10	Rolling stock and vehicles		18,630	9,315		30	0	0	124,775	281,828
4	45	Computer equipment and soft					45	0	0	21	26
5	47	Electrical energy distribution	39,000	3,672,652	1,836,326		8) O	0	2,480,836	26,693,284
6	50	Computer equipment		330,269	165,135		55	0	0	348,587	120,072
7.	14.1						5 /	0	0	12,299	163,396
8	1b	Building		69,709	34,855		56) o	0	19,064	263,821
9	95	WIP		1,384,000	692,000		0 /	0	0		5,121,000
		Totals	39,000	5,737,390	2,868,696					4,129,248	53,384,872



- Note 1. If a class number has not been provided in Schedule II of the Income Tax Regulations for a particular class of property, use the subsection provided in Regulation 1101. Class numbers followed by a letter indicate the basic rate of the class taking into account the additional deduction allowed. Class 1a: 4% + 6% = 10% (class 1 to 10%), class 1b: 4% + 2% = 6% (class 1 to 6%).
- Note 2. 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 of property in the class that are not subject to the 50% rule. See Income Tax Folio S3-F4-C1, General Discussion of Capital Cost Allowance, for exceptions to the 50% rule.
- Note 3. An AIIP is a property (other than ZEV) that you acquired after November 20, 2018 and became available for use before 2028. ZEV is, subject to certain exceptions, a new motor vehicle included in Class 54 or 55 that you acquired after March 18, 2019 and became available for use before 2028. The Government proposes to create Class 56 for zero-emission automotive equipment and vehicles that currently do not benefit from the accelerated rate provided by Classes 54 and 55. Class 56 would apply to eligible zero-emission automotive equipment and vehicles that are acquired after March 1, 2020, and became available for use before 2028. Columns 4, 10, 11, 12 and 13 also apply for additions of class 56 property. See the T2 Corporation Income Tax Guide for more information.
- Note 4. Enter in column 5, "Adjustments and transfers", amounts that increase or reduce the undepreciated capital cost (column 9). Items that increase the undepreciated capital cost include amounts transferred under section 85, or transferred on amalgamation or winding-up of a subsidiary. Items that reduce the undepreciated capital cost (show amounts that reduce the undepreciated capital cost in brackets) include government assistance received or entitled to be received in the year, or a reduction of capital cost after the application of section 80. See the T2 Corporation Income Tax Guide for other examples of adjustments and transfers to include in column 5.

 Also include the UCC of each property acquired in a non-arm's length transaction (other than by virtue of a right referred to in paragraph 251(5)(b) of the Act) if the property was a depreciable property
 - continuously owned by the transferor for at least 364 days before the end of your tax year.
- Note 5. Include all amounts of assistance you received (or were entitled to receive) after the disposition of a depreciable property that would have decreased the capital cost of the property by virtue of paragraph 13(7.1)(f) if received before the disposition.
- Note 6. Include all amounts you have repaid during the year with respect to any legally required repayment, made after the disposition of a corresponding property, of:
 - assistance that would have otherwise increased the capital cost of the property under paragraph 13(7.1)(d) and
 - an inducement, assistance or any other amount contemplated in paragraph 12(1)(x) received, that otherwise would have increased the capital cost of the property under paragraph 13(7.4)(b)
 Also include the UCC of each property of a prescribed class acquired in the course of a corporate reorganization described under paragraph 55(3)(b) of the Act (also known as "butterfly reorganization") or in a non-arm's length transaction (other than by virtue of a right referred to in paragraph 251(5)(b) of the Act) if the property was a depreciable property acquired by the transferor less than 364 days before the end of your tax year.
- Note 7. For each property disposed of during the year, deduct from the proceeds of disposition any outlays and expenses to the extent that they were made or incurred for the purpose of making the disposition(s). The amount reported in respect of the property cannot exceed the property's capital cost, unless that property is a timber resource property as defined in subsection 13(21). The proceeds of disposition of a ZEV that has been included in Class 54 and that is subject to the \$55,000 (plus sales taxes) capital cost limit will be adjusted based on a factor equal to the capital cost limit of \$55,000 (plus sales taxes) as a proportion of the actual cost of the vehicle.
- Note 8. If the amount in column 5 reduces the undepreciated capital cost (i.e. it is shown in brackets), you must subtract it for the purposes of the calculation. Otherwise, add the amount in column 5 for the purposes of the calculation.
- Note 9. The relevant factors for property of a class in Schedule II, that is AllP or included in Classes 54 to 56, available for use before 2024 are:
 - 2 1/3 for property in Classes 43.1, 54 and 56
 - 1 1/2 for property in Class 55
 - _ 1 for property in Classes 43.2 and 53
 - 0 for property in Classes 12, 13, 14, and 15, as well as properties that are Canadian vessels included in paragraph 1100(1)(v) of the Regulations (see note 14 for additional information) and
 - _ 0.5 for all other property that is AIIP
- Note 10. The UCC adjustment for property acquired during the year other than AllP and ZEV (formerly known as the half-year rule or 50% rule) does not apply to certain property (including AllP). For special rules and exceptions, see Income Tax Folio S3-F4-C1, General Discussion of Capital Cost Allowance.
- Note 11. Enter a rate only if you are using the declining balance method. For any other method (for example the straight-line method, where calculations are always based on the cost of acquisitions), enter N/A. Then enter the amount you are claiming in column 17.
- Note 12. If the amount in column 9 is negative, you have a recapture of CCA. If applicable, enter the negative amount from column 9 in column 15 as a positive. The recapture rules do not apply to passenger vehicles in Class 10.1.
- Note 13. If no property is left in the class at the end of the tax year and there is still a positive amount in the column 9, you have a terminal loss. If applicable, enter the positive amount from column 9 in column 16. The terminal loss rules do not apply to:
 - passenger vehicles in Class 10.1
 - property in Class 14.1, unless you have ceased carrying on the business to which it relates or
 - limited-period franchises, concessions, or licences in Class 14 if, at the time of acquisition, the property was a former property of the transferor or any similar property attributable to the same fixed place of business, and you had jointly elected with the transferor to have the replacement property rules apply
- Note 14. If the tax year is shorter than 365 days, prorate the CCA claim. Some classes of property do not have to be prorated. See the T2 Corporation Income Tax Guide for more information. For property in class 10.1 disposed of during the year, deduct a maximum of 50% of the regular CCA deduction if you owned the property at the beginning of the tax year. For AllP listed below, the maximum first year allowance you can claim is determined as follows:
 - Class 13: the lesser of 150% of the amount calculated in Schedule III of the Regulations and the UCC at the end of the tax year (before any CCA deduction)
 - Class 14: the lesser of 150% of the allocation for the year of the capital cost of the property apportioned over the remaining life of the property (at the time the cost was incurred) and the UCC at the end of the tax year (before any CCA deduction)
 - Class 15: the lesser of 150% of an amount computed on the basis of a rate per cord, board foot or cubic metre cut in the tax year and the UCC at the end of the tax year (before any CCA deduction)
 - Canadian vessels described under paragraph 1100(1)(v) of the Regulations: the lesser of 50% of the capital cost of the property and the UCC at the end of the tax year (before any CCA deduction)
 - Class 41.2: use a 25% CCA rate. The additional allowance under paragraph 1100(1)(y.2)(for single mine properties) and 1100(1)(ya.2)(for multiple mine properties) of the Regulations is not eligible for the accelerated investment incentive. The additional allowance in respect of natural gas liquefaction under paragraph 1100(1)(yb) of the Regulations is eligible for the accelerated investment incentive.

The AllP also apply to property (other than a timber resource property) that is a timber limit or a right to cut timber from a limit as well as to industrial mineral mine or a right to remove minerals from an industrial mineral mine. See the Income Tax Regulations for more detail.

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SCHEDULE 9

RELATED AND ASSOCIATED CORPORATIONS

Name of corporation	Business Number	Tax year end Year Month Day
InnPower Corporation	89242 2817 RC0001	2020-12-31

- Complete this schedule if the corporation is related to or associated with at least one other corporation.
- For more information, see the T2 Corporation Income Tax Guide.

	Name	Country of resi- dence (other than Canada)	Business number (see note 1)	Relation-ship code (see note 2)	Number of common shares you own	% of common shares you own	Number of preferred shares you own	% of preferred shares you own	Book value of capital stock
	100	200	300	400	500	550	600	650	700
1.	Innservices Utilities Inc.		81689 7326 RC0001	3					
2.	Town of Innisfil		NR	1					
3.	Innterprises Inc.		86556 4595 RC0001	3			\sim		

Note 1: Enter "NR" if the corporation is not registered or does not have a business number.

Note 2: Enter the code number of the relationship that applies from the following order: 1 - Parent 2 - Subsidiary 3 - Associated 4 - Related but not associated







Continuity of financial statement reserves (not deductible)

Description	Balance at the beginning of the year	Transfer on an amalgamation or the wind-up of a subsidiary	Add	Deduct	Balance at the end of the year
Post retirement benefits	100,083		31,000		131,0
				A	
Reserves from Part 2 of Schedule 13					
Totals	100,083		31,000		131,0

The total opening balance plus the total transfers should be entered on line 414 of Schedule 1 as a deduction. The total closing balance should be entered on line 126 of Schedule 1 as an addition.

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Agreement Among Associated Canadian-Controlled Private Corporations to Allocate the Business Limit

- For use by a Canadian-controlled private corporation (CCPC) to identify all associated corporations and to assign a percentage for each associated corporation. This percentage will be used to allocate the business limit for the small business deduction. Information from this schedule will also be used to determine the date the balance of tax is due and to calculate the reduction to the business limit.
- An associated CCPC that has more than one tax year ending in a calendar year must file an agreement for each tax year ending in that calendar year
- Column 1: Enter the legal name of each of the corporations in the associated group, including those deemed to be associated under subsection 256(2) of the Income Tax Act.
- Column 2: Provide the business number for each corporation (if a corporation is not registered, enter "NR").
- **Column 3:** Enter the association code from the list below that applies to each corporation:
 - 1 Associated for purposes of allocating the business limit (unless association code 5 applies)
 - 2 CCPC that is a **third corporation** as referred to in subsection 256(2) and has filed Schedule 28, Election not to be Associated Through a Third Corporation
 - 3 Non-CCPC that is a third corporation
 - 4 Associated non-CCPC
 - 5 Associated CCPC to which association code 1 does not apply because a third corporation has filed Schedule 28
- **Column 4:** Enter the business limit for the year of each corporation in the associated group. Enter "0" if the corporation has association code 2, 3 or 4 in column 3 (except if the corporation is a cooperative or a credit union eligible for the SBD and it has association code 4).
- Column 5: Assign a percentage to allocate the business limit to each corporation that has association code 1 in column 3. The total of all percentages in column 5 cannot exceed 100%.
- **Column 6:** Enter the business limit allocated to each corporation by multiplying the amount in column 4 by the percentage in column 5. Add all business limits allocated in column 6 and enter the total at line A.

Ensure that the total at line A does not exceed \$500,000.

– Δ Π	ocating the business limit												
	ocaling the business inint	\		//		Year Month Day							
Date filed (do not use this area)													
		Year											
Enter the calendar year the agreement applies to													
	an amended agreement for the above calendar year that		1										
an ag	reement previously filed by any of the associated corporati	ons listed below?			. 075	Yes X No							
	1	2	3	4	5	6							
	Name of associated corporations	Business	Asso-	Business limit	Percentage	Business							
		number of	ciation	for the year	of the	limit							
		associated corporations	code	before the allocation	business limit	allocated*							
		corporations		Ψ	%	Ψ							
	100	200	300		350	400							
	100	200	300		350	400							
1	InnPower Corporation	89242 2817 RC0001	1	500,000									
2	Innservices Utilities Inc.	/81689 7326 RC0001	1	500,000									
3	Town of Innisfil	NR	1	500,000									
4	Innterprises Inc.	86556 4595 RC0001	1	500,000	100.0000	500,000							
				Total	100.0000	500,000 A							

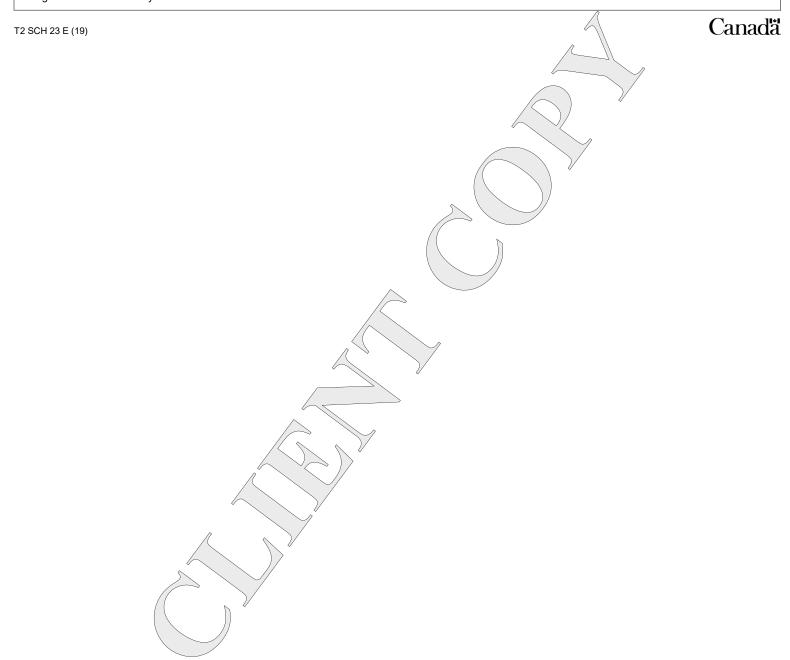
Business limit reduction under subsection 125(5.1) of the Act

The business limit reduction is calculated in the small business deduction area of the T2 return. One of the factors used in this calculation is the "large corporation amount" at line 415 of the T2 return. The amount at line 415 is determined using the formula 0.225% x (C - \$10,000,000). Another factor is the "adjusted aggregate investment income" from lines 744 and 745 of Schedule 7, Aggregate Investment Income and Income Eligible for the Small Business Deduction. Details of these formulas and variable C are in subsection 125(5.1) of the Act.

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

Special rules for business limit

Special rules apply under subsection 125(5) if a CCPC has more than one tax year ending in the same calendar year and it is associated in more than one of those tax years with another CCPC that has a tax year ending in that calendar year. The business limit for the second or later tax year will be equal to the lesser of: the business limit determined for the first tax year ending in the calendar year or the business limit determined for the second or later tax year ending in the same calendar year.



Agence du revenu du Canada Schedule 33

Taxable Capital Employed in Canada – Large Corporations

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2020-12-31

- Use this schedule in determining if the total taxable capital employed in Canada of the corporation (other than a financial institution or an insurance corporation) and its related corporations is greater than \$10,000,000.
- If the total taxable capital employed in Canada of the corporation and its related corporations is greater than \$10,000,000, file a completed Schedule 33 with your T2 Corporation Income Tax Return no later than six months from the end of the tax year.
- Unless otherwise noted, all legislative references are to the Income Tax Act and the Income Tax Regulations.
- Subsection 181(1) defines the terms financial institution, long-term debt, and reserves.
- Subsection 181(3) provides the basis to determine the carrying value of a corporation's assets or any other amount under Part 3 for its capital, investment allowance, taxable capital, or taxable capital employed in Canada, or for a partnership in which it has an interest.
- If the corporation was a non-resident of Canada throughout the year and carried on a business through a permanent establishment in Canada, go to Part 4, Taxable capital employed in Canada.

Part 1 – Capital – variation –
Add the following year-end amounts:
Reserves that have not been deducted in calculating income for the year under Part I
Capital stock (or members' contributions if incorporated without share capital) 103 10,852,000
Retained earnings
Contributed surplus
Any other surpluses
Deferred unrealized foreign exchange gains
All loans and advances to the corporation
All indebtedness of the corporation represented by bonds, debentures, notes, mortgages, hypothecary claims, bankers' acceptances, or similar obligations
Any dividends declared but not paid by the corporation before the end of the year
All other indebtedness of the corporation (other than any indebtedness for a lease) that has been outstanding for more than 365 days before the end of the year
The total of all amounts, each of which is the amount, if any, in respect of a partnership in which the corporation held a membership interest at the end of the year, either directly or indirectly through another partnership (see note below)
Subtotal (add lines 101 to 112) 27,757,000 ▶ 27,757,000 A

Note:

Line 112 is determined by the formula (A - B) x C/D (as per paragraph 181.2(3)(g)) where:

- A is the total of all amounts that would be determined for lines 101, 107, 108, 109, and 111 in respect of the partnership for its last fiscal period that ends at or before the end of the year if
 - a) those lines applied to partnerships in the same manner that they apply to corporations, and
 - b) those amounts were computed without reference to amounts owing by the partnership
 - (i) to any corporation that held a membership interest in the partnership either directly or indirectly through another partnership, or
 - (ii) to any partnership in which a corporation described in subparagraph (i) held a membership interest either directly or indirectly through another partnership.
- B is the partnership's deferred unrealized foreign exchange losses at the end of the period,
- C is the share of the partnership's income or loss for the period to which the corporation is entitled either directly or indirectly through another partnership, and
- D is the partnership's income or loss for the period.

Doub 4 Comital (combined)		09242 2011 NC0001
Part 1 – Capital (continued)	Outstand A /S	27 757 000 -
Deduct the following engagets:	Subtotal A (from page 1)	27,757,000 A
Deduct the following amounts: Deferred tax debit balance at the end of the year	I	
	<u> </u>	
Any deficit deducted in calculating its shareholders' equity (including, for this purpose, the amount of any provision for the redemption of preferred shares) at the end of the year	l	
To the extent that the amount may reasonably be regarded as being included in any of lines 101 to 112 above for the year, any amount deducted under subsection 135(1) in calculating income under Part I for the year.	 	
Deferred unrealized foreign exchange losses at the end of the year		
Subtotal (add lines 121 to 124)	-	B
Capital for the year (amount A minus amount B) (if negative, enter "0")	190	27,757,000
Part 2 – Investment allowance		
Add the carrying value at the end of the year of the following assets of the corporation:		
A share of another corporation	401	
A loan or advance to another corporation (other than a financial institution)		
A bond, debenture, note, mortgage, hypothecary claim, or similar obligation of another corporation (other than a financial institution)	403	
Long-term debt of a financial institution	404	
A dividend payable on a share of the capital stock of another corporation		
A loan or advance to, or a bond, debenture, note, mortgage, hypothecary claim or similar obligation of, a par member of which was, throughout the year, another corporation (other than a financial institution) that was r tax under this Part (otherwise than because of paragraph 181.1(3)(d)), or another partnership described in paragraph 181.2(4)(d.1)	not exempt from	
An interest in a partnership (see note 2 below)	407	
Investment allowance for the year (add lines 401 to 407)	490	
Notes:		
1. Lines 401 to 405 should not include the carrying value of a share of the capital stock of, a dividend payable exempt from tax under Part I.3 (other than a non-resident corporation that at no time in the year carried on establishment).	le by, or indebtedness of a corporation business in Canada through a pern	on that is nanent
 Where the corporation has an interest in a partnership held either directly or indirectly through another paradditional rules regarding the carrying value of an interest in a partnership. 	rtnership, refer to subsection 181.2(5) for
3. Where a trust is used as a conduit for loaning money from a corporation to another related corporation (ot considered to have been made directly from the lending corporation to the borrowing corporation. Refer to apply.		
Part 3 – Taxable capital		
Capital for the year (line 190)	· · · · · · · · · · · · · · · · · · ·	27,757,000 c
Deduct: Investment allowance for the year (line 490)		D
Taxable capital for the year (amount C minus amount D) (if negative, enter "0")	500	27,757,000

i ait 4 – Taxable t	capital employed in	ted by a corporation that	was resident in Canada a	t any time in the year	
	i o be comple	toa by a corporation that	mao resident in Ganada a	tany time in the year	
Taxable capital for the year (line 500)	Ta: 27,757,000 x	xable income earned in Canada 610	1,000 =	Taxable capital employed in Canada 690	27,757,000
, (Taxable income	1,000		
Where a corp to have a taxa	poration's taxable income for able income for that year of	ting the amount of taxable in r a tax year is "0," it shall, fo \$1,000. ulation 8601 should be cons	r the purposes of the above	•	
		d by a corporation that wa ried on a business throug			
		ue at the end of the year of a ness during the year through			
Deduct the following amo	unts:				
paragraphs 181.2(3)(c) to		ner than indebtedness descr regarded as relating to a bu it in Canada			
described in subsection 18	81.2(4) of the corporation the ying on any business during	le at the end of year of an as nat it used in the year, or hel g the year through a perman 	d in the		
corporation that is a ship opersonal or movable prope	or aircraft the corporation op	le at the end of year of an as berated in international traffic poration in carrying on any b I Canada (see note below)	c, or (
		Total deductions (ac	Id lines 711, 712, and 713)	<u> </u>	E
Tavable samital ameniava	ad in Canada (lina 704 main			790	
i axable capital employe	ed in Canada (line 701 min	ius amount E) (if negative, e	enter 0)	· · · · · · · · · · · · · · · · · · ·	
				for the year on similar assets, or a esident in Canada during the year.	tax for the
– Part 5 – Calculatio	on for nurnosas of t	he small business	loduction —		
Fait 5 - Calculation	on for purposes or t	ile siliali busilless c	leduction		
This part is applicable to	o corporations that are no	ot associated in the curre	nt year, but were associa	ted in the prior year.	
Taxable capital employed	in Canada (amount from lin	e 690)			F
Deduct:	`				10,000,000 G
			Excess (amount F minus a	mount G) (if negative, enter "0")	
Calculation for nurnose	s of the small husiness d	eduction (amount H x 0.22			··
Enter this amount at line 4		Cauchon (amount) 1 x 0.22	070)		·

Attached Schedule with Total

Part 1 – All loans and advances to the corporation

Title Part 1 – All loans and advances to the corporation

Explanatory note

Per note 19 of the 2019 FS (w/p FS.1)

Description Operator (Note) Amour Town of Innisfil - receivable	t
InnServices Utilities Inc receivable +	
Innterprises Inc receivable +	
+	
Total	

Note: The calculations are performed one at a time, from the first to the last line, and not according to the priority rules of the operations. For example, the formula 1+2*3 will not result in the same thing as the formula 1+3*2.



Attached Schedule with Total

Part 2 – A loan or advance to another corporation (other than a financial institution)

Title Part 2 – A loan or advance to another corporation (other than a financial in

Explanatory note

Per note 19 of the 2019 FS (w/p FS.1)

Description	Operator (Note)	Amount
InnServices Utilities Inc payable		
Innterprises Inc payable	_ +	
InnServices Utilities Inc receivable (negative balance)	+	
	+	
	Total	

2020-12-31

Note: The calculations are performed one at a time, from the first to the last line, and not according to the priority rules of the operations. For example, the formula 1+2*3 will not result in the same thing as the formula 1+3*2.



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Schedule 50

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Shareholder Information

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2020-12-31

- All private corporations must complete this schedule for any shareholder who holds 10% or more of the corporation's common and/or preferred shares.
- Provide only one number (business number, partnership account number, social insurance number or trust number) per shareholder.

	Name of shareholder (after name, indicate in brackets if the shareholder is a corporation, partnership, individual, or trust)	Business number or partnership account number (9 digits, 2 letters, and 4 digits. If not registered, enter "NR")	Social insurance number (9 digits)	Trust number (T followed by 8 digits)	Percentage common shares	Percentage preferred shares
1	Town of Innisfil	121947188RC0001			100.000	
2						
3			, ,			
4				7		
5				V		
6						
7						
8						
9						
10						
			11			



Ontario Corporate Minimum Tax

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2020-12-31

- File this schedule if the corporation is subject to Ontario corporate minimum tax (CMT). CMT is levied under section 55 of the Taxation Act, 2007 (Ontario), referred to as the "Ontario Act".
- Complete Part 1 to determine if the corporation is subject to CMT for the tax year.
- A corporation not subject to CMT in the tax year is still required to file this schedule if it is deducting a CMT credit, has a CMT credit carryforward,
 or has a CMT loss carryforward or a current year CMT loss.
- A corporation that has Ontario special additional tax on life insurance corporations (SAT) payable in the tax year must complete Part 4 of this
 schedule even if it is not subject to CMT for the tax year.
- A corporation is exempt from CMT if, throughout the tax year, it was one of the following:
 - 1) a corporation exempt from income tax under section 149 of the federal *Income Tax Act*;
 - 2) a mortgage investment corporation under subsection 130.1(6) of the federal Act;
 - 3) a deposit insurance corporation under subsection 137.1(5) of the federal Act;
 - 4) a congregation or business agency to which section 143 of the federal Act applies;
 - 5) an investment corporation as referred to in subsection 130(3) of the federal Act; or
 - 6) a mutual fund corporation under subsection 131(8) of the federal Act.

Determination of CMT applicability

• File this schedule with the T2 Corporation Income Tax Return.

Part 1 – Determination of CMT applicability	
Total assets of the corporation at the end of the tax year *	113,229,000
Share of total assets from partnership(s) and joint venture(s) *	
Total assets of associated corporations (amount from line 450 on Schedule 511)	97,507,604
Total assets (total of lines 112 to 116)	210,736,604
Total revenue of the corporation for the tax year **	54,217,000
Share of total revenue from partnership(s) and joint venture(s) **	
Total revenue of associated corporations (amount from line 550 on Schedule 511)	119,244,746
Total revenue (total of lines 142 to 146)	173,461,746

The corporation is subject to CMT if:

- for tax years ending before July 1, 2010, the total assets at the end of the year of the corporation or the associated group of corporations are more than \$5,000,000, or the total revenue for the year of the corporation or the associated group of corporations is more than \$10,000,000.
- for tax years ending after June 30, 2010, the total assets at the end of the year of the corporation or the associated group of corporations are equal to or more than \$50,000,000, and the total revenue for the year of the corporation or the associated group of corporations is equal to or more than \$100,000,000.

If the corporation is not subject to CMT, do not complete the remaining parts unless the corporation is deducting a CMT credit, or has a CMT credit carryforward, a CMT loss carryforward, a current year CMT loss, or SAT payable in the year.

* Rules for total assets

- Report total assets according to generally accepted accounting principles, adjusted so that consolidation and equity methods are not used.
- Do not include unrealized gains and losses on assets and foreign currency gains and losses on assets that are included in net income for accounting purposes but not in income for corporate income tax purposes.
- The amount on line 114 is determined at the end of the last fiscal period of the partnership or joint venture that ends in the tax year of the corporation. Add the proportionate share of the assets of the partnership(s) and joint venture(s), and deduct the recorded asset(s) for the investment in partnerships and joint ventures.
- A corporation's share in a partnership or joint venture is determined under paragraph 54(5)(b) of the Ontario Act and, if the partnership or joint venture had no income or loss, is calculated as if the partnership's or joint venture's income were \$1 million. For a corporation with an indirect interest in a partnership or joint venture, determine the corporation's share according to paragraph 54(5)(c) of the Ontario Act.

** Rules for total revenue

- Report total revenue in accordance with generally accepted accounting principles, adjusted so that consolidation and equity methods are not used.
- If the tax year is less than 51 weeks, multiply the total revenue of the corporation or the partnership, whichever applies, by 365 and divide by the number of days in the tax year.
- The amount on line 144 is determined for the partnership or joint venture fiscal period that ends in the tax year of the corporation. If the partnership or joint venture has 2 or more fiscal periods ending in the filing corporation's tax year, **multiply** the sum of the total revenue for each of the fiscal periods by 365 and **divide** by the total number of days in all the fiscal periods.
- A corporation's share in a partnership or joint venture is determined under paragraph 54(5)(b) of the Ontario Act and, if the partnership or joint venture had no income or loss, is calculated as if the partnership's or joint venture's income were \$1 million. For a corporation with an indirect interest in a partnership or joint venture, determine the corporation's share according to paragraph 54(5)(c) of the Ontario Act.

− Part 2 – Adjusted net income/loss for CMT purposes ────		
Net income/loss per financial statements *	210	2,617,000
Add (to the extent reflected in income/loss):		
Provision for current income taxes/cost of current income taxes	257,000	
Provision for deferred income taxes (debits)/cost of future income taxes 222	496,000	
Equity losses from corporations		
Financial statement loss from partnerships and joint ventures		
Dividends deducted on financial statements (subsection 57(2) of the Ontario Act),		
excluding dividends paid by credit unions under subsection 137(4.1) of the federal Act 230		
Other additions (see note below):		
Share of adjusted net income of partnerships and joint ventures ** Total patronage dividends received, not already included in net income/loss		
281 282 _		
283 284		
Subtotal ₌	753,000	753,000 A
Deduct (to the extent reflected in income/loss):	\sim	
Provision for recovery of current income taxes/benefit of current income taxes 320		
Provision for deferred income taxes (credits)/benefit of future income taxes 322		
Equity income from corporations 324		
Financial statement income from partnerships and joint ventures		
Dividends deductible under section 112, section 113, or subsection 138(6) of the federal Act		
Dividends not taxable under section 83 of the federal Act (from Schedule 3) 332		
Gain on donation of listed security or ecological gift		
Accounting gain on transfer of property to a corporation under section 85 or 85.1 of the federal Act ***		
Accounting gain on transfer of property to/from a partnership under section 85 or 97 of the federal Act ****		
Accounting gain on disposition of property under subsection 13(4), subsection 14(6), or section 44 of the federal Act *****		
Accounting gain on a windup under subsection 88(1) of the federal Act or an amalgamation under section 87 of the federal Act	,	
Other deductions (see note below):		
Share of adjusted net loss of partnerships and joint ventures **		
Tax payable on dividends under subsection 191.1(1) of the federal Act multiplied by 3 Interest deducted/deductible under paragraph 20(1)(c) or (d) of the federal Act, not already included in net income/loss		
Patronage dividends paid (from Schedule 16) not already included in net income/loss		
Tax expense within net movement in regulatory balances 382	496,000	
383	130/000	
385		
387 388		
389		
Subtotal	496,000 ▶	496,000 B
Adjusted net income/loss for CMT nurnoses (line 210 plus amount A minus amount B)	490	2.874.000

If the amount on line 490 is positive and the corporation is subject to CMT as determined in Part 1, enter the amount on line 515 in Part 3.

If the amount on line 490 is negative, enter the amount on line 760 in Part 7 (enter as a positive amount).

Note

In accordance with Ontario Regulation 37/09, when calculating net income for CMT purposes, accounting income should be adjusted to:

- exclude unrealized gains and losses due to mark-to-market changes or foreign currency changes on specified mark-to-market property (assets only);
- include realized gains and losses on the disposition of specified mark-to-market property not already included in the accounting income, if the
 property is not a capital property or is a capital property disposed in the year or in a previous tax year ended after March 22, 2007.

"Specified mark-to-market property" is defined in subsection 54(1) of the Ontario Act.

These rules also apply to partnerships. A corporate partner's share of a partnership's adjusted income flows through on a proportionate basis to the corporate partner.

* Rules for net income/loss

Banks must report net income/loss as per the report accepted by the Superintendent of Financial Institutions under the federal Bank Act, adjusted so consolidation and equity methods are not used.

- Part 2 - Calculation of adjusted net income/loss for CMT purposes (continued)

- Life insurance corporations must report net income/loss as per the report accepted by the federal Superintendent of Financial Institutions or equivalent provincial insurance regulator, before SAT and adjusted so consolidation and equity methods are not used. If the life insurance corporation is resident in Canada and carries on business in and outside of Canada, multiply the net income/loss by the ratio of the Canadian reserve liabilities divided by the total reserve liability. The reserve liabilities are calculated in accordance with Regulation 2405(3) of the federal Act.
- Other corporations must report net income/loss in accordance with generally accepted accounting principles, except that consolidation and equity methods must not be used. When the equity method has been used for accounting purposes, equity losses and equity income are removed from book income/loss on lines 224 and 324 respectively.
- Corporations, other than insurance corporations, should report net income from line 9999 of the GIFI (Schedule 125) on line 210.
- ** The share of the adjusted net income of a partnership or joint venture is calculated as if the partnership or joint venture were a corporation and the tax year of the partnership or joint venture were its fiscal period. For a corporation with an indirect interest in a partnership through one or more partnerships, determine the corporation's share according to clause 54(5)(c) of the Ontario Act.
- *** A joint election will be considered made under subsection 60(1) of the Ontario Act if there is an entry on line 342, and an election has been made for transfer of property to a corporation under subsection 85(1) of the federal Act.
- **** A joint election will be considered made under subsection 60(2) of the Ontario Act if there is an entry on line 344, and an election has been made under subsection 85(2) or 97(2) of the federal Act.
- ***** A joint election will be considered made under subsection 61(1) of the Ontario Act if there is an entry on line 3/46, and an election/has been made under subsection 13(4) or 14(6) and/or section 44 of the federal Act.

For more information on how to complete this part, see the T2 Corporation - Income Tax Guide

To information of now to complete this part, see the 12 comporation – income rax duide.
Part 3 – CMT payable
Adjusted net income for CMT purposes (line 490 in Part 2, if positive)
Deduct:
CMT loss available (amount R from Part 7)
Minus: Adjustment for an acquisition of control *
Adjusted CMT loss available
Net income subject to CMT calculation (if negative, enter "0")
Net income subject to civil calculation (in negative, enter 0)
Amount from Number of days in the tax
line 520 2,874,000 × year before July 1, 2010 x 4 % = 1
Number of days in the tax year
Amount from Number of days in the tax
line 520 2,874,000 ×year after June 30, 2010 366 × 2.7 % = 77,5982
Number of days in the tax year
Subtotal (amount 1 plus amount 2)
Gross CMT: amount on line 3 above x OAF **
Deduct:
Foreign tax credit for CMT purposes ***
CMT after foreign tax credit deduction (line 540 minus line 550) (if negative, enter "0")
Deduct:
Ontario corporate income tax payable before CMT credit (amount F6 from Schedule 5)
Net CMT payable (if negative, enter "0")
Enter amount E on line 278 of Schedule 5, Tax Calculation Supplementary – Corporations, and complete Part 4.
* Enter the portion of CMT loss available that exceeds the adjusted net income for the tax year from carrying on a business before the acquisition of
control. See subsection 58(3) of the Ontario Act.
*** Enter "0" on line 550 for life insurance corporations as they are not eligible for this deduction. For all other corporations, enter the cumulative total
of amount J for the province of Ontario from Part 9 of Schedule 21 on line 550.
** Calculation of the Ontario allocation factor (OAF):
If the provincial or territorial jurisdiction entered on line 750 of the T2 return is "Ontario," enter "1" on line F.
If the provincial or territorial jurisdiction entered on line 750 of the T2 return is "multiple," complete the following calculation, and enter the result on line F:
If the provincial of territorial jurisdiction carried of the 750 of the 72 feturns. That tiple, complete the following calculation, and enter the result of the 7.
Ontario taxable income **** =
Taxable income *****
Ontario allocation factor 1.00000 F
**** Enter the amount allocated to Ontario from column F in Part 1 of Schedule 5. If the taxable income is nil, calculate the amount in column F as if the
taxable income were \$1,000.
******Enter the taxable income amount from line 360 or amount 7 of the T2 return, whichever applies. If the taxable income is nil, enter "1,000"

Dowl 4. Coloulation of CMT anality committee would	09242 2017 NC0001
Part 4 – Calculation of CMT credit carryforward ————————————————————————————————————	
CMT credit carryforward at the end of the previous tax year *	
Deduct:	
CMT credit expired *	56 504
CMT credit carryforward at the beginning of the current tax year * (see note below) 56,524 620	56,524
Add:	
CMT credit carryforward balances transferred on an amalgamation or the windup of a subsidiary (see note below) 650	 56,524 н
CMT credit available for the tax year (amount on line 620 plus amount on line 650)	H
CMT credit deducted in the current tax year (amount P from Part 5)	I
Subtotal (amount H minus amount I) _	56,524 J
Add:	
Net CMT payable (amount E from Part 3)	
SAT payable (amount O from Part 6 of Schedule 512)	
Subtotal	K
CMT credit carryforward at the end of the tax year (amount J plus amount K)	56,524 ।
=	
* For the first harmonized T2 return filed with a tax year that includes days in 2009:	
- do not enter an amount on line G or line 600;	
- for line 620, enter the amount from line 2336 of Ontario CT23 Schedule 101, Corporate Minimum Tax (CMT), for the last tax year the	at ended in 2008.
For other tax years, enter on line G the amount from line 670 of Schedule 510 from the previous tax year.	
Note: If you entered an amount on line 620 or line 650, complete Part 6.	
┌ Part 5 – Calculation of CMT credit deducted from Ontario corporate income tax payable	
	F6 F24
CMT credit available for the tax year (amount H from Part 4)	56,524 _M
Ontario corporate income tax payable before CMT credit (amount F6 from Schedule 5)	
For a corporation that is not a life insurance corporation:	
CMT after foreign tax credit deduction (amount D from Part 3) 2	
For a life insurance corporation:	
Gross CMT (line 540 from Part 3)	
Gross SAT (line 460 from Part 6 of Schedule 512)	
The greater of amounts 3 and 4	
Subtotal (if negative, enter "0")	N
	N
Ontario corporate income tax payable before CMT credit (amount F6 from Schedule 5)	
Deduct:	
Total refundable tax credits excluding Ontario qualifying environmental trust tax credit (amount J6 minus line 450 from Schedule 5)	
Subtotal (if negative, enter "0")	0
CMT credit deducted in the current tax year (least of amounts M, N, and O)	P
Enter amount P on line 418 of Schedule 5 and on line I in Part 4 of this schedule.	
Is the corporation claiming a CMT credit earned before an acquisition of control?	1 Yes 2 No X
If you answered yes to the question at line 675, the CMT credit deducted in the current tax year may be restricted. For information on how the may be restricted, see subsections 53(6) and (7) of the Ontario Act.	deduction

┌ Part 6 – Analysis of CMT credit available for carryforward by year of origin -

Complete this part if:

- the tax year includes January 1, 2009; or
- the previous tax year-end is deemed to be December 31, 2008, under subsection 249(3) of the federal Act.

Year of origin	CMT credit balance *	
10th previous tax year	680	
9th previous tax year	681	
8th previous tax year	682	
7th previous tax year	683	
6th previous tax year	684	
5th previous tax year	685	
4th previous tax year	686	
3rd previous tax year	687)/
2nd previous tax year	688	\nearrow
1st previous tax year	689	<i>V</i>
Total **		

- * CMT credit that was earned (by the corporation, predecessors of the corporation, and subsidiaries wound up into the corporation) in each of the previous 10 tax years and has not been deducted.
- ** Must equal the total of the amounts entered on lines 620 and 650 in Part 4.

	_
Part 7 – Calculation of CMT loss carryforward	_
CMT loss carryforward at the end of the previous tax year *	
Deduct:	
CMT loss expired *	
CMT loss carryforward at the beginning of the tax year * (see note below)	
Add:	
CMT loss transferred on an amalgamation under section 87 of the federal Act ** (see note below)	
CMT loss available (line 720 plus line 750)	R
Deduct:	
CMT loss deducted against adjusted net income for the tax year (lesser of line 490 (if positive) and line C in Part 3)	
Subtotal (if negative, enter "0")	S
Add:	
Adjusted net loss for CMT purposes (amount from line 490 in Part 2, if negative) (enter as a positive amount)	
CMT loss carryforward balance at the end of the tax year (amount S plus line 760)	Т
* For the first harmonized T2 return filed with a tax year that includes days in 2009:	
- do not enter an amount on line Q or line 700;	
- for line 720, enter the amount from line 2214 of Ontario CT23 Schedule 101, Corporate Minimum Tax (CMT), for the last tax year that ended in 2008.	
For other tax years, enter on line Q the amount from line 770 of Schedule 510 from the previous tax year.	
** Do not include an amount from a predecessor corporation if it was controlled at any time before the amalgamation by any of the other predecessor corporations.	
Note: If you entered an amount on line 720 or line 750, complete Part 8.	

Complete this part if:

- the tax year includes January 1, 2009; or
- the previous tax year-end is deemed to be December 31, 2008, under subsection 249(3) of the federal Act.

Year of origin	Balance earned in a tax year ending before March 23, 2007 *	Balance earned in a tax year ending after March 22, 2007 **
10th previous tax year	810	820
9th previous tax year	811	821
8th previous tax year	812	822
7th previous tax year	813	823
6th previous tax year	814	824
5th previous tax year	815	825
4th previous tax year	816	826
3rd previous tax year	817	827
2nd previous tax year	818	828
1st previous tax year		829
Total ***		

2020-12-31

^{***} The total of these two columns must equal the total of the amounts entered on lines 720 and 750.



^{*} Adjusted net loss for CMT purposes that was earned (by the corporation, by subsidiaries wound up into or amalgamated with the corporation before March 22, 2007, and by other predecessors of the corporation) in each of the previous 10 tax years that ended before March 23, 2007, and has not been deducted.

^{**} Adjusted net loss for CMT purposes that was earned (by the corporation and its predecessors, but not by a subsidiary predecessor) in each of the previous 20 tax years that ended after March 22, 2007, and has not been deducted.

Agence du revenu du Canada **SCHEDULE 511**

ONTARIO CORPORATE MINIMUM TAX – TOTAL ASSETS AND REVENUE FOR ASSOCIATED CORPORATIONS

Name of corporation	Business Number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2020-12-31

- For use by corporations to report the total assets and total revenue of all the Canadian or foreign corporations with which the filing corporation was associated at any time during the tax year. These amounts are required to determine if the filing corporation is subject to corporate minimum tax.
- Total assets and total revenue include the associated corporation's share of any partnership(s)/joint venture(s) total assets and total revenue.
- Attach additional schedules if more space is required.
- File this schedule with the T2 Corporation Income Tax Return.

	Names of associated corporations	Business number (Canadian corporation only)	Total assets* (see Note 2)	Total revenue** (see Note 2)
		(see Note 1)		
	200	300	400	500
1	Innservices Utilities Inc.	81689 7326 RC0001	46,013,000	19,038,000
2	Town of Innisfil	NR	50,000,000	100,000,000
3	Innterprises Inc.	86556 4595 RC0001	1,494,604	206,746
			450	550
		Total \	97,507,604	119,244,746

Enter the total assets from line 450 on line 116 in Part 1 of Schedule 510, Ontario Corporate Minimum Tax. Enter the total revenue from line 550 on line 146 in Part 1 of Schedule 510.

Note 1: Enter "NR" if a corporation is not registered.

Note 2: If the associated corporation does not have a tax year that ends in the filing corporation's current tax year but was associated with the filing corporation in the previous tax year of the filing corporation, enter the total revenue and total assets from the tax year of the associated corporation that ends in the previous tax year of the filing corporation.

* Rules for total assets

- Report total assets in accordance with generally accepted accounting principles, adjusted so that consolidation and equity methods are not used.
- Include the associated corporation's share of the total assets of partnership(s) and joint venture(s) but exclude the recorded asset(s) for the investment in partnerships and joint ventures.
- Exclude unrealized gains and losses on assets that are included in net income for accounting purposes but not in income for corporate income tax purposes.

** Rules for total revenue

- Report total revenue in accordance with generally accepted accounting principles, adjusted so that consolidation and equity methods are not used.
- If the associated corporation has 2 or more tax years ending in the filing corporation's tax year, multiply the sum of the total revenue for each of those tax years by 365 and divide by the total number of days in all of those tax years.
- If the associated corporation's tax year is less than 51 weeks and is the only tax year of the associated corporation that ends in the filing corporation's tax year, multiply the associated corporation's tax year.
- Include the associated corporation's share of the total revenue of partnerships and joint ventures.
- If the partnership or joint venture has 2 or more fiscal periods ending in the associated corporation's tax year, multiply the sum of the total revenue for each of the fiscal periods by 365 and divide by the total number of days in all the fiscal periods.

T2 SCH 511

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InnPower Corporation EB-2023-0033 Exhibit 6 Appendix 6-2-1 (E) 2021 Tax Return May 12, 2023

Appendix 6-2-1 (E) 2021 Tax Return



Canada Revenue Agence du revenu du Canada

T2 Corporation Income Tax Return

200

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

All legislative references on this return are to the federal Income Tax Act and Income Tax Regulations. This return may contain changes that had not yet become law at the time of publication.

Send one completed copy of this return, including schedules and the General Index of Financial Information (GIFI), to your tax centre. You have to file the return within six months after the end of the corporation's tax year.

For more information see **canada.ca/taxes** or Guide T4012, T2 Corporation – Income Tax Guide.

055	Do not use this area

┌ Identification ─────	
Business number (BN)	
Corporation's name OO2 InnPower Corporation Address of head office	To which tax year does this return apply? Tax year start Year Month Day 060 2021-01-01 Tax year-end Year Month Day 2021-12-31
Has this address changed since the last time we were notified?	Has there been an acquisition of control resulting in the application of subsection 249(4) since the tax year start on line 060?
Country (other than Canada) Postal or ZIP code 017 D18 L9S 0J3 Mailing address (if different from head office address)	Is the date on line 061 a deemed tax year-end according to subsection 249(3.1)?
Has this address changed since the last time we were notified?	Is the corporation a professional corporation that is a member of a partnership?
021 c/o 022 7251 Yonge Street 023 City Province, territory, or state	Is this the first year of filing after: Incorporation?
O25 Innisfil O26 ON Country (other than Canada) Postal or ZIP code O27 O28 L9S 0J3 Location of books and records (if different from head office address)	Has there been a wind-up of a subsidiary under section 88 during the current tax year?
Has this address changed since the last time we were notified?	Is this the final tax year before amalgamation?
If yes, complete lines 031 to 038. 031	dissolution?
035 Innisfil 036 ON Country (other than Canada) Postal or ZIP code 037 038 L9S 0J3	Is the corporation a resident of Canada? If no, give the country of residence on line 081 and complete and attach Schedule 97.
 Type of corporation at the end of the tax year (tick one) 1 Canadian-controlled private corporation (CCPC) 2 Other private corporation 3 Public corporation 	Is the non-resident corporation claiming an exemption under an income tax treaty?
4 Corporation controlled by a public corporation 5 Other corporation (specify) If the type of corporation changed during the tax year, provide the effective date of the change	If the corporation is exempt from tax under section 149, tick one of the following boxes: 1 Exempt under paragraph 149(1)(e) or (I) 2 Exempt under paragraph 149(1)(j) 4 Exempt under other paragraphs of section 149
Do not use	this area
095 096	898

∼ Attachments ────		
Financial statement information: Use GIFI schedules 100, 125, and 141.		
Schedules – Answer the following questions. For each yes response, attach the schedule to the T2 return, unless otherwise instructed.	Vo	Schedule
In the common form we late of the common form of	150 X	7
Is the corporation related to any other corporations?	160 X	9
Is the corporation an associated CCPC?	161	23
Is the corporation an associated CCPC that is claiming the expenditure limit?	151	49
Does the corporation have any non-resident shareholders who own voting shares?	191	<u> </u>
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	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	44
Has the corporation paid any royalties, management fees, or other similar payments to residents of Canada?	164	14
Is the corporation claiming a deduction for payments to a type of employee benefit plan?	165	15
Is the corporation claiming a loss or deduction from a tax shelter?	166	T5004
Is the corporation a member of a partnership for which a partnership account number has been assigned?	167	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		_ 10010
with the corporation have a beneficial interest in a non-resident discretionary trust (without reference to section 94)?	168	22
Did the corporation own any shares in one or more foreign affiliates in the tax year?	169	25
Has the corporation made any payments to non-residents of Canada under subsections 202(1) and/or 105(1) of the Income Tax Regulations?	170	29
Did the corporation have a total amount over CAN\$1 million of reportable transactions with non-arm's length non-residents?	171	T106
For private corporations: Does the corporation have any shareholders who own 10% or more of the corporation's		_ 1100
common and/or preferred shares?	173 X	50
Has the corporation made payments to, or received amounts from, a retirement compensation plan arrangement during the year?	172	
Does the corporation earn income from one or more Internet web pages or websites?	180	88
Is the net income/loss shown on the financial statements different from the net income/loss for income tax purposes?	201 X	1
Has the corporation made any charitable donations; gifts of cultural or ecological property; or gifts of medicine?	202	2
Has the corporation received any dividends or paid any taxable dividends for purposes of the dividend refund?	203	3
Is the corporation claiming any type of losses?	204	4
Is the corporation claiming a provincial or territorial tax credit or does it have a permanent establishment in more than one jurisdiction?	205 X	5
Has the corporation realized any capital gains or incurred any capital losses during the tax year?	206	6
i) Is the corporation a CCPC and reporting a) income or loss from property (other than dividends deductible on line 320 of the T2 return), b) income from a partnership, c) income from a foreign business, d) income from a personal services business, e) income referred to in clause 125(1)(a)(i)(C) or 125(1)(a)(i)(B), f) aggregate investment income as defined in subsection 129(4), or g) an amount assigned to it under subsection 125(3.2) or 125(8); or ii) Is the corporation a member of a partnership and assigning its specified partnership business limit to a designated member under	207 V	1
subsection 125(8)?	207 X	7
Does the corporation have any property that is eligible for capital cost allowance?	208 X	8
Does the corporation have any resource-related deductions?	212	12
Is the corporation claiming deductible reserves?	213	13
Is the corporation claiming a patronage dividend deduction?	216	16
Is the corporation a credit union claiming a deduction for allocations in proportion to borrowing or a provincial credit union tax reduction?	217	17
Is the corporation an investment corporation or a mutual fund corporation?	218	18
Is the corporation carrying on business in Canada as a non-resident corporation?	220	20
Is the corporation claiming any federal, provincial, or territorial foreign tax credits, or any federal logging tax credits?	221	21
Does the corporation have any Canadian manufacturing and processing profits?	227	27
Is the corporation claiming an investment tax credit?	231 X	31
Is the corporation claiming any scientific research and experimental development (SR&ED) expenditures?	232 X	T661
Is the total taxable capital employed in Canada of the corporation and its related corporations over \$10,000,000?	233 X	33/34/35
Is the total taxable capital employed in Canada of the corporation and its associated corporations over \$10,000,000?	234 X	
Is the corporation subject to gross Part VI tax on capital of financial institutions?	238	38
Is the corporation claiming a Part I tax credit?	242	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	43
Is the corporation agreeing to a transfer of the liability for Part VI.1 tax?	244	45
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	39
Is the corporation claiming a Canadian film or video production tax credit?	253	T1131
Is the corporation claiming a film or video production services tax credit?	254	T1177
Is the corporation claiming a Canadian journalism labour tax credit?	272	58
Is the corporation subject to Part XIII.1 tax? (Show your calculations on a sheet that you identify as Schedule 92.)	255	92

- Attachments (continued)	es Schedule
274	T1134
Did the corporation have any foreign affiliates in the tax year? Did the corporation own or hold specified foreign property where the total cost amount of all such property, at any time in the year, was more than CAN\$100,000?	T1135
Did the corporation transfer or loan property to a non-resident trust?	T1141
Did the corporation receive a distribution from or was it indebted to a non-resident trust in the year?	T1142
Has the corporation entered into an agreement to allocate assistance for SR&ED carried out in Canada?	T1142
Has the corporation entered into an agreement to transfer qualified expenditures incurred in respect of SR&ED contracts?	T1145
Has the corporation entered into an agreement with other associated corporations for salary or wages of specified employees for SR&ED?	T1174
Did the corporation pay taxable dividends (other than capital gains dividends) in the tax year?	55
Has the corporation made an election under subsection 89(11) not to be a CCPC?	T2002
Has the corporation revoked any previous election made under subsection 89(11)?	T2002
Did the corporation (CCPC or deposit insurance corporation (DIC)) pay eligible dividends, or did its general rate income pool (GRIP) change in the tax year?	X 53
Did the corporation (other than a CCPC or DIC) pay eligible dividends, or did its low rate income pool (LRIP) change in the tax year? 269	54
Is the corporation claiming a return of fuel charge proceeds to farmers tax credit?	63
Are you an employer reporting a non-qualified security agreement under subsection 110(1.9)?	59
Is the corporation claiming an air quality improvement tax credit?	65
Additional information —	
Did the corporation use the International Financial Reporting Standards (IFRS) when it prepared its financial statements? 270 Yes X	No
Is the corporation inactive?	No X
What is the corporation's main revenue-generating business activity? <u>221122</u> <u>Electric Power Distribution</u>	
Specify the principal products mined, manufactured, 284 Electricity distributor	00.000 %
sold, constructed, or services provided, giving the	%
approximate percentage of the total revenue that each product or service represents.	%
Did the corporation immigrate to Canada during the tax year?	No X
Did the corporation emigrate from Canada during the tax year?	No X
Do you want to be considered as a quarterly instalment remitter if you are eligible?	No
If the corporation was eligible to remit instalments on a quarterly basis for part of the tax year, provide the date the corporation ceased to be eligible	onth Day
If the corporation's major business activity is construction, did you have any subcontractors during the tax year? Yes	No
- Taxable income	
Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI	562,968 A
Charitable donations from Schedule 2	
Cultural gifts from Schedule 2	
Ecological gifts from Schedule 2	
Gifts of medicine made before March 22, 2017, from Schedule 2	
from Schedule 3	
Net capital losses of previous tax years from Schedule 4	
Farm losses of previous tax years from Schedule 4	
Taxable capital gains or taxable dividends allocated from a central credit union 340	
Prospector's and grubstaker's shares	
Employer deduction for non-qualified securities	
Subtotal ►	В
Subtotal (amount A minus amount B) (if negative, enter "0")	562,968 c
Section 110.5 additions or subparagraph 115(1)(a)(vii) additions	D
Taxable income (amount C plus amount D)	562,968
Taxable income for the year from a personal services business	Z.1
* This amount is equal to 3.5 times the Part VI.1 tax payable at line 724 on page 9.	

	ess deduction ——	ns (CCBCs) throughou	ut the tax year			
	the small business ded	· · · · · · · ·	-		400	1,813,968
•				622* an naga 9		1,013,900
minus 4 times federal law, is exe		* on page 8, and minus	3) of the amount on line s any amount that, becau	se of	440	562,968 i
Notes:	o notes i and 2 bolow)					
	at are not associated on	tor \$ 500,000, on line	410. However, if the corp	voration's tax year is	loss than 51	
weeks, prorate	this amount by the num	ber of days in the tax y	ear divided by 365, and	enter the result on		
2. For associated	I CCPCs, use Schedule	23 to calculate the amo	ount to be entered on line	410.		
Business limit re						
Taxable capita	al business limit reduc	tion				
Amount C		x 415 ***	473,201 D	=		
		-	11,250			_
Passive incon	ne business limit redu	ction				
Adjusted aggre	egate investment income	from Schedule 7**** .	417 20	0,000 –	50,000 =	150,000 i
Amount C		X Amount F	150,000	=		(
7 tillodin O	100,000	, , , , , , , , , , , , , , , , , , ,	130,000			
	200,000		Th	ne greater of amoun	t E and amount G 422	ŀ
Reduced husiness	s limit (amount C minus	amount H) (if negative			400	
	CCPC assigns under su		·			
	ss limit after assignme	, , ,	,		400	
	leduction - Amount A, I			· · · · · · · · · · · · · · · · · · ·		·
	n line 430 at amount J o					
			redit deductible on line 6		e to the refundable tax on the	e CCPC's
	,		•		the corporation tax reductions	s under section 123.4.
*** Large corp	orations				•	
If the co	rporation is not associat		s in both the current and year minus \$10,000,000		the amount to be entered on	line 415 is:
entered	on line 415 is: (total taxa	able capital employed ir	s in the current tax year, Canada for the current Schedule 23 for the spe	year minus \$10,00	•	amount to be
**** Enter the to calendar ye	tal adjusted aggregate interest.	nvestment income of the has to file	e corporation and all ass le a Schedule 7. For a co	ociated corporation orporation's first tax	s for each tax year that ender year that starts after 2018, th	is amount is
			rwise, this amount is the in the preceding calenda		reported at line 745 of the co	orresponding
Specified corpora	ate income and assign	ment under subsection	on 125(3.2)			
	L1		L	N		N
	Name of corporation re income and assigne		Business number of the corporation receiving the assigned amount	Income portion clause 125(1) corporation colum	(a)(i)(B) to the corporidentified in	es limit assigned to ration identified in column L 4
			490	50	00	505
1.				_		
Notes:				Total 510	Total 515	

- specified farming or fishing income of the corporation for the year) from an active business of the corporation for the year from the provision of services or property to a private corporation (directly or indirectly, in any manner whatever) if
 - (A) at any time in the year, the corporation (or one of its shareholders) or a person who does not deal at arm's length with the corporation (or one of its shareholders) holds a direct or indirect interest in the private corporation, and
 - (B) it is not the case that all or substantially all of the corporation's income for the year from an active business is from the provision of services or property to
 - (I) persons (other than the private corporation) with which the corporation deals at arm's length, or
 - (II) partnerships with which the corporation deals at arm's length, other than a partnership in which a person that does not deal at arm's length with the corporation holds a direct or indirect interest.
- 4. The amount of the business limit you assign to a CCPC cannot be greater than the amount determined by the formula A B, where A is the amount of income referred to in column M in respect of that CCPC and B is the portion of the amount described in A that is deductible by you in respect of the amount of income referred to in clauses 125(1)(a)(i)(A) or (B) for the year. The amount on line 515 cannot be greater than the amount on line 426.

┌ General tax reduction for Canadian-controlled private corporations ──────		
Canadian-controlled private corporations throughout the tax year		
Taxable income from line 360 on page 3	<u></u>	562,968 A
Lesser of amounts 9B and 9H from Part 9 of Schedule 27	В	
Amount 13K from Part 13 of Schedule 27	C	
Personal services business income		
Amount from line 400, 405, 410, or 428 on page 4, whichever is the least		
Aggregate investment income from line 440 on page 6*		
Subtotal (add amounts B to F)		G
Subtotal (aud almounts B to F)		
Amount A minus amount G (if negative, enter "0")	<u></u>	<u>562,968</u> н
General tax reduction for Canadian-controlled private corporations – Amount H multiplied by 13 % Enter amount I on line 638 on page 8.	······ <u>—</u>	73,186
* Except for a corporation that is, throughout the year, a cooperative corporation (within the meaning assigned by subst	ection 136(2)) or a cr	edit union.
General tax reduction Do not complete this area if you are a Canadian-controlled private corporation, an investment corporation, a mode a mutual fund corporation, or any corporation with taxable income that is not subject to the corporation tax rates	e of 38%.	• ,
Taxable income from line 360 on page 3		J
Lesser of amounts 9B and 9H from Part 9 of Schedule 27	K	
Amount 13K from Part 13 of Schedule 27	L	
Amount 13K from Part 13 of Schedule 27 Personal services business income	M	
Subtotal (add amounts K to M)		N
Amount J minus amount N (if negative, enter "0")	<u></u>	O
General tax reduction – Amount O multiplied by 13 %		Р
Enter amount P on line 639 on page 8.		·

Refundable portion of Part I tax	
Canadian-controlled private corporations throughout the tax year	
Aggregate investment income from Schedule 7	/ 3 % = A
Foreign non-business income tax credit from line 632 on page 8	B
Foreign investment income from Schedule 7	= C
Subtotal (amount B minus amount C) (if negative, enter "0	
Amount A minus amount D (if negative, enter "0")	
Taxable income from line 360 on page 3	562,968_ F
Amount from line 400, 405, 410, or 428 on page 4, whichever is the least	G
Foreign non-business income tax credit from line 632 on page 8	н
Foreign business income tax credit from line 636 on page 8 x 4 =	1
Subtotal (add amounts G to I)	, J
	J) 562,968 K × 30 2 / 3 % = 172,644 L
Part I tax payable minus investment tax credit refund (line 700 minus line 780 f	
	450
Refundable portion of Part I tax – Amount E, L, or M, whichever is the least	450 N

Refundable dividend tax on hand		
Refundable dividend tax on hand (RDTOH) at the end of the previous	ous tax year	
Dividend refund for the previous tax year	465	
Net RDTOH transferred on an amalgamation or the wind-up of a subs	sidiary 480	
Subtotal (line	460 minus line 465 plus line 480)	A
General rate income pool (GRIP) at the end of the previous tax year ((from line 100 of Schedule 53)	В
Total eligible dividends paid in the previous tax year (from line 300 of	Schedule 53) C	
Total excessive eligible dividend designation in the previous tax year		
	s amount D) (if negative, enter "0")	E
Net GRIP at the end of the previous tax year (amount B minus amou GRIP transferred on an amalgamation or the wind-up of a subsidiary (total of lines 230 and 240 of Schedule 53)		
	ubtotal (amount F plus amount G)	Н
		1
Eligible refundable dividend tax on hand (ERDTOH) at the end of the	previous tax year (for the first tax year starting after 2018,	
amount A or I, whichever is less, otherwise, use line 530		J
Non-eligible refundable dividend tax on hand (NERDTOH) at the end	of the previous tax year (for the first tax year starting after	
2018, amount A minus amount I, otherwise, use line 545		K
Part IV tax payable on taxable dividends from connected corporations	s (amount 2G from Schedule 3) L	
Part IV tax payable on eligible dividends from non-connected corpora		
S	ubtotal (amount L plus amount M) ►	N
Net ERDTOH transferred on an amalgamation or the wind-up of a sul	bsidiary 525	0
ERDTOH dividend refund for the previous tax year	570 <u>570</u>	P
		Q
Part IV tax before deductions (amount 2A from Schedule 3)	R	
	s	
Part IV tax reduction due to Part IV.1 tax payable (amount 4D of Sche		
Subtotal (amount F	R minus total of amounts S and T)	U
Net NERDTOH transferred on an amalgamation or the wind-up of a s	subsidiary	V
NERDTOH dividend refund for the previous tax year		w
38 1/3% of the total losses applied against Part IV tax (amount 2D fro		X
Part IV tax payable allocated to NERDTOH, net of losses claimed (an	nount U minus amount X) (if negative enter "0")	Y
NERDTOH at the end of the tax year (total of amounts K, Q, V, and Part IV tax payable allocated to ERDTOH, net of losses claimed (amount exceeds amount U) (if negative, enter "0")	ount N minus the amount, if any, by which amount X	Z
ERDTOH at the end of the tax year (total of amounts J, O, and Z mi	inus amount P) (if negative, enter "0") 530	2
, (,		
☐ Dividend refund		
38 1/3% of total eligible dividends paid in the tax year (amount 3A from	m Schedule 3)	AA
ERDTOH balance at the end of the tax year (line 530)	·····	BB
Eligible dividend refund (amount AA or BB, whichever is less)	·····	cc
38 1/3% of total non-eligible taxable dividends paid in the tax year (ar	mount 3B from Schedule 3)	DD
NERDTOH balance at the end of the tax year (line 545)	<u> </u>	EE
Non-eligible dividend refund (amount DD or EE, whichever is less)		FF
,	<u> </u>	GG
Amount BB minus amount CC (if negative, enter "0")	······	НН
Additional non-eligible dividend refund (amount GG or HH, which	ever is less)	II
Dividend refund – Amount CC plus amount FF plus amount II		JJ
Enter amount J.J on line 784 on page 9		

- Part I tax		
Base amount Part I tax – Taxable income (from line 360 on page 3) multiplied by 38 %		213,928 A
Additional tax on personal services business income (section 123.5)		
Taxable income from a personal services business	x 5 % = 560	B
Recapture of investment tax credit from Schedule 31	602	C
Calculation for the refundable tax on the Canadian-controlled private corporation's (CCPC) investment (if it was a CCPC throughout the tax year)	tincome	
Aggregate investment income from line 440 on page 6	D	
Taxable income from line 360 on page 3		
Amount from line 400, 405, 410, or 428 on page 4, whichever		
is the leastF	E42.040	
Net amount (amount E minus amount F) ►	<u>562,968</u> G	
Refundable tax on CCPC's investment income - 10 2 / 3 % of whichever is less: amount D or amount G	604	н
Subtotal (add a	imounts A, B, C, and H)	213,928 ।
·	,	
Deduct:	_	
Small business deduction from line 430 on page 4	J	
Federal tax abatement 608	56,297	
Manufacturing and processing profits deduction from Schedule 27		
Investment corporation deduction 620 Taxed capital gains		
Federal foreign non-business income tax credit from Schedule 21		
Federal foreign business income tax credit from Schedule 21		
General tax reduction for CCPCs from amount I on page 5	73,186	
General tax reduction from amount P on page 5	- ,	
Federal logging tax credit from Schedule 21 640		
Eligible Canadian bank deduction under section 125.21 641		
Federal qualifying environmental trust tax credit		
Investment tax credit from Schedule 31	18,054	
Subtotal	147,537	147,537 к
		66.204
Part I tax payable – Amount I minus amount K		66,391 L

- Privacy notice -

Enter amount L on line 700 on page 9.

Personal information (including the SIN) is collected to administer or enforce the Income Tax Act and related programs and activities including administering tax, benefits, audit, compliance, and collection. The information collected may be used or disclosed for the purposes of other federal acts that provide for the imposition and collection of a tax or duty. It may also be disclosed to other federal, provincial, territorial, or foreign government institutions to the extent authorized by law. Failure to provide this information may result in paying interest or penalties, or in other actions. Under the Privacy Act, individuals have a right of protection, access to and correction of their personal information, or to file a complaint with the Privacy Commissioner of Canada regarding the handling of their personal information. Refer to Personal Information Bank CRA PPU 047 on Info Source at canada.ca/cra-info-source.

− Summary of tax and credits −−−−				
Federal tax				
Part I tax payable from amount L on page 8				700 66,391
Part III.1 tax payable from Schedule 55				710
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
Add provincial or territorial tax:			Total feder	al tax66,391
Provincial or territorial jurisdiction (if more than one jurisdiction, enter "multiple'	<mark>750</mark> ON " and complete Schedu	ule 5)		
Net provincial or territorial tax payable (exce	pt Quebec and Alberta))		760 73,701
Deduct other credits:	,		Total tax payable	770 140,092 A
Investment tax credit refund from Schedule 3	31		780	
Dividend refund from amount JJ on page 7			784	
Federal capital gains refund from Schedule	18		788	
Federal qualifying environmental trust tax cre	edit refund		792	
Return of fuel charge proceeds to farmers ta	x credit from Schedule	63	795	
Canadian film or video production tax credit	(Form T1131)		796	
Film or video production services tax credit (Form T1177)		. 797	
Canadian journalism labour tax credit from S	chedule 58		798	
Air quality improvement tax credit from Sche	du l e 65		. 799	
Tax withheld at source	<u>.</u>		800	
Total payments on which tax has been with		801		
Provincial and territorial capital gains refund			. 808	
Provincial and territorial refundable tax credi	s from Schedule 5		. 812	
Tax instalments paid		Total cred	. 840 176,863 lits 890 176,863	. ► 176,863 B
			Balance (amount A minus amou	unt B) -36,771
				, <u> </u>
	If the i	resu i t is negative, you have	a refund. If the result is positive	-
			Enter the amount bei	ow on whichever line applies.
		Generally, we do r	not charge or refund a difference of	of \$2 or less.
Refund code 894 1	Refund	36,771	Balance owing	· · · · ·
		<u></u>		<u> </u>
	:	• • • • • • • • • • • • • • • • • • •	For info	ormation on how to make your
For information on how to enrol for direct dep	usit, go to <u>canada.ca/c</u>	<u>sra-uirect-deposit</u> .		nt, go to <u>canada.ca/payments</u> .
If the corporation is a Canadian-controlled prodoes it qualify for the one-month extension of			896	Yes No X
If this return was prepared by a tax preparer	for a fee, provide their	EFILE number		C5622
PREPAREI	O SOLELY FOR INCOME TAX PURPOS	SES WITHOUT AUDIT OR REVIEW FROM IN	FORMATION PROVIDED BY THE TAXPAYER.	
	951 Glen		954 CEO	
I, 950 McAllister Last name	951 <u>Gl</u> en	First name		sition, office, or rank
am an authorized signing officer of the corpor the information given on this return is, to the lyear is consistent with that of the previous tax	best of my knowledge,	ve examined this return, incorrect and complete. I als	cluding accompanying schedules o certify that the method of calcul	and statements, and that
955 2022-11-04	JAN .	-	956	(705) 431-6870
Date (yyyy/mm/dd)	Signature of the au	uthorized signing officer of t		Telephone number
Is the contact person the same as the author				Yes No X
958 Lisa McCaskie		,	959	(705) 431-6870
	Name of other author	prized person		Telephone number
- Language of correspondence - L				

Indicate your language of correspondence by entering 1 for English or 2 for French. Indiquez votre langue de correspondance en inscrivant 1 pour anglais ou 2 pour français.

990 1

Canada Revenue Agency

Agence du revenu du Canada

Description

Net Income (Loss) for Income Tax Purposes

Schedule 1

Corporation's name	Business number	Tax year-end
		Year Month Day
InnPower Corporation	89242 2817 RC0001	2021-12-31

- Use this schedule to reconcile the corporation's net income (loss) as reported on the financial statements and its net income (loss) for tax purposes. For more information, see the T2 Corporation – Income Tax Guide.
- All legislative references are to the Income Tax Act.

Net income (loss) after taxes and extraordinary items from line 9999 of Schedule 125		2,595,000_ A
Add:		
Provision for income taxes – current	350,000	
Provision for income taxes – deferred	530,000	
Interest and penalties on taxes	4,307	
Amortization of tangible assets	3,249,000	
Loss on disposal of assets	345,000	
Scientific research expenditures deducted per financial statements 118	146,748	
Non-deductible meals and entertainment expenses	1,612	
Reserves from financial statements – balance at the end of the year	162,065	
Subtotal of additions	4,788,732	4,788,732

Add:

Other additions:

		605	295			
	1	Inducement under 12(1)(x) ITA	7,369,121			
	2	Customer Deposits - paragraph 20(1)(a)	39,000			
	3	Amortization of Capital Lease	54,000			
	4	Amortization expensed in distribution expenses	146,011			
		Total of column 2	7,608,132	296	7,608,132	
		\$	Subtotal of other addition	ns 199	7,608,132	7,608,132 D
			Total addition	s 500	12,396,864	12,396,864
	Amour	t A plus line 500				<u>14,991,864</u> в
	Dedu	ct:				
П	· · ·			402	E 10C 041	

2

Amount

Capital cost allowance from Schedule 8	403	5,106,841
SR&ED expenditures claimed in the year on line 460 from Form T661	411	123,263
Reserves from financial statements – balance at the beginning of the year	414	131,083
	Subtotal of deductions	5,361,187

5,361,187

Deduct:

Other deductions:

	1 Description 705	2 Amount 395
1	13(7.4) electon re contributed capital	7,381,961
2	Capital Lease payments	43,000
3	Customer Deposits - paragraph 20(1)(m)	39,000
4	Amortization of deferred contribution	927,000
5	Tax movement in reg. account	530,000
6	SR&ED expenditures capitalized for accounting	146,748
	Total of column 2	9,067,709

> 396 9,067,709

InnPower Corporation 89242 2817 RC0001

Subtota	al of other deductions 499	9,067,709	9,067,709 E
	Total deductions 510	14,428,896	14,428,896
Net income (loss) for income tax purposes (amount B minus line 510) Enter amount C on line 300 of the T2 return.			<u>562,968</u> C

T2 SCH 1 E (19) Canadä

Canada Revenue Agency

Agence du revenu du Canada

Tax Calculation Supplementary – Corporations

Schedule 5

Corporation's name	Business Number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2021-12-31

- Use this schedule if any of the following apply to your corporation during the tax year:
 - it had a permanent establishment in more than one jurisdiction (corporations that have no taxable income should only complete columns A, B, and D in Part 1)
 - it is claiming provincial or territorial tax credits or rebates (see Part 2)
 - it has to pay taxes, other than income tax, for Newfoundland and Labrador or Ontario (see Part 2)
- All legislative references are to the federal Income Tax Regulations (the Regulations).
- For more information, see the T2 Corporation Income Tax Guide.
- For the regulation number to be entered in field 100 of Part 1, see the chart below.

100				Enter the regulation that applie	es (402 to 413)	
Α		В	С	D	E	F
Jurisdiction Tick yes if your corporate a permanent estate in the jurisdiction during the tax	on. poration had blishment ction year ^{Note 1}	Total salaries and wages paid in jurisdiction	(B x taxable income) / G	Gross revenue attributable to jurisdiction	(D x taxable income) / H	Allocation of taxable income (C + E) x 1/2 Note 2 (where either G or H is nil, do not multiply by 1/2
Newfoundland and Labrador	003 Yes	103		143		
Newfoundland and Labrador Offshore	Yes	104		144		
Prince Edward sland	005 Yes	105		145		
lova Scotia	007 Yes	107		147		
Nova Scotia Offshore	008 Yes	108		148		
New Brunswick	009 Yes	109		149		
Quebec	O11 Yes	111		151		
Ontario	013 Yes	113		153		
//anitoba	015 Yes	115		155		
Saskatchewan	017 Yes	117		157		
Alberta	019 Yes	119		159		
British Columbia	O21 Yes	121		161		
⁄ukon	023 Yes	123		163		
lorthwest erritories	025 Yes	125		165		
lunavut	026 Yes	126		166		
Outside Canada	027 Yes	127		167		
otal		129 G		169 H		

Note 1: Permanent establishment is defined in subsection 400(2).

Note 2: For corporations other than those described under section 402, use the appropriate calculation described in the Regulations to allocate taxable income.

Notes:

- 1. After determining the allocation of taxable income, you have to calculate the corporation's provincial or territorial tax payable. For more information on how to calculate the tax for each province or territory, see the instructions for Schedule 5 in the T2 Corporation Income Tax Guide.
- 2. If your corporation has provincial or territorial tax payable, complete Part 2.
- If your corporation is a member of a partnership and the partnership had a permanent establishment in a jurisdiction, select the jurisdiction in Column A and include your proportionate share of the partnership's salaries and wages and gross revenue in columns B and D, respectively.

Canad'ä

 Part 2 – Ontario tax payable, tax credits, and rebates Total taxable Income eligible Provincial or Provincial or for small business territorial tax territorial allocation income deduction of taxable income payable before credits 562,968 562,968 64,741 270 64,741 Ontario basic income tax (from Schedule 500) 402 Ontario small business deduction (from Schedule 500) 64,741 Subtotal (line 270 minus line 402) 64,741 5A Ontario transitional tax debits (from Schedule 506) Recapture of Ontario research and development tax credit (from Schedule 508) Subtotal (line 276 plus line 277) 5B 64,741 5C Gross Ontario tax (amount 5A plus amount 5B) Ontario resource tax credit (from Schedule 504) Ontario tax credit for manufacturing and processing (from Schedule 502) 408 Ontario foreign tax credit (from Schedule 21) Ontario credit union tax reduction (from Schedule 500) Ontario political contributions tax credit (from Schedule 525) Ontario non-refundable tax credits (total of lines 404 to 415) 5D 64,741 5E Subtotal (amount 5C minus amount 5D) (if negative, enter "0") 4,365 416 Ontario research and development tax credit (from Schedule 508) Ontario corporate income tax payable before Ontario corporate minimum tax credit and Ontario community food program 60,376 5F donation tax credit for farmers (amount 5E minus line 416) (if negative, enter "0") Ontario corporate minimum tax credit (from Schedule 510) Ontario community food program donation tax credit for farmers (from Schedule 2) Ontario corporate income tax payable (amount 5F minus the total of lines 418 and 420) (if negative, enter "0") 60,376 5G 19,166 Ontario corporate minimum tax (from Schedule 510) Ontario special additional tax on life insurance corporations (from Schedule 512) 19,166 Subtotal (line 278 plus line 280) 19,166 5H 79,542 51 Total Ontario tax payable before refundable tax credits (amount 5G plus amount 5H) Ontario qualifying environmental trust tax credit Ontario co-operative education tax credit (from Schedule 550) 5,841 454 Ontario apprenticeship training tax credit (from Schedule 552) 456 Ontario computer animation and special effects tax credit (from Schedule 554) Ontario film and television tax credit (from Schedule 556) 460 Ontario production services tax credit (from Schedule 558) 462 Ontario interactive digital media tax credit (from Schedule 560) 466 Ontario book publishing tax credit (from Schedule 564) 468 Ontario innovation tax credit (from Schedule 566) Ontario business-research institute tax credit (from Schedule 568) Ontario regional opportunities investment tax credit (from Schedule 570) 5,841 5,841 ₅J Ontario refundable tax credits (total of lines 450 to 472) 73,701 Net Ontario tax payable or refundable tax credit (amount 51 minus amount 51) (if a credit, enter amount in brackets) Include this amount on line 255. - Summary Enter the total net tax payable or refundable tax credits for all provinces and territories on line 255. 73,701 Net provincial and territorial tax payable or refundable tax credits If the amount on line 255 is positive, enter the net provincial and territorial tax payable on line 760 of the T2 return. If the amount on line 255 is negative, enter the net provincial and territorial refundable tax credits on line 812 of the T2 return.

Schedule 8

Canada Revenue Agence du revenu du Canada

Capital Cost Allowance (CCA)

Corp	poration's name	Business number		x year-end Month Day
Inr	nPower Corporation	89242 2817 RC0001		21-12-31
For n	more information, see the section called "Capital Cost Allowance" in the T2 Corporation Income Tax Guide.			
ls the	e corporation electing under Regulation 1101(5q)? 101 Yes No X			
- Pa	art 1 – Agreement between associated eligible persons or partnerships (EPOPs)			
Are y	you associated in the tax year with one or more EPOPs with which you have entered into an agreement under subsection 1104(3.3) of the Regulat	ions?	105	Yes X No
If you	u answered yes , complete Part 1. Otherwise, go to Part 2.			
Ente	er a percentage assigned to each associated EPOP (including your corporation) as determined in the agreement.			
	percentage will be used to allocate the immediate expensing limit. The total of all the percentages assigned under the agreement should not exceed a group has an immediate expensing limit of nil. For more information about the immediate expensing limit, see note 12 in Part 2.	ed 100%. If the total is more than 10	00%, the	n the
	1	2		3
	Name of EPOP	Identification nul	mber	Percentage assigned under the
	110	115		agreement 120
1.	InnPower Corporation	892422817RC0001	L	100.0000
2.	Innservices Utilities Inc.	816897326RC0001	L	
3.	Town of Innisfil	NR		
4.	Innterprises Inc.	865564595RC0001	L	
			Total	100.0000
	Immediate expensing limit allocated to the corporation (see note 2)		125	1,169,665
Note	1: The identification number is the social insurance number, business number, or partnership account number of the EPOP.			
	2: If the total of column 3 is more than 100%, enter 0.			

.	Par	t '	2 _	CC	Δ:	cal	CH	latior	ì

· a	112-1									
	1			2	3	4	5	6	7	8
	Class number See note 3	Description		Undepreciated capital cost (UCC) at the beginning of the year	Cost of acquisitions during the year (new property must be available for use)	Cost of acquisitions from column 3 that are designated immediate expensing property (DIEP)	Adjustments and transfers See note 6	Amount from column 5 that is assistance received or receivable during the year for a property, subsequent to its disposition	Amount from column 5 that is repaid during the year for a property, subsequent to its disposition	Proceeds of dispositions See note 9
					See note 4	See note 5		See note 7	See note 8	
	200			201	203	232	205	221	222	207
1	1	Buildings		19,557,413						0
2.	8	Equipment and tools		1,184,032	352,191	251,848				0
3.	10	Rolling stock and vehicles		281,828	668,543	668,543				0
4.	45	Computer equipment and software		26	000/3 13	000/3 13				0
5.	47	Electrical energy distribution		26,693,284	5,648,148					36,000
6.	50	Computer equipment		120,072	177,601					0
7.	14.1			163,396						0
8.	1b	Building		263,821	43,734					0
9.	95	WIP		5,121,000						1,314,000
			Totals	53,384,872	6,890,217	920,391				1,350,000
			_							
	1		9	10	11	12	13	14	15	16
	Class number	Description	Proceeds of dispositions of the DIEP (enter amount from column 8 that relates to the DIEP reported in column 4)	10 UCC (column 2 plus column 3 plus or minus column 5 minus column 5	UCC of the DIEP (enter the UCC amount that relates to the DIEP reported in column 4) See note 11	Immediate expensing See note 12	Cost of acquisitions on remainder of Class (column 3 minus column 11 minus column 12)	Cost of acquisitions from column 13 that are accelerated investment incentive properties (AIIP) or properties included in Classes 54 to 56 See note 13	15 Remaining UCC (column 10 minus column 12) (if negative, enter "0")	Proceeds of disposition available to reduce the UCC of AlIP and property included in Classes 54 to 56 (column 8 minus column 9 plus column 13 plus column 14 minus column 7) (if negative, enter "0")
	Class number See note 3	·	Proceeds of dispositions of the DIEP (enter amount from column 8 that relates to the DIEP reported	UCC (column 2 plus column 3 plus or minus column 5 minus column 8) See note 10	UCC of the DIEP (enter the UCC amount that relates to the DIEP reported in column 4)	Immediate expensing	Cost of acquisitions on remainder of Class (column 3 minus column 4 plus column 11 minus	Cost of acquisitions from column 13 that are accelerated investment incentive properties (AIIP) or properties included in Classes 54 to 56	Remaining UCC (column 10 minus column 12) (if negative, enter "0")	Proceeds of disposition available to reduce the UCC of AIIP and property included in Classes 54 to 56 (column 8 minus column 9 plus column 13 plus column 14 minus column 7) (if negative, enter "0")
1.	Class number See note 3	Buildings	Proceeds of dispositions of the DIEP (enter amount from column 8 that relates to the DIEP reported in column 4)	UCC (column 2 plus column 3 plus or minus column 5 minus column 8) See note 10	UCC of the DIEP (enter the UCC amount that relates to the DIEP reported in column 4) See note 11	Immediate expensing See note 12	Cost of acquisitions on remainder of Class (column 3 minus column 11 minus column 11 minus column 12)	Cost of acquisitions from column 13 that are accelerated investment incentive properties (AIIP) or properties included in Classes 54 to 56 See note 13	Remaining UCC (column 10 minus column 12) (if negative, enter "0")	Proceeds of disposition available to reduce the UCC of AIIP and property included in Classes 54 to 56 (column 8 minus column 9 plus column 13 plus column 14 minus column 7) (if negative, enter "0")
2.	Class number See note 3	Buildings Equipment and tools	Proceeds of dispositions of the DIEP (enter amount from column 8 that relates to the DIEP reported in column 4)	UCC (column 2 plus column 3 plus or minus column 5 minus column 5 minus column 8) See note 10 19,557,413 1,536,223	UCC of the DIEP (enter the UCC amount that relates to the DIEP reported in column 4) See note 11	Immediate expensing See note 12 238	Cost of acquisitions on remainder of Class (column 3 minus column 4 plus column 11 minus	Cost of acquisitions from column 13 that are accelerated investment incentive properties (AIIP) or properties included in Classes 54 to 56 See note 13	Remaining UCC (column 10 minus column 12) (if negative, enter "0") 19,557,413	Proceeds of disposition available to reduce the UCC of AIIP and property included in Classes 54 to 56 (column 8 minus column 9 plus column 13 plus column 14 minus column 7) (if negative, enter "0")
2.	Class number See note 3	Buildings Equipment and tools Rolling stock and vehicles	Proceeds of dispositions of the DIEP (enter amount from column 8 that relates to the DIEP reported in column 4)	UCC (column 2 plus column 3 plus or minus column 5 minus column 5 minus column 8) See note 10 19,557,413 1,536,223 950,371	UCC of the DIEP (enter the UCC amount that relates to the DIEP reported in column 4) See note 11	Immediate expensing See note 12	Cost of acquisitions on remainder of Class (column 3 minus column 11 minus column 11 minus column 12)	Cost of acquisitions from column 13 that are accelerated investment incentive properties (AIIP) or properties included in Classes 54 to 56 See note 13	Remaining UCC (column 10 minus column 12) (if negative, enter "0") 19,557,413 1,284,375 281,828	Proceeds of disposition available to reduce the UCC of AIIP and property included in Classes 54 to 56 (column 8 minus column 9 plus column 13 plus column 14 minus column 7) (if negative, enter "0")
2. 3. 4.	Class number See note 3 1 8 10 45	Buildings Equipment and tools Rolling stock and vehicles Computer equipment and software	Proceeds of dispositions of the DIEP (enter amount from column 8 that relates to the DIEP reported in column 4)	UCC (column 2 plus or minus column 5 minus column 5 minus column 5 minus column 6) See note 10 19,557,413 1,536,223 950,371 26	UCC of the DIEP (enter the UCC amount that relates to the DIEP reported in column 4) See note 11	Immediate expensing See note 12 238	Cost of acquisitions on remainder of Class (column 3 minus column 4 plus column 11 minus column 12)	Cost of acquisitions from column 13 that are accelerated investment incentive properties (AIIP) or properties included in Classes 54 to 56 See note 13	Remaining UCC (column 10 minus column 12) (if negative, enter "0") 19,557,413 1,284,375 281,828	Proceeds of disposition available to reduce the UCC of AllP and property included in Classes 54 to 56 (column 8 minus column 9 plus column 13 plus column 14 minus column 7) (if negative, enter "0") See note 14
2. 3. 4. 5.	Class number See note 3 1 8 10 45 47	Buildings Equipment and tools Rolling stock and vehicles Computer equipment and software Electrical energy distribution	Proceeds of dispositions of the DIEP (enter amount from column 8 that relates to the DIEP reported in column 4)	UCC (column 2 plus column 3 plus or minus column 5 minus column 5 minus column 8) See note 10 19,557,413 1,536,223 950,371 26 32,305,432	UCC of the DIEP (enter the UCC amount that relates to the DIEP reported in column 4) See note 11	Immediate expensing See note 12 238	Cost of acquisitions on remainder of Class (column 3 minus column 4 plus column 11 minus column 12) 100,343	Cost of acquisitions from column 13 that are accelerated investment incentive properties (AIIP) or properties included in Classes 54 to 56 See note 13 225 100,343	Remaining UCC (column 10 minus column 12) (if negative, enter "0") 19,557,413 1,284,375 281,828 26 32,305,432	Proceeds of disposition available to reduce the UCC of AIIP and property included in Classes 54 to 56 (column 8 minus column 9 plus column 13 plus column 14 minus column 7) (if negative, enter "0")
2. 3. 4. 5.	Class number See note 3 1 8 10 45 47 50	Buildings Equipment and tools Rolling stock and vehicles Computer equipment and software	Proceeds of dispositions of the DIEP (enter amount from column 8 that relates to the DIEP reported in column 4)	UCC (column 2 plus column 3 plus or minus column 5 minus column 5 minus column 6) See note 10 19,557,413 1,536,223 950,371 26 32,305,432 297,673	UCC of the DIEP (enter the UCC amount that relates to the DIEP reported in column 4) See note 11	Immediate expensing See note 12 238	Cost of acquisitions on remainder of Class (column 3 minus column 4 plus column 11 minus column 12)	Cost of acquisitions from column 13 that are accelerated investment incentive properties (AIIP) or properties included in Classes 54 to 56 See note 13	Remaining UCC (column 10 minus column 12) (if negative, enter "0") 19,557,413 1,284,375 281,828 26 32,305,432 297,673	Proceeds of disposition available to reduce the UCC of AllP and property included in Classes 54 to 56 (column 8 minus column 9 plus column 13 plus column 14 minus column 7) (if negative, enter "0") See note 14
2. 3. 4. 5.	Class number See note 3 1 8 10 45 47	Buildings Equipment and tools Rolling stock and vehicles Computer equipment and software Electrical energy distribution	Proceeds of dispositions of the DIEP (enter amount from column 8 that relates to the DIEP reported in column 4)	UCC (column 2 plus column 3 plus or minus column 5 minus column 5 minus column 8) See note 10 19,557,413 1,536,223 950,371 26 32,305,432	UCC of the DIEP (enter the UCC amount that relates to the DIEP reported in column 4) See note 11	Immediate expensing See note 12 238	Cost of acquisitions on remainder of Class (column 3 minus column 4 plus column 11 minus column 12) 100,343	Cost of acquisitions from column 13 that are accelerated investment incentive properties (AIIP) or properties included in Classes 54 to 56 See note 13 225 100,343	Remaining UCC (column 10 minus column 12) (if negative, enter "0") 19,557,413 1,284,375 281,828 26 32,305,432	Proceeds of disposition available to reduce the UCC of AllP and property included in Classes 54 to 56 (column 8 minus column 9 plus column 13 plus column 14 minus column 7) (if negative, enter "0") See note 14

1		9	10	11	12	13	14	15	16
Class number See note 3	Description	Proceeds of dispositions of the DIEP (enter amount from column 8 that relates to the DIEP reported in column 4)	UCC (column 2 plus column 3 plus or minus column 5 minus column 8)	UCC of the DIEP (enter the UCC amount that relates to the DIEP reported in column 4)	Immediate expensing See note 12	Cost of acquisitions on remainder of Class (column 3 minus column 4 plus column 11 minus column 12)	Cost of acquisitions from column 13 that are accelerated investment incentive properties (AIIP) or properties included in Classes 54 to 56 See note 13	Remaining UCC (column 10 minus column 12) (if negative, enter "0")	Proceeds of disposition available to reduce the UCC of AllP and property included in Classes 54 to 56 (column 8 minus column 9 plus column 13 plus column 14 minus column 7) (if negative, enter "0")
		234		236	238		225		See note 14
95	WIP		3,807,000					3,807,000	1,314,000
	Totals		58,925,089	920,391	920,391	5,969,826	5,969,826	58,004,698	1,350,000

Part 2 – CCA calculation (continued)

1		17	18	19	20	21	22	23	24
Class number See note 3	Description	Net capital cost additions of AIIP and property included in Classes 54 to 56 acquired during the year (column 14 minus column 16) (if negative, enter "0")	UCC adjustment for AIIP and property included in Classes 54 to 56 acquired during the year (column 17 multiplied by the relevant factor) See note 15	UCC adjustment for property acquired during the year other than AllP and property included in Classes 54 to 56 (0.5 multiplied by the result of column 13 minus column 14 minus column 6 plus column 7 minus column 8 plus column 9) (if negative, enter "0")	CCA rate % See note 17	Recapture of CCA See note 18	Terminal loss See note 19	CCA (for declining balance method, the result of column 15 plus column 18 minus column 19, multiplied by column 20, or a lower amount, plus column 12) See note 20	UCC at the end of the year (column 10 minus column 23)
				See note 16 224	212	213	215	217	220
1	Buildings				4	0	0	782,297	18,775,1
8	Equipment and tools	100,343	50,172		20	0	0	518,757	1,017,4
10	Rolling stock and vehicles				30	0	0	753,091	197,2
45	Computer equipment and software				45	0	0	12	:
47	Electrical energy distribution	5,612,148	2,806,074		8	0	0	2,808,920	29,496,5
50	Computer equipment	177,601	88,801		55	0	0	212,561	85,1
14.1					5	0	0	11,438	151,9
1b	Building	43,734	21,867		6	0	0	19,765	287,7
95	WIP				0	0	0		3,807,0
	Tot	tals 5,933,826	2,966,914					5,106,841	53,818,24

Enter the total of column 21 on line 107 of Schedule 1.

Enter the total of column 22 on line 404 of Schedule 1.

Enter the total of column 23 on line 403 of Schedule 1.

- Note 3: If a class number has not been provided in Schedule II of the Income Tax Regulations for a particular class of property, use the subsection provided in Regulation 1101.
- Note 4: Include any property acquired in previous years that has now become available for use, net of any government assistance received or entitled to be received in the year from a government, municipality or other public authority, or a reduction of capital cost after the application of section 80. This property would have been previously excluded from column 3. List separately any acquisitions of property in the class that are not subject to the 50% rule.

 See Income Tax Folio S3-F4-C1, General Discussion of Capital Cost Allowance, for exceptions to the 50% rule.
- Note 5: A DIEP reported in column 4 is a property acquired after April 18, 2021, by a corporation that was a Canadian-controlled private corporation (CCPC) throughout the year, which became available for use in the tax year (before 2024) and was designated as such on or before the day that is 12 months after the filing-due date for the tax year to which the designation relates. It includes all capital property subject to the CCA rules, if certain conditions are met, other than property included in Classes 1 to 6, 14.1, 17, 47, 49, and 51. A property can only qualify as DIEP in the year in which it becomes available for use. See subsection 1104(3.1) of the Regulations for more information.
- Note 6: Enter in column 5, "Adjustments and transfers", amounts that increase or reduce the UCC (column 10). Items that increase the UCC include amounts transferred under section 85, or transferred on amalgamation or winding-up of a subsidiary. Items that reduce the UCC (show amounts that reduce the UCC in brackets) include assistance received or receivable during the year for a property, subsequent to its disposition, if such assistance would have decreased the capital cost of the property by virtue of paragraph 13(7.1)(f). See the T2 Corporation Income Tax Guide for other examples of adjustments and transfers to include in column 5.

 Also include property acquired in a non-arm's length transaction (other than by virtue of a right referred to in paragraph 251(5)(b) of the Act) if the property was a depreciable property acquired by the transferor until it was acquired by you.
- Note 7: Include all amounts of assistance you received (or were entitled to receive) after the disposition of a depreciable property that would have decreased the capital cost of the property by virtue of paragraph 13(7.1)(f) if received before the disposition.

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Part 2 – CCA calculation (continued)

Note 8: Include all amounts you have repaid during the year for any legally required repayment, made after the disposition of a corresponding property, of:

- assistance that would have otherwise increased the capital cost of the property under paragraph 13(7.1)(d) and
- an inducement, assistance, or any other amount contemplated in paragraph 12(1)(x) received, that otherwise would have increased the capital cost of the property under paragraph 13(7.4)(b)

Include the UCC of each property of a prescribed class acquired in the course of a corporate reorganization described under paragraph 55(3)(b) of the Act (also known as "butterfly reorganization") or include property acquired in a non-arm's length transaction (other than by virtue of a right referred to in paragraph 251(5)(b) of the Act) if the property was a depreciable property acquired by the transferor less than 364 days before the end of your tax year and continuously owned by the transferor until it was acquired by you.

- Note 9: For each property disposed of during the year, deduct from the proceeds of disposition any outlays and expenses to the extent that they were made or incurred for the purpose of making the disposition(s). The amount reported in respect of the property cannot exceed the property's capital cost, unless that property is a timber resource property as defined in subsection 13(21).
 - If the cost of a zero-emission passenger vehicle (or a passenger vehicle that was, at any time, a DIEP) exceeds the prescribed amount, the proceeds of disposition will be adjusted based on a factor equal to the prescribed amount as a proportion of the actual cost of the vehicle.
- Note 10: If the amount in column 5 (as shown in brackets) reduces the undepreciated capital cost, you must subtract it for the purposes of the calculation. Otherwise, add the amount in column 5 for the purposes of the calculation.
- Note 11: The only amounts incurred before April 19, 2021, to be included in this column are certain inventory purchases from arm's length persons or partnerships where the conditions in paragraphs 1100(0.3)(a) to (c) are met.
- Note 12: Immediate expensing applies to a DIEP included in column 11. The total immediate expensing for the tax year (total of column 12) should not exceed the lesser of:
 - 1. Immediate expensing limit: it is equal to one of the following five amounts, whichever is applicable:
 - \$1.5 million, if you are not associated with any other EPOP in the tax year
 - amount from line 125, if you are associated in the tax year with one or more EPOPs
 - nil, if the total of the percentages assigned in Part 1 is more than 100% or you are associated in the tax year with one or more EPOPs and have not filed an agreement in prescribed form as required under subsection 1104(3.3) of the Regulations
 - the amount determined under subsection 1104(3.5) of the Regulations for any second or subsequent tax years ending in a calendar year, if you have two or more tax years ending in the calendar year in which you are associated with another EPOP that has a tax year ending in that calendar year
 - any amount allocated by the minister under subsection 1104(3.4) of the Regulations

The immediate expensing limit has to be prorated if your tax year is less than 365 days. You cannot carry forward any unused amount of the immediate expensing limit.

- 2. UCC of the DIEP: total of column 11
- You have to maintain the CCPC status throughout the relevant tax year in order to claim the immediate expensing.
- Note 13: An AIIP is a property (other than property included in Classes 54 to 56) that you acquired after November 20, 2018, and that became available for use before 2028.
 - Classes 54 and 55 include zero-emission vehicles that you acquired after March 18, 2019, and that became available for use before 2028.
 - Class 56 applies to eligible zero-emission automotive equipment and vehicles (other than motor vehicles) that are acquired after March 1, 2020, and that became available for use before 2028.
- See the T2 Corporation Income Tax Guide for more information.

Note 14: Include only elements from columns 6 and 7 that are not related to the DIEP.

- Note 15: The relevant factors for property of a class in Schedule II, that is an AIIP or included in Classes 54 to 56, available for use before 2024 are:
 - 2 1/3 for property in Classes 43.1, 54, and 56
 - 1 1/2 for property in Class 55
 - 1 for property in Classes 43.2 and 53
 - 0 for property in Classes 12, 13, 14, and 15, as well as properties that are Canadian vessels included in paragraph 1100(1)(v) of the Regulations (see note 20 for additional information) and
 - 0.5 for all other property that is an AIIP

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¬ Part 2 – CCA calculation (continued)

- Note 16: The UCC adjustment for property acquired during the year (formerly known as the half-year rule or 50% rule) does not apply to certain property (including AIIP, property included in Classes 54 to 56, and property to which the immediate expensing was applied). Include only elements from columns 6 and 7 that are not related to the DIEP.

 For special rules and exceptions, see Income Tax Folio S3-F4-C1. General Discussion of Capital Cost Allowance.
- Note 17: Enter a rate only if you are using the declining balance method. For any other method (for example, the straight-line method, where calculations are always based on the cost of acquisitions), enter N/A. Then enter the amount you are claiming in column 23.
- Note 18: If the amount in column 10 is negative, you have a recapture of CCA. If applicable, enter the negative amount from column 10 in column 21 as a positive. The recapture rules do not apply to passenger vehicles in Class 10.1. However, they do apply to a passenger vehicle that was, at any time, a DIEP.
- Note 19: If no property is left in the class at the end of the tax year and there is still a positive amount in the column 10, you have a terminal loss. If applicable, enter the positive amount from column 10 in column 22. The terminal loss rules do not apply to:
 - passenger vehicles in Class 10.1
 - property in Class 14.1, unless you have ceased carrying on the business to which it relates
 - limited-period franchises, concessions, or licences in Class 14 if, at the time of acquisition, the property was a former property of the transferor or any similar property attributable to the same fixed place of business, and you had jointly elected with the transferor to have the replacement property rules apply, unless certain conditions are met
- Note 20: If the tax year is shorter than 365 days, prorate the CCA claim. Some classes of property do not have to be prorated. See the T2 Corporation Income Tax Guide for more information. For property in class 10.1 disposed of during the year, deduct a maximum of 50% of the regular CCA deduction if you owned the property at the beginning of the tax year. For AIIP listed below, the maximum first year allowance you can claim is determined as follows:
 - Class 13: the lesser of 150% of the amount calculated in Schedule III of the Regulations and the UCC at the end of the tax year (before any CCA deduction)
 - Class 14: the lesser of 150% of the allocation for the year of the capital cost of the property apportioned over the remaining life of the property (at the time the cost was incurred) and the UCC at the end of the tax year (before any CCA deduction)
 - Class 15: the lesser of 150% of an amount computed on the basis of a rate per cord, board foot, or cubic metre cut in the tax year and the UCC at the end of the tax year (before any CCA deduction)
 - Canadian vessels described under paragraph 1100(1)(v) of the Regulations: the lesser of 50% of the capital cost of the property and the UCC at the end of the tax year (before any CCA deduction)
 - Class 41.2: use a 25% CCA rate. The additional allowance under paragraphs 1100(1)(y.2) (for single mine properties) and 1100(1)(ya.2) (for multiple mine properties) of the Regulations is not eligible for the accelerated investment incentive. The additional allowance in respect of natural gas liquefaction under paragraph 1100(1)(yb) of the Regulations is eligible for the accelerated investment incentive.

The AIIP also apply to property (other than a timber resource property) that is a timber limit or a right to cut timber from a limit as well as to industrial mineral mine or a right to remove minerals from an industrial mineral mine. See the Income Tax Regulations for more detail.

T2 SCH 8E (22)

Fixed Assets Reconciliation

Reconciliation of change in fixed assets per financial statements to amounts used per tax return.

eturn	

Additions for tax purposes – Schedule 8 regular classes		6,890,217		
Additions for tax purposes – Schedule 8 leasehold improvements	+	<u> </u>		
Operating leases capitalized for book purposes	+	_		
Capital gain deferred	+			
Recapture deferred	+	_		
Deductible expenses capitalized for book purposes – Schedule 1	+	_		
Other (specify):		_		
Subsection 13(7.4) election	+	7,381,961		
Additions of Land Rights	+			
SRED expenditures capitalized for accounting	+			
Rounding	+			
Adj for gain on contributed capital	+	14,000		
Total additions per books	=	14,286,178		14,286,178
Proceeds up to original cost – Schedule 8 regular classes		1,350,000		
Proceeds up to original cost – Schedule 8 leasehold improvements	+	1,550,000		
Proceeds in excess of original cost – capital gain	+			
Recapture deferred – as above	+			
Capital gain deferred – as above	+			
Pre V-day appreciation	+			
Other (specify):				
Amortization of land rights	+			
Rounding	+	915		
Meters - reclassification	+			
Depreciation within distribution expense	+	146,011		
Total proceeds per books	=	1,496,926	·	1,496,926
Depreciation and amortization per accounts – Schedule 1		_		3,249,000
Loss on disposal of fixed assets per accounts				345,000
Gain on disposal of fixed assets per accounts		+		<u> </u>
N	et char	nge per tax return =		9,195,252
Financial statements				
Fixed assets (excluding land) per financial statements				97,559,000
Closing net book value				88,217,000
Opening net book value	nau fin			9,342,000
Net change	per iina	ancial statements =		9,342,000
If the amounts from the tax return and the financial statements differ, explain why below.				

Schedule 31



Agence du revenu du Canada

Investment Tax Credit – Corporations

- General information

- Use this schedule:
 - to calculate an investment tax credit (ITC) earned during the tax year
 - to claim a deduction against Part I tax payable
 - to claim a refund of credit earned during the current tax year
 - to claim a carryforward of credit from previous tax years
 - to transfer a credit following an amalgamation or the wind-up of a subsidiary, as described under subsections 87(1) and 88(1)
 - to request a credit carryback to one or more previous years
 - if you are subject to a recapture of ITC
 - if you are claiming:
 - the Ontario Research and Development Tax Credit
 - the Ontario Innovation Tax Credit
- Unless otherwise stated, all legislative references are to the federal Income Tax Act and Income Tax Regulations.
- The ITC is eligible for a three-year carryback (if not deductible in the year earned). It is also eligible for a twenty-year carryforward.
- Investments or expenditures, described in subsection 127(9) and Regulation Part XLVI, that currently earn an ITC are:
 - qualified property and qualified resource property (Parts 4 to 7 of this schedule)
 - qualified scientific research and experimental development (SR&ED) expenditures (Parts 8 to 17). File Form T661, Scientific Research and Experimental Development (SR&ED) Expenditures Claim
 - pre-production mining expenditures (Part 18)
 - You can no longer claim the ITC for the pre-production mining expenditures. Only unused credits that have not expired can be carried forward for up to 20 tax years following the tax year in which you made the investment.
 - apprenticeship job creation expenditures (Parts 19 to 21)
 - child care spaces expenditures (Parts 22 to 26)
 - Expenditures related to child care spaces incurred after March 21, 2017, no longer qualify for the ITC. However, if you entered into a written agreement before March 22, 2017, eligible expenditures incurred before 2020 remain eligible for the credit.
- File this schedule with the T2 Corporation Income Tax Return. If you need more space, attach additional schedules.
- For more information on ITCs, see "Investment Tax Credit" in Guide T4012, T2 Corporation Income Tax Guide and read Information Circular IC78-4, Investment Tax Credit Rates, and its related Special Release.
- For more information on SR&ED, see Guide T4088, Scientific Research and Experimental Development (SR&ED) Expenditures Claim Guide to Form T661.

Detailed information -

- For the purpose of this schedule, **investment** means the capital cost of the property (excluding amounts added by an election under section 21), determined without reference to subsections 13(7.1) and 13(7.4), minus the amount of any government or non-government assistance that the corporation has received, is entitled to receive, or can reasonably be expected to receive for that property at the time it files the income tax return for the year in which the property was acquired.
- An ITC deducted in a tax year for a depreciable property, other than a depreciable property deductible under paragraph 37(1)(b), reduces both the capital cost of that property and the undepreciated capital cost of that class in the next tax year. An ITC for SR&ED deducted or refunded in a tax year will reduce the balance in the pool of deductible SR&ED expenditures and the adjusted cost base (ACB) of an interest in a partnership in the next tax year. An ITC from pre-production mining expenditures deducted in a tax year reduces the balance in the pool of deductible cumulative Canadian exploration expenses in the next tax year.
- Property acquired has to be available for use before a claim for an ITC can be made. See subsections 127(11.2) and 248(19) for more information.
- Expenditures for SR&ED qualifying for an ITC must be identified by the claimant on Form T661 and Schedule 31 no later than 12 months after the claimant's income tax return is due for the tax year in which it incurred the expenditures.
- Expenditures for apprenticeship or child care space for an ITC must be identified by the claimant on Schedule 31 no later than 12 months after the claimant's income tax return is due for the tax year in which it incurred the expenditures or capital costs.
- Partnership allocations Subsection 127(8) provides for the allocation of the amount that may reasonably be considered to be a partner's share of
 the ITCs of the partnership at the end of the fiscal period of the partnership. An allocation of ITCs is generally considered to be the partner's
 reasonable share of the ITCs if it is made in the same proportion in which the partners have agreed to share any income or loss and if section 103 is
 not applicable for the agreement to share any income or loss. Special rules apply to specified members of a partnership and limited partners.
 For more information, see Guide T4068, Guide for the Partnership Information Return (T5013 Forms).
- For tax purposes, Canada includes the exclusive economic zone of Canada as defined in the Oceans Act (which generally consists of an area of the sea that is within 200 nautical miles from the Canadian coastline), including the airspace, seabed and subsoil of that zone.
- For the purpose of this schedule, the expression **Atlantic Canada** includes the Gaspé Peninsula and the provinces of Newfoundland and Labrador, Prince Edward Island, Nova Scotia, and New Brunswick, as well as their respective offshore regions (prescribed in Regulation 4609).

Detailed information (continued) -

- For the purpose of this schedule, **qualified property** means property in Atlantic Canada that is used primarily for manufacturing and processing, farming or fishing, logging, storing grain, or harvesting peat. Property in Atlantic Canada that is used primarily for oil and gas, and mining activities is considered qualified property only if acquired by the taxpayer **before** March 29, 2012, unless transitional measures were granted*. Qualified property includes new buildings and new machinery and equipment (prescribed in Regulation 4600), and new energy generation and conservation property (prescribed in Regulation 4600). Qualified property can also be used primarily to produce or process electrical energy or steam in a prescribed area (as described in Regulation 4610). See the definition of **qualified property** in subsection 127(9) for more information.
- For the purpose of this schedule, **qualified resource property** means property in Atlantic Canada that is used primarily for oil and gas, and mining activities, if acquired by the taxpayer **after** March 28, 2012, and **before** January 1, 2016. Qualified resource property includes new buildings and new machinery and equipment (prescribed in Regulation 4600). See the definition of **qualified resource property** in subsection 127(9) for more information.

- Part 1 – Investments	. expenditures	s, and percentages -

Investments	Specified percentage
Qualified property acquired primarily for use in Atlantic Canada	10 %
Qualified resource property acquired primarily for use in Atlantic Canada and acquired:	
- after March 28, 2012, and before 2014	10 %
- after 2013 and before 2016	5 %
- after 2015*	0 %
Expenditures	
If you are a Canadian-controlled private corporation (CCPC), this percentage may apply to the portion that you claim of the SR&ED qualified expenditure pool that does not exceed your expenditure limit (see Part 10)	35 %
Note: If your current year's qualified expenditures are more than your expenditure limit (see Part 10), the excess is eligible for an ITC calculated at the 15% rate.	
If you are a corporation that is not a CCPC and have incurred qualified expenditures for SR&ED in any area in Canada	15 %
If you paid salary and wages to apprentices in the first 24 months of their apprenticeship contract for employment	10 %
If you incurred expenditures after March 18, 2007, and before March 22, 2017 (or before 2020 if you entered into a written agreement before March 22, 2017) for the creation of licensed child care spaces for the children of your employees and, potentially, for other children	25 %

* A transitional relief rate of 10% may apply to property acquired after 2013 and before 2017, if the property is acquired under a written agreement entered into before March 29, 2012, or the property is acquired as part of a **phase** of a project where the construction or the engineering and design work for the construction started before March 29, 2012. See paragraph (a.1) of the definition of **specified percentage** in subsection 127(9) for more information.

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Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2021-12-31

Is the corporation a qualifying corporation?

101 Yes

No X

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

Note: A CCPC considered associated with another corporation under subsection 256(1) will be considered **not** associated for the calculation of a refundable ITC if both of the following conditions are met:

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

If you are a **qualifying** corporation, you will earn a **100%** refund on your share of any ITCs earned at the 35% rate on qualified expenditures for SR&ED, up to the allocated expenditure limit.

Some CCPCs that are **not qualifying** corporations may also earn a **100**% refund on their share of any ITCs earned at the 35% rate on qualified expenditures for SR&ED, up to the allocated expenditure limit. The expenditure limit can be determined in Part 10.

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

- a) one or more persons exempt from Part I tax under section 149
- b) Her Majesty in right of a province, a Canadian municipality, or any other public authority
- c) any combination of persons referred to in a) or b) above

- Part 3 – Corporations in the farming industry ————————————————————————————————————					
Complete this area if the corporation is making SR&ED contributions.					
Is the corporation claiming a contribution in the current year to an agricultural organization whose goal is to finance SR&ED work (for example, check-off dues)?			102	Yes	No X
If yes , complete Schedule 125, Income Statement Information, to identify the type of farming industry t	the corpo	ration is ir	nvolved in.		
Contributions to agricultural organizations for SR&ED*Enter on line 350 of Part 8.	_ X	80 %	= 103		
* Enter only contributions not already included on Form T661.					

Qualified Property and Qualified Resource Property

Part 4 – Eligible investments for qualified property and qualified resource property from the current tax year

,	Total of investments for	qualified property and qual	ified resource property	
105	110	115	120	125
Capital cost allowance class number	Description of investment	Date available for use	Location used in Atlantic Canada (province)	Amount of investment

ITC at the end of the previous tax ye	ear					B1
Credit deemed as a remittance of co	o-op corporations		210			
Credit expired			215			
		Subtotal (line 21	10 plus line 215) _)		C1
ITC at the beginning of the tax year	(amount B1 minus amount C1				220	
Credit transferred on an amalgamat						
ITC from repayment of assistance	·	•				
Qualified property; and qualified res acquired after March 28, 2012, and January 1, 2014* (applicable part fro amount A1 in Part 4)	before om	x	10 % = 240			
Qualified resource property acquired December 31, 2013, and before Jar (applicable part from amount A1 in F	nuary 1 2016	x	5 % = 242 _			
Credit allocated from a partnership			250			
		Subtotal (total of	lines 230 to 250) =		-	D1
Total credit available (line 220 plus	amount D1)					E1
Credit deducted from Part I tax			260			
Credit carried back to previous year	rs (amount H1 in Part 6)				а	
Credit transferred to offset Part VII t	tax liability		280			
	Subtotal (total	of line 260, amou	nt a, and line 280))	-	F1
Credit balance before refund (amou	ınt E1 minus amount F1)					G1
Refund of credit claimed on investm	nents from qualified property an	d qualified resourc	e property (from Pa	rt 7)	310	
ITC closing balance of investment (amount G1 minus line 310)	nts from qualified property an				320	
* Include investments acquired afte	er 2013 and before 2017 that ar	e eligible for transi	tional relief.			
⊢ Part 6 – Request for carry	whack of crodit from inv			ty and qualified re	neource proper	h.,
I all 0 - Neguestion carry	back of cledit from fire			.y anu quanneu re	saddice proper	
	Veer Menth Dev	estments in q	ualified proper			.y ———
	Year Month Day	•		Credit to be applied	901	.y ———
1st previous tax year	Year Month Day			or other to mo dipplied	901 902	
	Year Month Day			Credit to be applied	902 903 903	. y H1
1st previous tax year 2nd previous tax year	qualifying corporations			Credit to be applied Credit to be applied Total of lines 901 to Enter at amount a in Pa	902 903 903	
1st previous tax year 2nd previous tax year 3rd previous tax year - Part 7 – Refund of ITC for	qualifying corporations	s on investme	nts from qualif	Credit to be applied Credit to be applied Total of lines 901 to Enter at amount a in Pa	902 903 903 art 5.	H1
1st previous tax year 2nd previous tax year 3rd previous tax year - Part 7 - Refund of ITC for and qualified rese	qualifying corporations ource property 0, 242, and 250 in Part 5)	s on investme	nts from qualif	Credit to be applied Credit to be applied Total of lines 901 to Enter at amount a in Pa	902 903 903 art 5.	H1
1st previous tax year 2nd previous tax year 3rd previous tax year - Part 7 - Refund of ITC for and qualified resc Current-year ITCs (total of lines 240 Credit balance before refund (from a	qualifying corporations ource property 0, 242, and 250 in Part 5) amount G1 in Part 5)	s on investme	nts from qualif	Credit to be applied Credit to be applied Total of lines 901 to Enter at amount a in Pa	902 903 903 art 5.	H1

SR&ED

- Part 8 – Qua	ilified SR&ED expenditure	s ————		
Current expenditu	ures (from line 559 on Form T661)		120,359	
Contributions to Deduct :	agricultural organizations for SR&	ED	_	
Government as contract payme	sistance, non-government assistar			
1 7		Subtotal	- -	
Contributions to a	agricultural organizations for SR&E		<u>)</u> %	
	amount is updated to line 103 of Pa		_	
Qualified SR&ED	expenditures (line 559 on Form T6	661 plus line 103 in Part 3)*	120,359 350	120,359
Repayments mad	le in the year (from line 560 on For	m T661)	370	
Total qualified S	R&ED expenditures (line 350 plu	s line 370)		120,359
* If you are claim	ning only contributions made to agr	icultural organizations for SR&ED, line 350	should equal line 103 in Part 3. Do not file	Form T661.
- Part 9 – Con	nponents of the SR&ED ex	cpenditure limit calculation —		
Part 9 only appli	es if you are a CCPC.			
SR&ED ex	penditure limit if both of the following	ng apply:	e considered not associated for the calcula	
	•	r corporation solely because one or more p hareholder who is not common to both corp	persons own shares of the capital stock of t porations	ne corporation
Is the corporation	associated with another CCPC for	the purpose of calculating the SR&ED exp	penditure limit? 385	es X No
If you answered y	•		orations, complete lines 390 and 398. led Private Corporations to Allocate the Exp	penditure Limit,
Enter your taxable	e income for the previous tax year*	(prior to any loss carrybacks applied)		
minus \$10 millior	e capital employed in Canada for th n. If this amount is nil or negative, ε over \$40 million, enter \$40 million		398	
			/ the following result: 365 divided by the nu	umber of days in
- Part 10 – SR	&ED expenditure limit for	a CCPC		
	e (not associated) corporation		\$	8,000,000
Taxable income for	or the previous tax year (line 390 ir	Part 9) or \$500,000, whichever is more	× 10 =	A2
Excess (\$8,000,0	00 minus amount A2; if negative,	enter "0")	····· <u> </u>	B2
\$ 40,000,000	minus line 398 in Part 9		b	
Amount b divided	d by \$ 40,000,000 .		<u> </u>	C2
•	ding before March 19, 2019			
Amount B2 multi	piled by amount G2		_	D2
	ding after March 18, 2019 multiplied by amount C2		<u>-</u>	
For tax years en	ding after March 18, 2019 multiplied by amount C2	ո (amount D2 or amount E2, whichever app		E:
For tax years en	ding after March 18, 2019 multiplied by amount C2 it for the stand-alone corporation	ո (amount D2 or amount E2, whichever apբ	plies)*	E2
For tax years en Expenditure limi For an associate	ding after March 18, 2019 multiplied by amount C2 it for the stand-alone corporationed corporation:	ո (amount D2 or amount E2, whichever app ure limit, as provided on Schedule 49*	plies)*	D2 E2 F2 G2
For tax years en Expenditure limi For an associate If associated, the If your tax year i	ding after March 18, 2019 multiplied by amount C2 it for the stand-alone corporation ed corporation: allocation of the SR&ED expenditus s less than 51 weeks, calculate the	re limit, as provided on Schedule 49* he amount of the expenditure limit as fo	dlows:	E2
For tax years en Expenditure limi For an associate If associated, the	ding after March 18, 2019 multiplied by amount C2 it for the stand-alone corporation ed corporation: allocation of the SR&ED expenditus s less than 51 weeks, calculate the	re limit, as provided on Schedule 49* he amount of the expenditure limit as fo	400	E2
For tax years en Expenditure limi For an associate If associated, the If your tax year in Amount F2 or G2	ding after March 18, 2019 multiplied by amount C2 it for the stand-alone corporation ed corporation: allocation of the SR&ED expenditus s less than 51 weeks, calculate to	re limit, as provided on Schedule 49* he amount of the expenditure limit as fo Number of days in the tax year	bllows:365 =	E: F: G:
For tax years en Expenditure limi For an associate If associated, the If your tax year i Amount F2 or G2 Your SR&ED exp	ding after March 18, 2019 multiplied by amount C2 it for the stand-alone corporation ed corporation: allocation of the SR&ED expenditus s less than 51 weeks, calculate to	tre limit, as provided on Schedule 49* he amount of the expenditure limit as for Number of days in the tax year 365 amount F2, G2, or H2, whichever applies)	bllows:365 =	E

 Part 11 – Investment tax credits on SR&ED expenditures 	s ———					
Qualified SR&ED expenditures (from line 350 in Part 8) or the expenditure limit (from line 410 in Part 10), whichever is less*	420	X	35 %	=		12
Line 350 minus line 410 (if negative, enter "0")	430	120,359 X	15 %	=	18,054	J2
If a corporation makes a repayment of any government or non-government a amount of qualified expenditures for ITC purposes, the amount of the repayr	assistance, o ment is eligibl	contract payments thate for a credit.	t reduced the			
Repayments (amount from line 370 in Part 8)						
Enter the amount of the repayment on the line that corresponds to the appro	priate rate.					
Repayment of assistance that reduced a qualifying expenditure for a CCPC**	x	35 % =		C		
Repayment of assistance made after September 16, 2016, that reduced a qualifying expenditure incurred before 2015	x	20 % =	(d		
Repayment of assistance made after September 16, 2016, that reduced a qualifying expenditure incurred after 2014	x	15 % =		e		
Subto	otal (total of a	mounts c to e))	-		K2
Current-year SR&ED ITC (total of amounts I2 to K2; enter on line 540 in Pa	nrt 12) .				18,054	L2
* For corporations that are not CCPCs, enter "0" for amount I2.						
expenditure pool that did not exceed your expenditure limit at the time. To investment tax credit. See subsection 127(10.1) for details about exappropriate. - Part 12 - Current-year credit and account balances - ITC	ceptions. For	expenditures not eligibl	e for this rate use			
ITC at the end of the previous tax year		•				M2
Credit deemed as a remittance of co-op corporations						
Credit expired						
Subtota	al (line 510 p l	us line 515)	<u> </u>			N2
			5	20		
Credit transferred on an amalgamation or the wind-up of a subsidiary		530				
Total current-year credit (from amount L2 in Part 11)		E40	18,054			
Credit allocated from a partnership		550				
Subtotal	(total of lines	530 to 550)	<u> 18,054</u> ►		18,054	02
Total credit available (line 520 plus amount O2)				<u></u>	18,054	P2
Credit deducted from Part I tax		560	18,054			
Credit carried back to previous years (amount S2 in Part 13)		<u></u>	f			
Credit transferred to offset Part VII tax liability		580				
Subtotal (total of line 560), amount f, a	and line 580)	18,054		18,054	Q2
Credit balance before refund (amount P2 minus amount Q2)						R2

.....610

......

620

ITC closing balance on SR&ED (amount R2 minus line 610)

Refund of credit claimed on SR&ED expenditures (from Part 14 or 15, whichever applies)

	Year Month Day		
1st previous tax year		Credit to be applied 911	
2nd previous tax year		Credit to be applied 912	
3rd previous tax year		Credit to be applied 913 Total of lines 911 to 913 Enter at amount f in Part 12.	S2
Part 14 – Refund of I	TC for qualifying corporat	ions – SR&ED —	
Complete this part only if you	are a qualifying corporation as de	termined on line 101 in Part 2.	
Is the corporation an exclude	d corporation as defined under sub	psection 127.1(2)?	No X
Current-year ITC (lines 540 p	olus 550 in Part 12 minus amount	K2 in Part 11)	
Refundable credits (amount o	g or amount R2 in Part 12, whichev	rer is less)*	T2
Amount T2 or amount I2 in P	art 11, whichever is less		U2
Net amount (amount T2 min	us amount U2; if negative, enter "0	") <u> </u>	V2
Amount V2 multiplied by	40 %	· · · · · · · · · · · · · · · · · · ·	W2
Amount U2		· · · · · · · · · · · · · · · · · · ·	X2
,	plus amount X2 – enter this, or a le Part 5 and line 610 in Part 12 on lin	esser amount, on line 610 in Part 12)	Y2
* If you are also an excluded your refund of ITC for amounts.		ion 127.1(2), this amount must be multiplied by 40%. Claim this, or a lesser amou	ınt, as
Part 15 – Refund of I	TC for CCPCs that are not	qualifying or excluded corporations – SR&ED	
Complete this part only if you	are a CCPC that is not a qualifying	g or excluded corporation as determined on line 101 in Part 2.	
Credit balance before refund	(amount R2 in Part 12)		Z2
Refund of ITC (amount Z2 o	r amount I2 in Part 11, whichever is	s less)	AA2

Enter amount AA2, or a lesser amount, on line 610 in Part 12 and also on line 780 of the T2 return.

Recapture - SR&ED

Part 16 − Recapture of ITC for corporations and partnerships − SR&ED

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

- you acquired a particular property in the current year or in any of the 20 previous tax years, and the credit was earned in a tax year ending after 1997 and did not expire before 2008
- you claimed the cost of the property as a qualified expenditure for SR&ED on Form T661
- the cost of the property was included in calculating your ITC or was the subject of an agreement made under subsection 127(13) to transfer qualified expenditures
- you disposed of the property or converted it to commercial use after February 23, 1998. This condition is also met if you disposed of or converted to commercial use a property that incorporates the particular property previously referred to

Note:

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

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

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

700 710
700

Α	В	С	D	E	F
Rate that the transferee used in determining its ITC for qualified expenditures under a subsection 127(13) agreement	of the property if you dispose of it to an arm's length person; or, in any other case, enter the fair market value of the property at conversion or disposition	Amount, if any, already provided for in Calculation 1 (This allows for the situation where only part of the cost of a property is transferred under a subsection 127(13) agreement.)	Amount determined by the formula (A x B) – C	ITC earned by the transferee for the qualified expenditures that were transferred	Amount from column D or E, whichever is less
720	730	740		750	

Part 16 – Recapture of ITC for corporations and partnerships – SR&ED (continued) -

	_			_
_	Ca	CII	lati∩n	3 -

As a member of the partnership, you will report your share of the SR&ED ITC of the partnership after the SR&ED ITC has been reduced by the amount of the recapture. If this amount is a positive amount, you will report it on line 550 in Part 12. However, if the partnership does not have enough ITC otherwise available to offset the recapture, then the amount by which reductions to ITC exceed additions (the excess) will be determined and reported on line 760.

Corporate partner's share of the excess of SR&ED ITC Enter at amount E3 in Part 17.

Part 17 – Total recapture of SR&ED investment tax credit	
Recaptured ITC from calculation 1, amount A3 in Part 16	C3
Recaptured ITC from calculation 2, amount B3 in Part 16	D3
Recaptured ITC from calculation 3, line 760 in Part 16	E3
Total recapture of SR&ED investment tax credit (total of amounts C3 to E3) Enter at amount A8 in Part 27.	F3
Pre-Production Mining	
Part 18 – Account balances – ITC from pre-production mining expenditures	
ITC at the end of the previous tax year	A4

ITC at the end of the previous tax year	A4
Credit deemed as a remittance of co-op corporations	
Credit expired 845	
Subtotal (line 841 plus line 845) ►	B4
ITC at the beginning of the tax year (amount A4 minus amount B4)	
Credit transferred on an amalgamation or the wind-up of a subsidiary	
Total credit available (line 850 plus line 860)	C4
Amount of unused credit carried forward from previous years and applied to reduce Part I tax payable in the current year . 885	
ITC closing balance from pre-production mining expenditures (amount C4 minus line 885)	

Apprenticeship Job Creation

		Apprenticesni	p Job Creation		
– Part 19 – Total current-ye	ear credit – ITC f	rom apprenticeshi	p job creation expendi	tures ———	
If you are a related person as define who will be claiming the apprentice (or social insurance number (SIN)	eship job creation tax	credit for this tax year for	each apprentice whose contra		Yes No No
For each apprentice in their first 24 under an apprenticeship program contract number, enter the SIN or the SI	designed to certify or	license individuals in the			
A Contract number (SIN or name of apprentic		B ne of eligible trade	C Eligible salary and wages*	D Column C x 10 %	E Lesser of column D or
601		602	603	604	\$ 2,000 605
			Total current-year cre	dit (total of column E)	A5
Other than qualified expenditur	re incurred, and net of	any other government o	r non-government assistance ı		ed. Eligible salary
and wages, and qualified exp	enditures are define	d under subsection 127(9	9).		
– Part 20 – Current-year cr	edit and accoun	t balances – ITC fr	om apprenticeship job	creation expendi	tures ———
ITC at the end of the previous tax	year				B5
Credit deemed as a remittance of	co-op corporations		612		
Credit expired after 20 tax years			615		
,		Subtotal (lin		>	C5
ITC at the beginning of the tax yea	ar (amount B5 minus	amount C5)			
Credit transferred on an amalgama	•				
ITC from repayment of assistance					
Total current-year credit (amount A	۱		640		
Credit allocated from a partnership			-		
, ,			I of lines 630 to 655)		D5
Total credit available (line 625 plus	s amount D5)	·	·	<u> </u>	55
Credit deducted from Part Ltax	o amount boy		660		
Credit carried back to previous year	are (amount G5 in Ba				
Credit carried back to previous year	ais (airiount G5 iii Fa	•	660 plus amount h)	"	F.F.
					F5
ITC closing balance from apprer	nticeship job creatio	n expenditures (amount	E5 minus amount F5) .	690	
− Part 21 – Request for car	rryback of credit	from annrenticesh	nin ioh creation expend	litures ———	
rantzi Roquestioi eai			inp job oreation expend	illul 03	
1st previous tax year	Year Month	Day	Credit	to be applied 931	
2nd previous tax year			Credit	to be applied 932	
3rd previous tax year				tal of lines 931 to 933	G5
			Enter at	amount h in Part 20. ⁻	

Child Care Spaces

┌ Part 22 – Eligible child care spaces expenditures -

Enter the eligible expenditures that you incurred after March 18, 2007, and before March 22, 2017,* to create licensed child care spaces for the children of the employees and, potentially, for other children. You cannot be carrying on a child care services business. The eligible expenditures include:

- the cost of depreciable property (other than specified property)
- the specified child care start-up expenditures

Properties should be acquired and expenditures should be incurred only to create new child care spaces at a licensed child care facility.

Capital cost allowance class number	Description of investment	Date available for use	Amount of investment
665	675	685	695
1.			
	Tabel and of the second by the second by	(year (total of column 695) 715	
	lotal cost of depreciable property from the current tax	(year (total of column 695)	
	Total cost of depreciable property from the current tax	, , ,	
pecified child care start-up expen	ditures from the current tax year	, , ,	
•	, , ,	705	
otal gross eligible expenditures footal of all assistance (including gra	ditures from the current tax year child care spaces (line 715 plus line 705) ants, subsidies, rebates, and forgivable loans) or reimbursements	705	
otal gross eligible expenditures footal of all assistance (including gra	ditures from the current tax year	705	
otal gross eligible expenditures fo otal of all assistance (including gra orporation has received or is entit	ditures from the current tax year child care spaces (line 715 plus line 705) ants, subsidies, rebates, and forgivable loans) or reimbursements	705 s that the 725	
otal gross eligible expenditures fo otal of all assistance (including gra orporation has received or is entit excess (amount A6 minus line 725	ditures from the current tax year child care spaces (line 715 plus line 705) ants, subsidies, rebates, and forgivable loans) or reimbursements ed to receive in respect of the amounts referred to in amount A6	705 s that the 725	

Part 23 – Current-	year credit –	ITC from child	l care sp	oaces ex	penditures
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The credit is equal to 25% of eligible child care spaces expenditures incurred to a maximum of \$10,000 per child care space created in a licensed of	child
care facility.	

Eligible expenditures (from line 745 in Part 22)	 X	25 % =	C6
Number of child care spaces created in the year	 x \$	10,000 =	D6

ITC from child care spaces expenditures (amount C6 or D6, whichever is less)

┌ Part 24 – Current-ye	ar credit and account bal	ances – ITC from child care spaces expenditures ————	
ITC at the end of the previou	ıs tax year		F6
Credit deemed as a remittan	nce of co-op corporations	765	
Credit expired after 20 tax ye	ears		
		Subtotal (line 765 plus line 770) >	G6
ITC at the beginning of the ta	ax year (amount F6 minus amour	nt G6) 775	
Credit transferred on an ama	algamation or the wind-up of a sub	osidiary	
Total current-year credit (am	ount E6 in Part 23)	780	
Credit allocated from a partn	nership		
		Subtotal (total of lines 777 to 782)	H6
Total credit available (line 77	'5 plus amount H6)	<u></u>	16
Credit deducted from Part I t	tax	785	
Credit carried back to previo	us years (amount K6 in Part 25)	i	
		Subtotal (line 785 plus amount i) >	J6
ITC closing balance from c	child care spaces expenditures	(amount I6 minus amount J6)	
⊢ Part 25 – Request fo	or carryback of credit fron	n child care space expenditures	
	Year Month Day]	
1st previous tax year	2020-12-31	Credit to be applied	
2nd previous tax year	2019-12-31	Credit to be applied 942	
3rd previous tax year	2018-12-31	Credit to be applied 943	
		Total of lines 941 to 943 Enter at amount i in Part 24.	K6

Recapture - Child Care Spaces

− Part 26 − Recapture of ITC for corporations and partnerships − Child care spaces −−−−−−−−−−−−−−−−−−−−−−−−−−−−−−−−−−−−	
The ITC will be added to the taxpayer's tax otherwise payable under Part I of the Act if, at any time within 60 months of the day on which the taxpayer acquired the property, one of the following situations takes place:	
• the new child care space is no longer available	
• property that was an eligible expenditure for the child care space is	
 disposed of or leased to a lessee 	
 converted to another use 	
If the property disposed of is a child care space, the amount that can reasonably be considered to have been included in the original ITC (paragraph 127(27.12)(a))	
In the case of eligible expenditures (paragraph 127(27.12)(b)), the lesser of:	
The amount that can reasonably be considered to have been included in the original ITC	
25% of either the proceeds of disposition (if sold in an arm's length transaction) or the fair market value (in any other case) of the property	
Amount from line 795 or line 797, whichever is less	7
Partnerships —	
As a member of the partnership, you will report your share of the child care spaces ITC of the partnership after the child care spaces ITC has been reduced by the amount of the recapture. If this amount is a positive amount, you will report it on line 782 in Part 24. However, if the partnership does not have enough ITC otherwise available to offset the recapture, then the amount by which reductions to ITC exceed additions (the excess) will be determined and reported on line 799 below.	
Corporate partner's share of the excess of ITC Total recapture of child care spaces investment tax credit (total of line 792, amount A7, and line 799)	7
Summary of Investment Tax Credits	
Part 27 – Total recapture of investment tax credit	_
Recaptured SR&ED ITC (amount F3 in Part 17)	8
Recaptured child care spaces ITC (amount B7 in Part 26)	a
Total recapture of investment tax credit (amount A8 plus amount B8) Ci Enter on line 602 of the T2 return.	5
Part 28 – Total ITC deducted from Part I tax	_
ITC from investments in qualified property deducted from Part I tax (line 260 in Part 5)	8
ITC from SR&ED expenditures deducted from Part I tax (line 560 in Part 12)	8
ITC from pre-production mining expenditures deducted from Part I tax (line 885 in Part 18)	3
ITC from apprenticeship job creation expenditures deducted from Part I tax (line 660 in Part 20)	8
ITC from child care space expenditures deducted from Part I tax (line 785 in Part 24)	8
Total ITC deducted from Part I tax (total of amounts D8 to H8) Enter on line 652 of the T2 return.	}

 Part 4 – Worksheet to calculate the GRIP addition (predecessor or subsidiary was not a CC or the corporation is becoming a CCPC 				
nb. 1 Corporation becoming a CCPC Post am	nalgamation	🖂	Post wind-up	
Complete this part when there has been an amalgamation (within the and the predecessor or subsidiary was not a CCPC or a DIC in its la immediately before the amalgamation and for a subsidiary corporate	ast tax year. The last tax y	ear for a	predecessor corporation was its tax year that ended	
Calculate the GRIP addition of a successor corporation following ar	amalgamation at the end	of its firs	st tax year.	
Calculate the GRIP addition of a parent corporation upon wind-up a received the assets of the subsidiary.	t the end of the tax year th	nat ends i	immediately after the tax year in which the parent has	
In the calculation below, corporation means a predecessor or a su was not a CCPC or a DIC in its last year. Keep a copy of this calculations				
Cost amount to the corporation of all property immediately before the	ne end of its previous/last t	ax year		_A5
The corporation's money on hand immediately before the end of its	previous/last tax year			_B5
Total of subsection 111(1) losses that would have been deductible in the previous/last tax year if the corporation had had unlimited incom had realized an unlimited amount of capital gains for the previous/la	ne from each business car			
Non-capital losses		25		
Net capital losses	-)5		
Farm losses		5 5		
Restricted farm losses		-5 -5		
Limited partnership losses		95		
Subtotal (add amounts C5 to G5)		_	H5	
Total of all amounts deducted under subsection 111(1) in calculating	the corporation's taxable	income f	for the previous/last tax year:	
Non-capital losses	ı	5		
Net capital losses		J5		
Farm losses				
Restricted farm losses				
Limited partnership losses		15		
			NE	
Subtotal (add amounts I5 to M5)		-	N5	
Unused and unexpired losses at the end of the co	rporation's previous/last ta (amount H5 minus amou		>	_05
		Subtotal	(add amounts A5, B5, and O5)	_ P5
All the corporation's debts and other obligations to pay that were outstanding immediately before the end of its previous/last tax year			Q5	
Paid-up capital of all the corporation's issued and outstanding share	es			
of capital stock immediately before the end of its previous/last tax ye	ear	• • • • -	R5	
All the corporation's reserves deducted in its previous/last tax year			CE.	
The corporation's capital dividend account immediately before the e			\$5	
of its previous/last tax year			T5	
The corporation's low rate income pool immediately before the end its previous/last tax year			U5	
\$	Subtotal (add amounts Q5	to U5) _	>	_V5
GRIP addition post-amalgamation or post-wind-up (predecessor the corporation is becoming a CCPC (amount P5 minus amount P5 minus)			or a DIC in its last tax year),	W5
•	, (0 .	,		= ' -
After you complete this worksheet for each predecessor and each s	subsidiary, calculate the tol	tal of all t	the W5 amounts. Enter this total amount on:	
 line 220 for a corporation becoming a CCPC; 				
- line 230 for post-amalgamation; or line 240 for post wind up.				
line 240 for post-wind-up.				

¬ Part 1 – Ontario basic income tax -

Schedule 500



Agence du revenu du Canada

Ontario Corporation Tax Calculation

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2021-12-31

- Use this schedule if your corporation had a **permanent establishment** (as defined in section 400 of the federal Income Tax Regulations) in Ontario at any time in the tax year and had Ontario taxable income in the year.
- Legislative references are to the federal Income Tax Act and Income Tax Regulations.
- This schedule is a worksheet only and is not required to be filed with your T2 Corporation Income Tax Return.

Ontario taxable income Note 1	562,968 1A
Ontario basic rate of tax for the year	11.5 % 1B
Ontario basic income tax (amount 1A multiplied by amount 1B) Note 2	64,741 1C
Note 1 If your corporation had a permanent establishment only in Ontario, enter the amount from line 360, from page 3 of the T2 return. Otherwise, enter the taxable income allocated to Ontario from column F in Part 1 of Schedule 5.	
Note 2 If your corporation had a permanent establishment in more than one jurisdiction or is claiming an Ontario tax credit in addition to basic income tax, or Ontario corporate minimum tax or Ontario special additional tax on life insurance corporations payable, enter on line 270 of Schedule 5, Tax Calculation Supplementary – Corporations. Otherwise, enter it on line 760 of the T2 return.	
Part 2 – Ontario small business deduction (OSBD)	
Complete this part if your corporation claimed the federal small business deduction under subsection 125(1).	
Line 400 of the T2 return	
Line 405 of the T2 return 2B	
Line 410 of the T2 return	
Line 415 of the T2 return	
Amount 2D Amount 2D	
×473,201 =2E	
Line 515 of the T2 return	
Subtotal (amount 2C minus amount 2E minus amount 2F) 2G	
Amount 2A, 2B or 2G whichever is the least	2H
Ontario domestic factor (ODF): Taxable income for Ontario Note 3 562,968.00 =	
Taxable income for all provinces Note 4 562,968	
Amount 2H multiplied by amount 2l 2J	
Ontario taxable income (amount 1A)	
Ontario small business income (amount 2J or 2K, whichever is less)	2L
Ontario small business deduction for the year	
Amount 2L Number of days in the tax year before January 1, 2020 X 8 % = 2M	
Number of days in the tax year 365	
Amount 2L x	
Ontario small business deduction for the year (amount 2M plus amount 2N)	20
Enter amount 2O on line 402 of Schedule 5.	
Note 3 Enter amount 1A.	
Note 4 Includes the territories and the offshore jurisdictions for Nova Scotia and Newfoundland and Labrador.	

Part 3 – Ontario adjusted small business income		
Complete this part if your corporation was a Canadian-controlled private corporation throughout the tax year and is claiming manufacturing and processing or the Ontario credit union tax reduction.	; the Ontario tax credit for	
Ontario adjusted small business income (amount 1A or 2H, whichever is the least)	· · · · · · · · <u> </u>	3A
Enter amount 3A at amount 4B in Part 4 of this schedule or at amount 2E in Part 2 of Schedule 502, Ontario Tax Credit for Mand Processing, whichever applies.	Vlanufacturing	
Part 4 – Credit union tax reduction		
Complete this part and Schedule 17, Credit Union Deductions, if the corporation was a credit union throughout the tax year.		
Amount 3C of Schedule 17	4A	
Ontario adjusted small business income (amount 3A)	4B	
Subtotal (amount 4A minus amount 4B, if negative, enter "0")	>	4C
Amount 4C x	4D	

Total (amount 4D **plus** amount 4E) ______4F

8.3 % = _____4E

Ontario domestic factor (amount 2I) ________ 4G

365 ×

365

Number of days in the tax year

after December 31, 2019

Number of days in the tax year

Ontario credit union tax reduction (amount 4F multiplied by amount 4G)

Enter amount 4H on line 410 of Schedule 5.

Amount 4C_

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Ontario Research and Development Tax Credit

Corporation's name	Business number	Tax year-end Year Month Day
InnPower Corporation	89242 2817 RC0001	2021-12-31

- Use this schedule to:
 - calculate an Ontario research and development tax credit (ORDTC);
 - claim an ORDTC earned in the tax year or carried forward from any of the 20 previous tax years that are a tax year ending after December 31, 2008, to reduce Ontario corporate income tax payable in the current tax year;
 - carry back an ORDTC earned in the tax year to reduce Ontario corporate income tax payable in any of the three previous tax years;
 - add an ORDTC that was allocated to the corporation by a partnership of which it was a member;
 - add an ORDTC transferred after an amalgamation or windup; or
 - calculate a recapture of the ORDTC
- The ORDTC is a non-refundable tax credit on eligible expenditures incurred by a corporation in a tax year. The ORDTC rate is:
 - 4.5% for tax years that end before June 1, 2016;
 - 3.5% for tax years that start after May 31, 2016; and

Part 1 – Ontario SR&ED expenditure pool -

- prorated for a tax year that ends on or after June 1, 2016, and includes May 31, 2016.
- An eligible expenditure is an expenditure for a permanent establishment in Ontario of a corporation, that is a qualified expenditure for the purposes of section 127 of the federal Income Tax Act for scientific research and experimental development (SR&ED) carried on in Ontario.
- · Only corporations that are not exempt from Ontario corporate income tax and none of whose income is exempt income can claim the ORDTC.
- Complete and attach this schedule to the T2 Corporation Income Tax Return for the tax year.
- To claim this credit, you must also send in completed copies of the Form T661, Scientific Research and Experimental Development (SR&ED) Expenditures Claim, and the Schedule 31, Investment Tax Credit - Corporations, within 18 months of the tax year end.

Total eligible expenditures ir Government assistance, nor for eligible expenditures	n-government assis		act payment		100 105	<u>124,724</u> A B	
Net eligible expenditures for (if negative, enter "0")		ınt A minus amo	unt B)			124,724 C	
Eligible expenditures transfe	erred to the corpora	tion by another c	orporation		110	D	
			Subtotal (a	amount C plus	amount D)	124,724	124,724 E
Eligible expenditures the co	rporation transferre	d to another corp	oration			115 _	F
Ontario SR&ED expenditu	re pool (amount E	minus amount F	(if negative	, enter "0")		120 _	<u>124,724</u> _G
The repayment of the ORD1 reduced because of the gov to the appropriate rate. Repayments for tax years	C is calculated using ernment or non-government	vernment assista		act payments. E 			
Repayment for a tax year		,			complete the proration		'''
Number of days in the tax year before June 1, 2016	240 152 × 366	4.5 % = _	1.8689_%	·			
	242 214 ×	<u>3.5</u> % = _	2.0464 %	2			
Subtotal (percentage 1 plus	percentage 2)	3.9153 _%	3			

3.9153 % = **216**

percentage 3

Repayments for a tax year that ends on or after

June 1, 2016 and includes May 31, 2016

Part 2 – Eligible repayments (continued) —				
Repayments for tax years that start after May 31, 2016	212	x	3.5 % = 217	J
Repayments made in the tax year of government or non-government assistance or contract payments that reduced eligible expenditures for first term or second term shared-use equipment acquired before 2014 220	× 1 / 4 =	x	4.5 % = 225	K
			229	L
─────────────────────────────────────	ne ORDTC			
For tax years that end before June 1, 2016				
Ontario SR&ED expenditure pool (amount G in Part 1)		х	4.5 % = 200	М
ORDTC allocated to the corporation by a partnership of w for a fiscal period that ends in the corporation's tax year *	which it is a member (other	than a specified member)		N
				 0
				0
Current part of the ORDTC for tax years that end befo		mounts in to O)		P
For a tax year that ends on or after June 1, 2016, and in	cludes May 31, 2016			
Number of days in the tax year				
before June 1, 2016 X 4.5 %	=% 4			
Number of days in the tax year				
Number of days				
in the tax year after May 31, 2016 ^X 3.5 %	- 0/ 5			
after May 31, 2016 X 3.5 % Number of days	=% 5			
in the tax year				
Subtotal (percentage 4 plus percentage 5)% 6			
Ontario SR&ED expenditure pool (amount G in Part 1) .	·	x percentage 6	<u></u> % = 201	Q
ORDTC allocated to the corporation by a partnership of w for a fiscal period that ends in the corporation's tax year *		than a specified member)	206	R
Eligible renovments (amount Lin Bort 2)				S
Part of the ORDTC for a tax year that ends on or after		•		
(total of amounts Q to S)				
For tax years that start after May 31, 2016				
Ontario SR&ED expenditure pool (amount G in Part 1)		124,724 ×	3.5 % = 202	4,365 υ
ORDTC allocated to the corporation by a partnership of w	,	'	207	
for a fiscal period that ends in the corporation's tax year *				V
Eligible repayments (amount L in Part 2)				W
The ORDTC for tax years that start after May 31, 2016	(total of amounts U to W)		232	4,365 X

* If there is a disposal or change of use of eligible property, see Part 7 on page 4.

┌ Part 4 – Calculatio	n of ORDTC available for de	eduction and	d ORDTC balance			
ORDTC balance at the en	d of the previous tax year				Y	
ORDTC expired after 20 to	ax years		300	0	Z	
ORDTC at the beginning of	of the tax year (amount Y minus amo	ount Z)		5	AA	
ORDTC transferred to the	corporation on amalgamation or win	ndup		0	BB	
Current part of ORDTC (amount P, T or X in Part 3	3 whichever applies)		4,365 CC			
Are you waiving all or part current part of the ORDTC	of the c? 315 Yes 1 No 2	2 X				
If you answered yes at line the tax credit waived on lin	e 315, enter the amount of ne 320.					
If you answered no at line	315, enter "0" on line 320.					
Waiver of the current part	of the ORDTC	320	DD			
	Subtotal (amount CC minus amou	unt DD)	<u>4,365</u> ►	4,36	5 <u>5</u> EE	
ORDTC available for dec	luction (total of amounts AA, BB and	d EE)		4,36	<u>55</u> ► _	4,365_FF
ORDTC claimed ** (Enter amount GG on line Corporations)	416 on page 5 of Schedule 5, <i>Tax C</i>			4,36	5 <u>5</u> GG	
ORDTC carried back to pr	revious tax years (from Part 5)				HH	
		Subtotal (amou	unt GG plus amount HH	4,36	<u>55</u> ► _	4,365
ORDTC balance at the e	nd of the tax year (amount FF minu	ıs amount II)			. 325	JJ
- ORDTC available for	e more than the lesser of the following deduction (amount FF); or come tax payable before the ORDTC		o corporate minimum ta	x credit (amount from lir	ne E6 on paç	ge 5 of Schedule 5).
Part 5 – Request fo	or carryback of tax credit —					
	Year Month Day					
1 st previous tax year	2020-12-31 .			. Credit to be applied	901	
2 nd previous tax year	2019-12-31 .			. Credit to be applied	902	
3 rd previous tax year	2018-12-31 .			. Credit to be applied	903	
		Total (to	tal of amount 901 to 903	B)(enter at amount HH ir	n Part 4)	

Part 6 – Analysis of tax credit available for carryforward by tax year of origin -

You can complete this part to show all the credits from previous tax years available for carryforward, by year of origin. This will help you determine the amount of credit that could expire in following years.

Tax year of origin (earliest tax year first)

(ourne	or tak you	,	
Year	Month	Day	Credit available
2	001-12-3	81	
2	002-12-3	31	
2	003-12-3	31	
2	004-12-3	31	
2	005-12-3	81	
2	006-12-3	81	
2	007-12-3	81	
2	008-12-3	81	
2	009-12-3	31	
2	010-12-3	31	

Tax year of origin (earliest tax year first)

`	,	,	
Year	Month	Day	Credit available
2	011-12-3	81	
2	012-12-3	31	
2	013-12-3	81	
2	014-12-3	81	
2	015-12-3	81	
2	016-12-3	31	
2	017-12-3	31	
2	018-12-3	81	
2	019-12-3	81	
2	020-12-3	81	
2	021-12-3	31	

Total (equals line 325 in Part 4)

The amount available from the 20th previous tax year will expire after this year. When you file your return for the next year, you will enter the expired amount on line 300 of Schedule 508 for that year.

Current tax year

Part 7 – Calculation of a recapture of ORDTC -

You will have a recapture of ORDTC in a tax year when you meet all of the following conditions:

- you acquired a particular property in the current year or in any of the 20 previous tax years if the ORDTC was earned in a tax year ending
 after 2008;
- you claimed the cost of the property as an eligible expenditure for the ORDTC;
- the cost of the property was included in computing your ORDTC or was subject to an agreement made under subsection 127(13) of the federal Act to transfer qualified expenditures and section 42 of the *Taxation Act*, 2007 (Ontario) applied; and
- you disposed of the property or converted it to commercial use in a tax year ending after December 31, 2008. You also meet this condition if you disposed of or converted to commercial use a property which incorporates the particular property previously referred to.

Note: The recapture **does not apply** if you disposed of the property to a non-arm's length purchaser who intended to use it all or substantially all for SR&ED in Ontario. When the non-arm's length purchaser later sells or converts the property to commercial use, the recapture rules will apply to the purchaser based on the historical federal investment tax credit (ITC) rate *** of the original user in Calculation 1 below.

You have to report the recapture on Schedule 5 for the year in which you disposed of the property or converted it to commercial use. If the corporation is a member of a partnership, report its share of the recapture.

Complete the columns for each disposition for which a recapture applies, using the calculation formats below.

*** Federal ITC in calculations 1 and 2 should be determined without reference to paragraph (e) of the definition **investment tax credit** in subsection 127(9) of the federal Act.

Calculation 1 - Complete this part If you meet all of the above conditions

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

Total of column MM (enter at amount WW in Part 8) _____NN

Part 7 -	Calculation o	f a recapture	of ORDTC	(continued)	, -
----------	---------------	---------------	----------	-------------	-----

Calculation 2 – If the corporation is deemed by subsection 42(1) of the Taxation Act, 2007 (Ontario) to have transferred all or part of the
eligible expenditure to another corporation as a consequence of an agreement described in subsection 127(13) of the federal Act complete
Calculation 2. Otherwise, enter nil on line SS.

	00	PP	QQ
	Rate percentage that the transferee used to determine its federal ITC for qualified expenditure that was transferred under an agreement under subsection 127(13) of the federal Act	Proceeds of disposition of the property if you dispose of it to a person at arm's length; or, in any other case, the fair market value of the property at conversion or disposition	Amount, if any, already provided for in Calculation 1 (this allows for the situation where only part of the cost of a property is transferred for an agreement under subsection 127(13) of the federal Act)
	720	730	740
1.			
Γ	RR	SS	TT
	Amount determined by the formula (OO x PP) - QQ (using the columns above)	Federal ITC earned by the transferee for the qualified expenditure that was transferred	Amount from column RR or SS, whichever is less
		750	
۱.			
		Total of column TT (enter at amount XX in Part 8)	
alcul	ation 3		
capti nougl	ure. If this is a positive amount, you will report it o	e of the ORDTC of the partnership after the ORDTC on line 205, 206, or 207 in Part 3, whichever applies. ure, then the amount by which reductions to the ORI	However, if the partnership does not have
	rate partner's share of the excess of ORDTC (ent	er at amount ZZ in Part 8)	

Part 8 – Total recapture of ORDTC ————	-
Recaptured federal ITC for Calculation 1 (amount NN from Part 7)	

tecaptured federal ITC for Calculation 1 (amount NN from Part 7)

Recaptured federal ITC for Calculation 2 (amount UU from Part 7)XX

Amount WW **plus** amount XX _________ X 23.56 % = ______YY

Corporate partner's share of the excess of ORDTC for Calculation 3 (amount VV from Part 7)

Recapture of ORDTC (amount YY plus amount ZZ) (enter amount AAA on line 277 on page 5 of Schedule 5)

Schedule A - Worksheet for eligible expenditures incurred by the corporation in Ontario for the current taxation year

This worksheet allows you to report the amount of eligible expenditures entered on Form T661, Scientific Research and Experimental Development (SR&ED) Expenditures Claim which represents eligible expenditures as defined in section 127 of the Income Tax Act (ITA) with regard to scientific research and experimental development (SR&ED) carried on in Ontario and attributable to a permanent establishment in Ontario of a corporation.

Data on the worksheet is calculated based on the amounts on Form T661, but will have to be adjusted according to the rules of Ontario, if applicable, in particular when the corporation has had a permanent establishment in more than one jurisdiction. This data will be used when calculating Schedule 508 and Schedule 566.

Total expenditures for SR&ED		146,748
Add		
payment of prior years' unpaid expenses (other than salary or wages)	+	
prescribed proxy amount (Enter "0" if you use the traditional method)	+	
• other additions	+	
Subtotal	=	146,748
Less		
 current expenditures (other than salary or wages) not paid within 180 days of the tax year end amounts paid in respect of an SR&ED contract to a person or partnership 		
that is not taxable supplier		22.024
20% of contract expenditures for SR&ED performed on your behalf		22,024
prescribed expenditures not allowed by regulations		
other deductions non-arm's length transactions		
expenditures for non-arm's length SR&ED contracts purchases (limited to costs) of goods and services from non-arm's		
length suppliers		
Total	=	124,724
Enter amount I on line 100 of Schedule 508.		,

Code 1901

Canada Revenue Agency

Agence du revenu du Canada

Scientific Research and Experimental Development (SR&ED) Expenditures Claim

Use this form:

- to provide technical information on your SR&ED projects;
- to calculate your SR&ED expenditures; and
- to calculate your qualified SR&ED expenditures for investment tax credits (ITC).

To claim an ITC, use either:

- Schedule T2SCH31, Investment Tax Credit Corporations; or
- Form T2038(IND), Investment Tax Credit (Individuals).

The information requested in this form and documents supporting your expenditures and project information (Part 2) are prescribed information.

In Part 6, a new box is added: Box 758 that must be filled if traditional method is used. The information is required for tax year ends after 2020 and optional for tax year ends before 2021.

Your SR&ED claim must be filed within 12 months of the filing due date of your income tax return.

To help you fill out this form, use the T4088, Guide to Form T661, which is available on our website: canada.ca/taxes-sred.

F	Part 1	I – (General	l inf	form	atior

010 Name of claimant	Enter one of the following:			
InnPower Corporation	89242 2817 RC0001 Business number (BN)			
From 2021-01-01 to 2021-12-31 Year Month Day Year Month Day Total number of projects you are claiming this tax year:	Social insurance number (SIN)			
100 Contact person for the financial information	105 Telephone number/extension 110 Fax number			
Lisa McCaskie 115 Contact person for the technical information	(705) 431-6870 120 Telephone number/extension 125 Fax number			
Arthur Berdichevsky	(705) 431-6870			
151 If this claim is filed for a partnership, was Form T5013 Partnership Informat	tion Return filed? Yes No			
If you answered no to line 151, complete lines 153, 156 and 157.				
Names of the partners	156 % 157 BN or SIN			
1				
2				
3				
4				
5				
Part 2 - Project information Complete a separate Part 2 for each project claimed this year.	CRA internal form identifier 060 Code 1901			
Section A - Project identification				
200 Project title (and identification code if applicable)				

See schedule

Part 3 - Calculation of SR&ED expenditures

What did you spend on your SR&ED projects?

What did you open on your orders projects.	
Section A – Select the method to calculate the SR&ED expenditures	
I elect (choose) to use the following method to calculate my SR&ED expenditures and related investment tax credits (ITC) for this I understand that my election is irrevocable (cannot be changed) for this tax year.	tax year.
160 1 lelect to use the proxy method (Enter "0" on line 360 and complete Part 5.)	
162 1 X I choose to use the traditional method (Enter "0" on line 502. Complete line 360.)	

 SR&ED portion of salary or wages of employees directly engaged in the SR&ED: 		
a) Employees other than specified employees for work performed in Canada		18,209
b) Specified employees for work performed in Canada		
Subtotal (add lines 300 and 305)	306 =	18,209
c) Employees other than specified employees for work performed outside Canada (subject to limitations – see guide)	307 +	
d) Specified employees for work performed outside Canada (subject to limitations – see guide)	309 +	
• Salary or wages identified on line 315 in prior years that were paid in this tax year	310 +	
• Salary or wages incurred in the year but not paid within 180 days of the tax year end 315	_	
Cost of materials consumed in performing SR&ED	320 +	
Cost of materials transformed in performing SR&ED	325 +	
Contract expenditures for SR&ED performed on your behalf:		
a) Arm's length contracts	340 +	110,120
b) Non-arm's length contracts	345 +	•
Overhead and other expenditures (enter "0" if you elected to use the proxy method at line 160)		18,419
Third-party payments (complete Form T1263*)	A=A .	
Total allowable SR&ED expenditures (add lines 306 to 370; do not add line 315)	380 =	146,748
f the above expenditures have been included in your income statement, enter this amount on line 118 of Schedule T2SCH1 or,	if you are an ir	idividual, include
his amount in your self-employment income (lines 135 to 143) reported on your individual income tax and benefit return.		

Section C – Calculation of pool of deductible SR&ED expenditures (to the nearest dollar)		
Amount from line 380	420	146,748
Deduct		
• provincial government assistance for expenditures included on line 380	429	4,365
• other government assistance for expenditures included on line 380	431	
• non-government assistance for expenditures included on line 380	432	
• SR&ED ITCs applied and/or refunded in the prior year (do not include ITCs allocated from a partnership)	435	19,120
• sale of SR&ED capital assets and other deductions	440	
Subtotal (line 420 minus lines 429 to 440)	442 =	123,263
Add		
• repayments of government and non-government assistance that previously reduced the SR&ED expenditure pool	445 + _	
• prior year's pool balance of deductible SR&ED expenditures (from line 470 of prior year T661)	450 + _	
SR&ED expenditure pool transfer from amalgamation or wind-up	452 + _	
amount of SR&ED ITC recaptured in the prior year	453 + _	
Amount available for deduction (add lines 442 to 453) (enter positive amount only, include negative amount in income)	455 =	123,263
Deduction claimed in the year (Corporations should enter this amount on line 411 of schedule T2SCH1)	460 – _	123,263
Pool balance of deductible SR&ED expenditures to be carried forward to future years (line 455 minus 460)	470 =	_

^{*} Form T1263, Third-Party Payments for Scientific Research and Experimental Development (SR&ED)

Part 4 – Calculation of qualified SR&ED expenditures for investment tax credit (ITC) purposes (to the nearest dollar)

The resulting amount is used to calculate your refundable and/or non refundable ITC.

Total allowable SR&ED expenditures (from line 380)	492	146,748
Add		
• payment of prior years' unpaid amounts (other than salary or wages) (see note 1)	500 +	
prescribed proxy amount (complete Part 5)		
(Enter "0" if you use the traditional method)	502 +	
• qualified expenditures transferred to you (see note 3) (complete Form T1146**)	508 +	
Subtotal (add lines 492 to 508)		146,748
Deduct		
provincial government assistance	513 -	4,365
other government assistance	515 -	
• non-government assistance and contract payments	517 –	
• current expenditures (other than salary or wages) not paid within 180 days of the tax year end (see note 1)	520 –	
• 80% of the amounts paid in respect of an SR&ED contract to a person or partnership that is not a taxable supplier	528 –	
• 20% of the amount on lines 340 and 370	529 –	22,024
• prescribed expenditures not allowed by regulations (see guide)	530 -	
• other deductions (see guide)	533 -	
non-arm's length transactions		
assistance allocated to you (complete Form T1145*)	538 -	
- expenditures for non-arm's length SR&ED contracts (from line 345)	541 -	
adjustments to purchases (limited to costs) of goods and services from non-arm's length suppliers (see guide)	542 -	
 qualified expenditures you transferred (complete Form T1146**) 	544 -	
Qualified SR&ED expenditures (line 511 minus lines 513 to 544)	559 =	120,359
Add		
• repayments of assistance and contract payments made in the year	560 +	
Total qualified SR&ED expenditures for ITC purposes (add lines 559 and 560)	570 =	120,359

Form T1145, Agreement to Allocate Assistance for SR&ED Between Persons Not Dealing at Arm's Length

Note 1 – For arm's length contracts, only include 80% of the contract amount.

^{**} Form T1146, Agreement to Transfer Qualified Expenditures Incurred in Respect of SR&ED Contracts Between Persons Not Dealing at Arm's Length

Part 5 - Calculation of prescribed proxy amount (PPA)

A notional amount representing your overhead and other expenditures.

This part calculates the PPA to enter on line 502 in Part 4. Do not complete this part if you have chosen to use the traditional method in Part 3 (line 162). You can only claim a PPA if you elected to use the proxy method for the year in Part 3 (line 160).

Special rules apply for specified employees. Calculate your salary base in Section A and the PPA in Section B.

Section A – Salary base						
Salary or wages of employees otl	ner than specified empl	oyees (from lin	es 300 and 307)			810 +
Deduct						
Bonuses, remuneration based on	•					
Subtotal (line 810 minus 812)						814 =
Salary or wages of specified e	mnlovece					
850	852	854	856	858	860	
Column 1	Column 2	Column 3	Column 4	Column 5	Column 6	•
Name of specified employee	Total salary or wages for the year (SR&ED and non-SR&ED) excluding bonuses, remuneration based on profits, and taxable benefits (to the nearest dollar)	% of time spent on SR&ED (maximum 75%)	Amount in column 2 multiplied by percentage in column 3	2,5 x A x B/365 A = Year's maximum pensionable earnings B = Number of days employed in tax year	Amount in column 4 or 5, whichever amount is less	
			(Enter total of col	umn 6 on line 816)		816 +
Salary base (total of lines 814 and Section B – Prescribed proximate) Enter 55 % of the salary	,					818 =
Enter the amount from line 820 of the overall cap on PPA)	on to line 502 in Part	4 unless the d	overall cap on PPA	A applies to you. (S	ee the guide for	explanation and example

Part 6 - Project costs

Information requested in this part must be provided for **all** SR&ED projects claimed in the year. Expenditures should be recorded and allocated on a project basis.

^{*} For Box 758, the information is required for tax year ends after 2020 and optional for tax year ends before 2021.

750	752	754	756	758
Project title or identification code	Salary or wages in the tax year	Cost of materials in the tax year	Contract expenditures for SR&ED performed on your behalf in the tax year (Total of lines	Overhead and other expenditures in the tax year*
	306 to 309)	320 and 325)	340 and 345)	if applicable)
1 2019-01 Smart Devices for Grid Management	18,209		110,120	18,419
Total	18,209		110,120	18,419

Part 7 – Additional information

Expenditures for SR&ED performed by you in Canada (line 380 minus lines 307, 309, 340, 345, and 370)		605 36,628
From the total you entered on line 605, estimate the percentage of distribution of the sources of funds for SR&ED performed within your organization.	Canadian (%)	Foreign (%)
	` ,	Foreign (78)
Internal 600	100.000	
Parent companies, subsidiaries, and affiliated companies 602 Federal grants (do not include funds or tax credits from SR&ED tax incentives) 606		604
Federal contracts		
Provincial funding		
SR&ED contract work performed for other companies on their behalf		614
Other funding (e.g., universities, foreign governments)		618
For statistical purposes indicate whether the work you performed falls within the realm of Basic or Applied rese Experimental development (to achieve a technological advancement):	earch (to advance scie	ntific knowledge) or
Basic or Applied research Basic or Applied research	evelopment	
Enter the number of SR&ED personnel in full-time equivalents (FTE):		
Scientists and engineers		632 1
Technologists and technicians		634
Managers and administrators		636
		638
Other technical supporting staff		030

Part 8 - Claim checklist

To ensure your claim is complete, make sure you have:
1. used the current version of this form
2. entered the method you have chosen for reporting your SR&ED expenditures in Section A of Part 3
3. completed Part 2 for each project
4. filed a completed Schedule T2SCH31 or Form T2038(IND) to claim ITCs on your qualified SR&ED expenditures
5. filed a completed Form T1145*, T1146**, T1174*** and/or T1263**** including any required attachments, if applicable
To expedite the processing of your claim, make sure you have:
1. completed Form T2, Corporation Income Tax Return or Form T1, Income Tax and Benefit Return
2. filed the appropriate provincial and/or territorial tax credit forms, if applicable
3. retained documents to support the SR&ED work performed and SR&ED expenditures you claimed
4. checked boxes 231 and 232 on page 2 of your T2 return to indicate attachment of Form T661 and Schedule T2SCH31

^{*} Form T1145, Agreement to Allocate Assistance for SR&ED Between Persons Not Dealing at Arm's Length

^{**} Form T1146, Agreement to Transfer Qualified Expenditures Incurred in Respect of SR&ED Contracts Between Persons Not Dealing at Arm's Length

^{***} Form T1174, Agreement Between Associated Corporations to Allocate Salary or Wages of Specified Employees for Scientific Research and Experimental Development (SR&ED)

^{****} Form T1263, Third Party Payments for Scientific Research and Experimental Development (SR&ED)

Part 9 – Claim preparer information

Information requested in this part must be provided for each claim preparer that has accepted consideration to prepare or assist in the preparation of this SR&ED claim. Certification is required on lines 935, 970, and 975.

A \$1,000 penalty may be assessed if the information requested below about the claim preparer(s) and billing arrangement(s), is missing, incomplete, or inaccurate. Where a claim preparer has prepared or assisted in the preparation of this SR&ED form, the claimant and the claim preparer will be jointly and severally, or solidarily, liable for the penalty.

935 Was a claim preparer engaged in any aspect of the preparation of this SR&ED claim?

1 X Yes (complete the claim preparer information table and lines 970 and 975 below)

No (complete lines 970 and 975)

Claim preparer information table

	940	945	950	955	960	965
	Name of claim preparer (company or individual)	Business number	Billing arrangement code (see codes below*)	Billing rate (percentage, hourly/daily rate or flat fee)	Other billing arrangement(s) (Maximum 10 words)	Total fee paid, payable, or expected to pay
1. KF	PMG LLP	12236 3153 RC0001	1	25.00		5,605
					Total	5,605
* Billing	arrangement codes					
Code	Type of billing arrangement					
1	Contingency fee arrangement – where the	fee is based on a perce	ntage of the inve	estment tax credit earr	ned	
2	Hourly rate					
3	Daily rate					
4	Flat fee arrangement (lump sum)					
5	Other arrangements – describe the arrange	ement in box 960 in 10 v	vords or less			
970 l,	Glen McAllister			certify that the informa	ation provided in this part is	s comp l ete
	Name of authorized signing officer of the cor	poration, or individual (prin		,		'
an	d accurate.	· "			975	2022-11-04
	Signature					Year Month Day

PREPARED SOLELY FOR INCOME TAX PLIRPOSES WITHOUT ALIDIT OR REVIEW FROM INFORMATION PROVIDED BY THE TAXPAYER.

s and it is true, correct, and complete.	
Signature	170 2022-11-04 Date
	s and it is true, correct, and complete. Signature

Privacy Notice

Personal information is collected pursuant to subsections 37(1), 37(11), and 162(5.1) of the Income Tax Act (the Act) and is used for verification of compliance, administration and enforcement of the Scientific Research and Experimental Development (SR&ED) program requirements.

Information may also be used for the administration and enforcement of other provisions of the Act, including assessment, audit, enforcement, collections, and appeals, and may be disclosed under information-sharing agreements in accordance with the Act. Incomplete or inaccurate information may result in assessment of monetary penalties and delays in processing SR&ED claims.

The social insurance number is collected pursuant to section 237 of the Act and is used for identification purposes.

Information is described in personal information bank CRA PPU 441 "Scientific Research and Experimental Development" in the Canada Revenue Agency (CRA) chapter of Info Source. Personal information is protected under the Privacy Act, and individuals have a right of access to, correction, and protection of their personal information. Further details regarding requests for personal information at the CRA and our Info Source chapter can be found at canada.ca/cra-info-source.

Part 2 – Project information (continued)

Project number 1

	,						
CRA internal	form	identi	ifier	-	0	6	0

Complete a separate Part 2 for each project claimed this year. Code 1901 Section A - Project identification 200 Project title (and identification code if applicable) 2019-01 Smart Devices for Grid Management 206 Field of science or technology code 202 Project start date 204 Completion or expected completion date (See guide for list of codes) 2017-10 2022-03 Electrical and electronic engineering Month Month Project claim history 208 1 X Continuation of a previously claimed project First claim for the project **210** 1 X No Was any of the work done jointly or in collaboration with other businesses? If you answered ves to line 218, complete lines 220 and 221. 221 220 Names of the businesses BN 2 3 Section B - Project descriptions 242 What scientific or technological uncertainties did you attempt to overcome? (Maximum 50 lines) InnPower Inc. ("InnPower" or "the company") operates ten distribution stations, each with an incoming voltage of 44,000 volts. There are 1,000 kilometers of power lines under the company's jurisdiction, covering a 292 3. square kilometer service area within the Town of Innisfil and South Barrie. 4. In seeking to advance technologies required to achieve smart grid 5. capabilities, the following technological uncertainties were needed to be 6. addressed. With an objective of overcoming the challenges imposed by the legacy GIS 8. 9. platform, InnPower sought to integrate the existing GIS platform with ESRI's geometric utility network model (UNM). InnPower's initial investigations were 10. focused on how to seamlessly integrate ESRI's UNM with various subsystems 11. such as the Outage Management System (OMS) and SCADA. This integration was 12. necessary to identify and address faulty assets in real-time to reduce 13. outages. However, a significant challenge that was encountered during the 14. integration process was due to incompatible and historical GIS symbologies, 15. attribute data and digital asset configuration within the network, which 16. 17. prohibited the tracking and identification of faulty asset connectivity 18. within the distribution system. 19. In FY20, field analyses were performed to identify the attributes of network 20. devices such that the UNM is electrically aware of the connectivity. Furthermore, different symbols, attribute data, attribute rules and 21. connectivity programming associated with all assets were explored to 22. effectively map the devices in the network. In FY21, InnPower aimed to 23. continue their field analysis to model grid assets as a function of their 24. intrinsic properties, inter-connectivity and so on. The idea was to model 25. these inter relationships for the purpose of software-driven geospatial 26. analysis. However, it was unknown whether the target representation of asset 27. 28. relationships would be compatible with the OMS and SCADA subsystems. Systematic Investigations were necessary to address these issues. 29. What work did you perform in the tax year to overcome the scientific or technological uncertainties described in line 242?

2

(Summarize the systematic investigation or search) (Maximum 100 lines)

In FY21, InnPower sought to build data analytics into their existing GIS for the purpose of simulating real-world scenarios and tracking faulty assets in

real-time. In the quest to model the interrelationships across grid assets

2022	-11-04 12.03	09242 2017 NC0001							
244	What work did you perform in the tax year to overcome the scientific or (Summarize the systematic investigation or search) (Maximum 100 lines	technological uncertainties described in line 242?							
4.	(i.e., transformers, feeders, etc.), InnPower	•							
5.	GIS data using a combination of field experime								
6.	Specifically, InnPower used backfill operation								
7.	to address data gaps where asset data, particular								
8.	connections, were unavailable. Additionally,	InnPower developed an algorithm							
9.	to automatically upgrade conductors in the se	rvice category, and to assign an							
10.	asset ID to each conductor. As part of the de	velopment of the algorithm,							
11.	feeder by feeder tests were carried out to pro	ove the validity of the data							
12.									
13.									
14.	= -								
15.		-							
16.									
17.									
18. 19.		-voitage line, without a							
20.		anahilitias with Outaga							
21.									
22.		-							
23.									
24.		•							
	-								
246	What scientific or technological advancements did you achieve or attem	pt to achieve as a result of the work described in line 244? (Maximum 50 lines)							
1.	The work performed by InnPower in FY21 represe	ents a technological advancement							
2.	in the field of Electrical and Electronic Eng	ineering.							
3.	InnPower devised a process to upgrade their le								
4.	integration with other sub-systems in the sma								
5.	develop automated analysis to augment the miss								
6.	data was successfully validated, feeder by feeder, to ensure it is a true								
7.									
8. 9.	developed and verified to ensure their compatant and with other integrated systems.	ibility with the augmented data							
10.		ed in the future to							
11.									
12.									
		·							
Sec	tion C – Additional project information								
Who	p prepared the responses for Section B?								
253	1 X Employee directly involved in								
055	Mike Bickers								
255	1 Other employee of the company								
257	1 X External consultant 258 Name	259 Firm							
	KPMG LLP	KPMG LLP							
	the key individuals directly involved in the project and indicate their qualif								
260	Names	Qualifications/experience and position title							
1	Arthur Berdichevsky	P.Eng. MBA, 17+ Years of Engineering Experience, Chief Operating Officer							
2	Morteza Mirkeshmiri	P.ENG., 10+ Years of Engineering Experience, Manager							
3	Mike Bickers	GIS and AutoCAD Technician							
265 266	Are you claiming expenditures for SR&ED carried out on behalf of anoth	ner party? Yes X No							
267	Are you claiming expenditures for SR&ED performed by people other th	an your employees?							

If you answered yes to line 267, complete lines 268 and 269.									
Names of individ	269 BN								
1 Planview Utility Services	84171 1906 RT0001								
2 ESRI Canada	89521 0979 RT0001								
3 Survalent		13119 7386 RT0001							
270 1 Project planning documents	276 1 Progress reports, minutes of proj	· ·							
You do not need to submit these items with the claim. However									
Records of resources allocated to the project,	Test protocols, test data, analysis	s of test results,							
	CONCIUSIONS								
1 X Design of experiments	278 1 Photographs and videos								
273 1 Project records, laboratory notebooks	279 1 Samples, prototypes, scrap or ot	her artefacts							
274 1 Design, system architecture and source code	280 1 X Contracts								
275 1 Records of trial runs	281 1 Others specify 282								



InnPower Corporation EB-2023-0033 Exhibit 6 Appendix 6-2-1 (F) 2022 Tax Return May 12, 2023

Appendix 6-2-1 (F) 2022 Tax Return

InnPower Corporation will provide a copy of its 2022 Tax Return once it is available.



InnPower Corporation EB-2023-0033 Exhibit 6 Appendix 6-2-1 (G) 2024 OEB Income Tax / PILs Workform May 12, 2023

Appendix 6-2-1 (G) 2024 OEB Income Tax / PILs Workform

InnPower Corporation has filed the 2024 OEB Income Tax / PILs Workform separately in excel as Exhibit 6, Appendix 6-2-1 (G): 2024 OEB Income Tax / PILs Workform.





Appendix 6-3-1 (A) Chapter 2 Appendices 2-H Other Operating Revenue

TO BE UPDATED AT THE DRAFT RATE ORDER STAGE

 File Number:
 EB-2023-0033

 Exhibit:
 6

 Tab:
 3

 Schedule:
 1

 Page:
 2

Date: 5/12/23

Appendix 2-H Other Operating Revenue

USoA#	USoA Description	2017 Actual ²		2018 Actual ²		2019 Actual ²		2020 Actual ²		2021 Actual ²		2022 Actual		Bridge Year		Test Year		
			2017		2018		2019		2020		2021		2022		2023		2024	
	Reporting Basis		MIFRS		MIFRS		MIFRS		MIFRS									
4082	Retail Services Revenues	-\$	10,932	-\$	11,568	-\$	14,909	-\$	15,344	-\$	16,757	-\$	14,768	-\$	13,902	-\$	14,180	
4084	Service Transaction Requests (STR) Revenues	-\$	134	-\$	48	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	
4086	SSS Administration Revenue	\$	-	\$	-	\$	-	\$	-	\$	-	-\$	64,524	-\$	76,328	-\$	79,906	
4210	Rent from Electric Property	-\$	166,019	-\$	234,376	-\$	322,911	-\$	283,788	-\$	284,657	-\$	283,002	-\$	297,670	-\$	297,670	
4225	Late Payment Charges	-\$	106,918	-\$	105,419	-\$	89,306	-\$	117,181	-\$	97,512	-\$	113,621	-\$	139,200	-\$	139,200	
4235	Miscellaneous Service Revenues	-\$	106,848	-\$	161,691	-\$	140,414	-\$	115,277	-\$	163,460	-\$	632,823	-\$	222,713	-\$	258,228	
4355	Gain on Disposition of Utility and Other Property	\$	48,935	\$	11,424	\$	59,813	\$	6,270	\$	344,711	\$	61,137	\$	-	\$	-	
4375	Revenues from Non Rate-Regulated Utility Operations	-\$	927,387	-\$	1,565,066	-\$	1,217,885	-\$	1,569,564	-\$	1,569,057	-\$	925,764	-\$	2,144,607	-\$	2,308,849	
4380	Expenses of Non Rate-Regulated Utility Operations	\$	1,171,945	\$	1,226,993	\$	985,242	\$	1,266,622	\$	1,026,780	\$	893,437	\$	1,554,162	\$	1,640,262	
4385	Non Rate-Regulated Utility Rental Income	\$	-	\$	-	\$	-	-\$	106,843	-\$	112,612	-\$	139,658	-\$	113,921	-\$	115,200	
4390	Miscellaneous Non-Operating Income	-\$	99,702	-\$	148,027	-\$	157,735	-\$	22,912	-\$	35,654	-\$	9,322	-\$	24,000	-\$	24,000	
4405	Interest and Dividend Income	-\$	40,535	-\$	606,205	-\$	817,671	-\$	96,645	-\$	54,251	-\$	238,311	-\$	86,580	-\$	86,580	
4410	Lessor's Net Investment in Finance Lease	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	
4415	Equity in Earnings of Subsidiary Companies	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	
4420	Share of Profit or Loss of Joint Venture	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	
Miscellaneo	us Service Revenues	-\$	106,848	-\$	161,691	-\$	140,414	-\$	115,277	-\$	163,460	-\$	632,823	-\$	222,713	-\$	258,228	
Late Paymer	nt Charges	-\$	106,918	-\$	105,419	-\$	89,306	-\$	117,181	-\$	97,512	-\$	113,621	-\$	139,200	-\$	139,200	
Other Opera	ting Revenues	-\$	177,085	-\$	245,993	-\$	337,820	-\$	299,132	-\$	301,413	-\$	362,294	-\$	387,900	-\$	391,756	
Other Incom	e or Deductions	\$	153,256	-\$	1,080,881	-\$	1,148,235	-\$	523,071	-\$	400,082	-\$	358,482	-\$	814,945	-\$	894,367	
Total		-\$	237,596	-\$	1,593,984	-\$	1,715,776	-\$	1,054,661	-\$	962,468	-\$	1,467,220	-\$	1,564,759	-\$	1,683,551	