

E.L.K. Energy Inc.
2027 Cost of Service Rate Application
Exhibit 6
Revenue Requirement





Table of Contents

6.1	Revenue Requirement	3
6.1.1	Overview	3
6.1.2	Calculation of Revenue Requirement	3
6.1.3	Determination of Net Utility Income	4
6.1.4	Statement of Rate Base	4
6.2	Actual Return on Rate Base	5
6.2.1	Indicated Rate of Return	6
6.2.2	Requested Rate of Return	6
6.3	Revenue Deficiency	6
6.4	Cost Drivers of Revenue Deficiency	7
6.5	Impacts of Changes in Methodologies	8
6.6	Revenue Requirement Workform	8
6.7	Payments in Lieu of Taxes	9
6.7.1	PILs	9
6.7.2	Tax Returns	10
6.7.3	Loss Carry Forwards	10
6.7.4	Tax Credits	11
6.7.5	Other Additions and Deductions	11
6.7.6	Integrity Checks	11
6.7.7	Accelerated CCA	12
6.7.8	Other Taxes	13
6.7.9	Non-Recoverable and Disallowed Expenses	13
6.8	Other Revenue	13
6.8.1	Overview	13
6.8.2	Variance Analysis	14
6.8.3	Proposed New Service Charges	15
6.8.4	Revenue from Affiliate Transaction, Shared Services and Corporate Cost Allocation	15



List of Tables

Table 1 - 2027 Test Year Net Income	4
Table 2 - 2027 Rate Base	5
Table 3 - Revenue Requirement and Rate of Return Summary	5
Table 4 - Revenue Deficiency Calculation.....	7
Table 5 - Revenue Deficiency by Revenue Requirement Component	8
Table 6 – 2026 Bridge Year Forecast at 2026 Rates	9
Table 7 – 2027 Test Year Forecast at 2026 Rates.....	9
Table 8 – 2027 Test Year Forecast at 2027 Rates.....	9
Table 9 - Tax Adjustments to Accounting Income – 2027 Test Year.....	11
Table 10 - Summary of Other Revenue.....	14
Table 11 - Summary of Other Revenue Variances.....	14
Table 12 - Reconciliation of Account 4375 to Appendix 2-N	16
Table 13 - Reconciliation of Account 4380 to Appendix 2-N	16

List of Attachments

Attachment 6-A – 2025 Tax Return for period January 1, 2025 – November 28, 2025

Attachment 6-B - 2025 Tax Return for period November 29, 2025 – December 31, 2025



6.1 Revenue Requirement

6.1.1 Overview

The information in this Exhibit outlines E.L.K.'s requested revenue requirement in this Application.

E.L.K. is requesting an increase to its revenue requirement based on the calculated revenue deficiency, determined by calculating the difference between the requested revenue requirement, and the amount of revenue computed by applying E.L.K.'s proposed 2027 load forecast to its 2026 OEB-approved (existing) electricity distribution rates.

The overall increase in the Revenue Requirement is due to:

- Growth in rate base since E.L.K.'s last rebasing;
- Increased capital and operating costs to continue to provide safe and reliable service, as is further detailed in Exhibit 2 and Exhibit 4; and
- Increase in the OEB-allowed rates of return.

E.L.K. completed the Revenue Requirement Workform 2027 version 1.0 ("RRWF Model") provided by the Board on January 15, 2026. The RRWF Model is provided in Excel format with this Application as file: ELK_2027_Rev_Reqt_Workform_20260828.

As per the Board's Filing Requirements, the calculation of gross Revenue Sufficiency/Deficiency isolates the delivery sufficiency/deficiency from any energy sufficiency/deficiency. As a result, E.L.K.'s calculation does not include any recovery of deferral/variance accounts or any other electricity charges (i.e. Retail Transmission Service Charges, Wholesale Market Service Charges, Commodity Charges, etc.). The determination of these charges are considered elsewhere in this Application, as applicable.

6.1.2 Calculation of Revenue Requirement

E.L.K.'s proposed revenue requirement consists of the following:

- Operations, Maintenance & Administration ("OM&A") Expenses;
- Property Taxes;
- LEAP;
- Depreciation/Amortization Expense;



- PILs;
- Deemed Interest Expense; and
- Return on Equity.

E.L.K.'s revenue requirement is primarily received through electricity distribution rates and is offset by Other Revenue amounts, which are primarily derived from the application of OEB-approved specific service charges, late payment charges, interest, amortization of deferred revenue and other operating income. E.L.K. has ensured that the filed RRWF Model reconciles and is consistent with the related numbers in other Exhibits in this Application.

6.1.3 Determination of Net Utility Income

E.L.K. proposes a 2027 Test Year Net Income of \$826,782. This amount is outlined on Tab 5 of the RRWF Model and is summarized in the Table below.

Table 1 - 2027 Test Year Net Income

Description	Amount
Operating Revenues	
Distribution Revenue	\$ 6,720,762
Other Revenue	\$ 666,860
Total Revenue	\$ 7,387,622
Operating Expenses	
OM&A Expenses (Inc. LEAP and Property Tax)	\$ 4,882,170
Depreciation / Amortization	\$ 1,053,002
Deemed Interest Expense	\$ 625,668
Total Costs and Expenses	\$ 6,560,840
Net Income Before Income Taxes	\$ 826,782
PILs (Grossed-Up)	\$ -
Utility Net Income	\$ 826,782

6.1.4 Statement of Rate Base

E.L.K. proposes a 2027 Test Year rate base of \$22,688,870. This amount is determined by calculating the average of the opening and closing balance for the 2027 Test Year



plus an allowance for working capital, as is further detailed in Exhibit 2 of this Application.

The derivation of rate base is summarized in the Table below.

Table 2 - 2027 Rate Base

Description	Amount
Opening Net Fixed Assets	\$ 19,059,192
Closing Net Fixed Assets	\$ 20,885,701
Average Net Fixed Assets	\$ 19,972,447
Working Capital Allowance	\$ 2,716,423
Total Rate Base	\$ 22,688,870

6.2 Actual Return on Rate Base

The determination of E.L.K.'s 2027 Test Year Revenue at Existing Rates and the 2027 Test Year Revenue at Proposed Rates in order to achieve the Required Revenue is summarized in the Table below.

Table 3 - Revenue Requirement and Rate of Return Summary

Description	2027 Test Year at Existing Rates	2027 Test Year at Required Revenue
Actual Return on Rate Base		
Rate Base	\$ 22,688,870	\$ 22,688,870
Deemed Interest Expense	\$ 625,668	\$ 625,668
Net Income	\$ (971,815)	\$ 826,782
Total Actual Return on Rate Base	\$ (346,147)	\$ 1,452,451
Actual Return on Rate Base	(1.53%)	6.40%
Required Return on Rate Base		
Rate Base	\$ 22,688,870	\$ 22,688,870
Rates of Return:		
Return on Debt (Weighted)	4.60%	4.60%
Return on Equity	9.11%	9.11%
Deemed Interest Expense	\$ 625,668	\$ 625,668
Return on Equity	\$ 826,782	\$ 826,782
Total Required Return on Rate Base	\$ 1,452,451	\$ 1,452,451
Expected Return on Rate Base	6.40%	6.40%



6.2.1 Indicated Rate of Return

E.L.K.'s 2027 Test Year Indicated Rate of Return is (1.53)% as identified in the Table above. This is calculated as sum of Utility Net Income at Existing Rates and Deemed Interest Expense divided by Rate Base. Absent a change to distribution rates for 2027 as proposed in this Application, and assuming that the 2026 OEB Approved rates remained unchanged, E.L.K.'s Return on Rate Base would be \$(346,147) or (1.53)%.

6.2.2 Requested Rate of Return

E.L.K.'s requested Rate of Return is 6.40% or \$1,452,451 calculated as Deemed Interest Expense plus Return on Equity divided by Rate Base as shown in the Table above. The requested rate of return is calculated using the 2027 Test Year load forecast at the proposed rates.

6.3 Revenue Deficiency

E.L.K.'s Revenue Deficiency for the 2027 Test Year is \$2,447,072 as is detailed in the Table below.



Table 4 - Revenue Deficiency Calculation

Description	At Current Approved Rates	At Proposed Rates
Revenue Deficiency	\$ -	\$ 2,447,072
Distribution Revenue	\$ 4,273,690	\$ 4,273,690
Other Operating Revenue Offsets	\$ 666,860	\$ 666,860
Total Revenue	\$ 4,940,550	\$ 7,387,622
Operating Expenses	\$ 4,882,170	\$ 4,882,170
Depreciation / Amortization	\$ 1,053,002	\$ 1,053,002
Deemed Interest Expense	\$ 625,668	\$ 625,668
Total Costs And Expenses	\$ 6,560,840	\$ 6,560,840
Utility Income Before Income Taxes	\$ (1,620,290)	\$ 826,782
Tax Adjustments to Accounting	\$ (826,782)	\$ (826,782)
Taxable Income	\$ (2,447,072)	\$ -
Income Tax Rate	26.5%	26.5%
Income Tax on Taxable Income	\$ (648,474)	\$ -
Income Tax Credits	\$ -	\$ -
Utility Net Income	\$ (971,816)	\$ 826,782
Utility Rate Base	\$ 22,688,870	\$ 22,688,870
Deemed Equity Portion of Rate Base	\$ 9,075,548	\$ 9,075,548
Income / Equity Portion of Rate Base	(10.71%)	9.11%
Target Return - Equity on Rate Base	9.11%	9.11%
(Deficiency)/Sufficiency in Return on Equity	(19.82%)	0.00%
Indicated Rate of Return	(1.53%)	6.40%
Requested Rate of Return on Rate Base	6.40%	6.40%
(Deficiency) / Sufficiency in Rate of Return	(7.93%)	(0.00%)
Target Return on Equity	\$ 826,782	\$ 826,782
Revenue (Deficiency) / Sufficiency	\$ (1,798,598)	\$ -
Gross Revenue (Deficiency) / Sufficiency	\$ (2,447,072)	\$ -

6.4 Cost Drivers of Revenue Deficiency

The Table below outlines the main drivers and contributions to E.L.K.'s Revenue Deficiency, summarized by Revenue Requirement component.

The first column lists the 2022 OEB approved amounts. The second column outlines the projected 2027 revenue at existing rates, allocated to the components of the revenue requirement based on the proportion of amounts in the first column. It is E.L.K.'s view that the second column is intended to estimate the revenue requirement components for revenue at existing rates based on the components assumed in existing rates. The third column lists E.L.K.'s proposed revenue requirement components for the 2027 Test



Year. Finally, the last column represents the difference between revenue at existing rates and the proposed revenue requirement for the 2027 Test Year and details the components for the revenue deficiency of \$2,447,072.

Table 5 - Revenue Deficiency by Revenue Requirement Component

Service Revenue Requirement	2022 OEB Approved	2027 Revenue at Existing Rates Allocated in Proportion to 2022 OEB Approved	2027 Test Year Revenue Requirement	Variance
OM&A Incl. LEAP	\$ 3,288,539	\$ 3,819,605	\$ 4,860,370	\$ 1,040,764
Depreciation	\$ 255,733	\$ 297,031	\$ 1,053,002	\$ 755,971
Property Tax	\$ 20,000	\$ 23,230	\$ 21,800	\$ (1,430)
PILs	\$ -	\$ -	\$ -	\$ -
Return on Rate Base	\$ 689,359	\$ 800,684	\$ 1,452,451	\$ 651,767
Total	\$ 4,253,631	\$ 4,940,550	\$ 7,387,622	\$ 2,447,072
Rate Base	\$ 13,633,387	\$ 13,633,387	\$ 22,688,870	\$ 9,055,483

The primary drivers for E.L.K.'s Revenue Deficiency of \$2,447,072 for the 2027 Test Year by allocated component are:

- OM&A costs have increased by \$1,040,764 as further described in Exhibit 4.
- Depreciation costs have increased by \$755,971 as further described in Exhibit 2.
- Return on Rate Base has increased by \$651,767 primarily due to higher rate base compared to 2022 Board Approved, as is further described in Exhibit 2.

6.5 Impacts of Changes in Methodologies

There have been no significant methodology changes which impact the applied for revenue deficiency/sufficiency.

6.6 Revenue Requirement Workform

As outlined above, E.L.K. has completed the Revenue Requirement Workform as provided by the OEB on January 15, 2026. The RRWF Model has been filed in Live Excel format as part of this Application as Excel file: ELK_2027_Rev_Reqt_Workform_20260828.

E.L.K. has ensured that the numbers entered in the RRWF Model reconcile with the appropriate numbers in this and other Exhibits of this Application.

E.L.K. provides the following analyses for revenues in the Tables below:

- Calculation of 2026 Bridge Year Forecast Revenues at Existing Rates

- Calculation of 2027 Test Year Forecast Revenues at Existing Rates
- Calculation of 2027 Test Year Forecast Revenues at Proposed Rates

Table 6 – 2026 Bridge Year Forecast at 2026 Rates

Rate Class	Forecast Customer / Connections (2026)	Bridge Year Forecast kWh (2026)	Bridge Year Forecast kW (2026)	Monthly Service Charge (2026)	Monthly Volumetric Charge (kWh) (2026)	Monthly Volumetric Charge (kW) (2026)	Revenue at Existing Rates	Distribution Revenue Including Transformer Allowance
Residential	11,423	106,440,813		\$ 21.20			\$ 2,905,938	\$ 2,905,938
Genreal Service < 50 kW	1,188	32,562,365		\$ 20.75	\$ 0.0071		\$ 527,022	\$ 527,022
Genreal Service > 50 kW	89	57,923,466	204,673	\$ 209.95		\$ 1.8793	\$ 608,869	\$ 591,727
Unmetered Scattered Load	28	230,431		\$ 8.43	\$ 0.0024		\$ 3,429	\$ 3,429
Sentinel Lighting	73	117,253	376	\$ 3.96		\$ 7.4468	\$ 6,267	\$ 6,267
Street Lighting	3,182	1,208,146	3,392	\$ 1.37		\$ 13.2640	\$ 97,309	\$ 97,309
Embedded Distributor	6	41,943,488	116,093	\$1,660.45			\$ 119,552	\$ 119,552
Total	15,989	240,425,961	324,535				\$ 4,268,387	\$ 4,251,245

Table 7 – 2027 Test Year Forecast at 2026 Rates

Rate Class	Forecast Customer / Connections (2027)	Test Year Forecast kWh (2027)	Test Year Forecast kW (2027)	Monthly Service Charge (2026)	Monthly Volumetric Charge (kWh) (2026)	Monthly Volumetric Charge (kW) (2026)	Revenue at Existing Rates	Distribution Revenue Including Transformer Allowance
Residential	11,491	107,137,096		\$ 21.20	\$ -	\$ -	\$ 2,923,395	\$ 2,923,395
Genreal Service < 50 kW	1,197	32,830,262		\$ 20.75	\$ 0.0071	\$ -	\$ 531,200	\$ 531,200
Genreal Service > 50 kW	89	57,945,873	204,752	\$ 209.95	\$ -	\$ 1.8793	\$ 609,018	\$ 591,876
Unmetered Scattered Load	28	225,939		\$ 8.43	\$ 0.0024	\$ -	\$ 3,363	\$ 3,363
Sentinel Lighting	73	117,253	376	\$ 3.96	\$ -	\$ 7.4468	\$ 6,267	\$ 6,267
Street Lighting	3,206	1,217,181	3,418	\$ 1.37	\$ -	\$ 13.2640	\$ 98,037	\$ 98,037
Embedded Distributor	6	41,943,488	116,093	\$1,660.45	\$ -	\$ -	\$ 119,552	\$ 119,552
Total	16,090	241,417,092	324,639				\$ 4,290,832	\$ 4,273,690

Table 8 – 2027 Test Year Forecast at 2027 Rates

Rate Class	Forecast Customer / Connections (2027)	Test Year Forecast kWh (2027)	Test Year Forecast kW (2027)	Monthly Service Charge (2027)	Monthly Volumetric Charge (kWh) (2027)	Monthly Volumetric Charge (kW) (2027)	Revenue at Proposed Rates	Distribution Revenue Including Transformer Allowance
Residential	11,491	107,137,096	-	\$ 33.64	\$ -		\$ 4,638,822	\$ 4,638,822
Genreal Service < 50 kW	1,197	32,830,262	-	\$ 28.39	\$ 0.0130		\$ 834,658	\$ 834,658
Genreal Service > 50 kW	89	57,945,873	204,752	\$ 209.95		\$ 3.5783	\$ 956,892	\$ 939,750
Unmetered Scattered Load	28	225,939	-	\$ 17.28	\$ 0.0049		\$ 6,888	\$ 6,888
Sentinel Lighting	73	117,253	376	\$ 6.85		\$ 12.8770	\$ 10,838	\$ 10,838
Street Lighting	3,206	1,217,181	3,418	\$ 2.38		\$ 23.0358	\$ 170,289	\$ 170,289
Embedded Distributor	6	41,943,488	116,093	\$1,671.80	\$ -	\$ -	\$ 120,370	\$ 120,370
Total	16,090	241,417,092	324,639				\$ 6,738,758	\$ 6,721,616

6.7 Payments in Lieu of Taxes

6.7.1 PILs

E.L.K. is exempt from taxes under the Income Tax Act (Canada) and the Ontario Corporations Act (collectively, the “Tax Acts”). Under the *Electricity Act, 1998*, E.L.K. is



required to make Payments in Lieu of Taxes (“PILS”) to the Ontario Ministry of Finance in place of federal and provincial corporate income taxes. These payments are calculated in accordance with the rules for computing taxable income, taxable capital, and the other relevant amounts contained in the Tax Acts, as modified by the *Electricity Act, 1998*, and related regulations.

E.L.K. has utilized the OEB’s Income Tax/PILs Workform for 2027 Cost of Service Applications (“PILs Model”), dated May 6, 2026, to determine PILs amounts to include in the 2027 Test Year revenue requirement. E.L.K. confirms it has not made any modifications to the PILs Model. Furthermore, regulatory assets and liabilities have been excluded from the tax/PILs calculations in accordance with Chapter 2 Filing Requirements.

It is anticipated that the loss carry forward amounts identified below will be available to offset any taxable income that may exist in the 2027 Test Year and likely for several years thereafter. As a result of these loss carry forwards, it is anticipated that E.L.K. will not pay PILs or equivalent taxes in the short-term and thus PILs are not included in the 2027 Test Year Revenue Requirement. As further detailed in Section 9.6.1 of Exhibit 9, E.L.K. is requesting the use of Account 1592 – PILs and Tax Variances, to record any future PILs incurred during this rate term, which would be brought forward for disposition in a future proceeding, if applicable.

6.7.2 Tax Returns

E.L.K. completed two tax returns for the 2025 period as a change in control took place on November 28, 2025 when E.L.K.’s shares were sold to WCUL. As a result, federal and provincial tax returns for the period January 1, 2025 – November 28, 2025 and November 29, 2025 – December 31, 2025 can be found in Attachment 6-A and 6-B of this Exhibit 6, respectively. E.L.K. does not have any tax credits which contain personal or confidential information.

E.L.K. confirms that the financial statements filed with its 2025 corporate income tax returns are the same as those filed with this Application’s 2025 audited financial statements in Exhibit 1.

6.7.3 Loss Carry Forwards

E.L.K. has non-capital tax losses of \$5,247,351 and \$14,189 of capital losses as of the end of 2025. These losses are available to be carried forward, and it is anticipated that



these losses will increase until E.L.K.'s distribution rates are adjusted as a result of this Application.

E.L.K. will use loss carry forwards against future taxable income when earned, however as noted above, loss carry forwards are not projected to be used in the short term prior to E.L.K.'s distribution rates being reset.

6.7.4 Tax Credits

E.L.K. does not have any other tax credits.

6.7.5 Other Additions and Deductions

E.L.K.'s adjustments between accounting net income and taxable income for the 2027 Test Year are reflected in the Table below.

Table 9 - Tax Adjustments to Accounting Income – 2027 Test Year

Line No.	Description	T2 S1 line #	Amount (\$)
1	Net Income Before Taxes		826,782
2	Additions:		
3	Amortization of tangible assets	104	973,641
4	Amortization of intangible assets	106	79,361
5	Tax reserves beginning of year	125	1,013,179
6	Reserves from financial statements – balance at end of year	126	651,127
7	Total Additions		2,717,308
8	Deductions:		
9	Capital cost allowance from Schedule 8	403	1,385,112
10	Tax reserves end of year	413	1,013,179
11	Reserves from financial statements – balance beginning of year	414	651,127
12	Total Deductions		3,049,418
13	Net Deductions from Utility Income		(332,110)
14	Net Income for Tax Purposes		494,673

6.7.6 Integrity Checks



E.L.K. has completed the integrity checks in the PILs Model and confirms the following:

1. The depreciation and amortization added back in the Application's PILs model agree with the numbers disclosed in the rate base section of the Application.
2. The capital additions and deductions in the CCA Schedule 8 agree with the rate base section for historical, bridge and test years.
3. Schedule 8 of the most recent federal T2 tax return filed with the application has a closing December 31 historical year UCC that agrees with the opening (January 1) bridge year UCC.
4. The CCA deductions in the Application's PILs tax model for historical, bridge and test years agree with the numbers in the CCA Schedule 8 for the same years filed in the Application.
5. Loss carry-forwards, from prior tax returns' Schedule 4 agree with those disclosed in the Application.
6. A discussion is included in the Application as to when the loss carry forwards will be fully utilized.
7. CCA is maximized even if there are tax loss carry forwards.
8. Other post-retirement expenses that are added back to schedule 1 to reconcile accounting income to net income for tax purposes agree with the OM&A analysis for compensation. The amounts deducted are reasonable when compared with the notes to the financial statement and actuarial reports.
9. The income tax rate used to calculate the tax expense is consistent with the utility's actual tax facts and evidence filed in the Application.

6.7.7 Accelerated CCA

On June 21, 2019, Bill C-97, the Budget Implementation Act, 2019, No. 1, was given Royal Assent. Bill C-97 introduced several amendments to the federal income tax regime, including the Accelerated Investment Incentive Program ("AIIP"), which provides for an enhanced first-year CCA deduction on eligible capital assets acquired after November 20, 2018.

E.L.K. is applying the AIIP within its tax returns.



E.L.K. has not recorded any provisions within Deferral and Variance Account 1592 or any other account for the impact of AIIP because E.L.K. has not benefited from that adjustment as of the time of filing. E.L.K. has not paid PILs since the last Cost of Service filing due to its taxable losses and E.L.K. also has not charged customers for PILs as this was not included within the last Revenue Requirement calculation approved in the 2022 Cost of Service Application. As a result, E.L.K. has not benefited from this change, nor has there been a discrepancy as a result of this tax change in E.L.K.'s distribution rates charged to customers.

This is the second Cost of Service filing post-AIIP, and in both filings, PILs are not included in the forecast of the Revenue Requirement and thus distribution rates. As a result, no smoothing mechanism has been used or calculated in this Application.

6.7.8 Other Taxes

E.L.K. remits property taxes to the Town of Essex, based on the assessed value of its facilities, as determined by the Municipal Property Assessment Corporation ("MPAC"). For the 2027 Test Year, E.L.K. anticipates property tax payments of \$21,800 which are recorded in Account 6105.

6.7.9 Non-Recoverable and Disallowed Expenses

E.L.K. does not have any distribution-only expenses that are deductible for general tax purposes but for which recovery in 2026 distribution rates is partially or fully disallowed.

E.L.K. has not included charitable donations, other than LEAP, in the calculation of its 2027 Test Year Revenue Requirement. As such, E.L.K. has excluded non-regulated charitable donations from its regulatory tax calculation.

6.8 Other Revenue

6.8.1 Overview

Other Revenue includes late payment charges, specific service charges, miscellaneous revenue and standard supply service administrative charges and interest. A summary of these other revenues, starting with 2022 Board Approved up to the proposed 2027 Test Year, consistent with Appendix 2-H of the filed OEB Chapter 2 Appendices, is included in the Table below.



Table 10 - Summary of Other Revenue

USoA	Description	2022 Actual	2023 Actual	2024 Actual	2025 Actual	2026 Bridge	2027 Test
4082	Retail Services Revenues	\$ 19,597	\$ 17,299	\$ 15,994	\$ 15,355	\$ 16,691	\$ 16,691
4084	Service Transaction Requests (STR) Revenues	\$ 781	\$ 49	\$ 48	\$ 53	\$ 50	\$ 45
4210	Rent from Electric Property	\$ 48,282	\$ (73,762)	\$ 68,731	\$ 71,213	\$ 73,977	\$ 75,457
4225	Late Payment Charges	\$ 116,640	\$ 42,140	\$ 75,514	\$ 80,623	\$ 81,000	\$ 82,000
4235	Miscellaneous Service Revenues	\$ 113,247	\$ 140,915	\$ 160,488	\$ 184,309	\$ 152,500	\$ 155,000
4245	Government and Other Assistance Directly Credited to Income	\$ -	\$ -	\$ -	\$ 194,239	\$ 268,554	\$ 294,667
4340	Profits and Losses from Financial Instrument Investments	\$ (11,159)	\$ (8,664)	\$ 43,925	\$ -	\$ -	\$ -
4355	Gain on Disposition of Utility and Other Property	\$ 1,200	\$ -	\$ 39,929	\$ -	\$ -	\$ -
4375	Revenues from Non Rate-Regulated Utility Operations	\$ 415,316	\$ 436,036	\$ 22,825	\$ 70,430	\$ 8,775	\$ 7,275
4380	Expenses of Non Rate-Regulated Utility Operations	\$ -	\$ -	\$ -	\$ -	\$ (7,525)	\$ (6,275)
4390	Miscellaneous Non-Operating Income	\$ 3,953	\$ 78,020	\$ 44,182	\$ 16,279	\$ 38,750	\$ 42,000
4405	Interest and Dividend Income	\$ 341,820	\$ 399,412	\$ 141,641	\$ 181,160	\$ -	\$ -
	Total	\$ 1,049,679	\$ 1,031,444	\$ 613,278	\$ 813,661	\$ 632,772	\$ 666,860

6.8.2 Variance Analysis

E.L.K. provides a year over year summary of material variances in Other Revenue below.

Table 11 - Summary of Other Revenue Variances

USoA	Description	2023 Actual vs. 2022 Actual	2024 Actual vs. 2023 Actual	2025 Actual vs. 2024 Actual	2026 Bridge vs. 2025 Actual	2027 Test vs. 2026 Bridge
4082	Retail Services Revenues	\$ (2,298)	\$ (1,305)	\$ (639)	\$ 1,336	\$ -
4084	Service Transaction Requests (STR) Revenues	\$ (732)	\$ (1)	\$ 5	\$ (3)	\$ (5)
4210	Rent from Electric Property	\$ (122,045)	\$ 142,494	\$ 2,481	\$ 2,764	\$ 1,480
4225	Late Payment Charges	\$ (74,501)	\$ 33,374	\$ 5,109	\$ 377	\$ 1,000
4235	Miscellaneous Service Revenues	\$ 27,668	\$ 19,573	\$ 23,821	\$ (31,809)	\$ 2,500
4245	Government and Other Assistance Directly Credited to Income	\$ -	\$ -	\$ 194,239	\$ 74,315	\$ 26,113
4340	Profits and Losses from Financial Instrument Investments	\$ 2,494	\$ 52,589	\$ (43,925)	\$ -	\$ -
4355	Gain on Disposition of Utility and Other Property	\$ (1,200)	\$ 39,929	\$ (39,929)	\$ -	\$ -
4375	Revenues from Non Rate-Regulated Utility Operations	\$ 20,719	\$ (413,210)	\$ 47,604	\$ (61,655)	\$ (1,500)
4380	Expenses of Non Rate-Regulated Utility Operations	\$ -	\$ -	\$ -	\$ (7,525)	\$ 1,250
4390	Miscellaneous Non-Operating Income	\$ 74,067	\$ (33,838)	\$ (27,903)	\$ 22,471	\$ 3,250
4405	Interest and Dividend Income	\$ 57,592	\$ (257,770)	\$ 39,519	\$ (181,160)	\$ -
	Total	\$ (18,235)	\$ (418,166)	\$ 200,383	\$ (180,888)	\$ 34,087

2023 Actual vs. 2022 Actual

The variance of (\$18,235) was driven by:

- USoA 4210 – One-time adjusting entry to correct a prior year balance.
- USoA 4225 – Reduced late payment charges coming out of the COVID-19 pandemic and increased collection efforts.
- USoA 4390 – Increased non-operating miscellaneous income due to reconciliation of stale-dated cheques.
- USoA 4405 – Increased interest income due to higher rates of return.

The overall variance year-over-year was below materiality.



2024 Actual vs. 2023 Actual

The variance of (\$418,166) was driven by:

- USoA 4210 – Offset of 2023 one-time adjusting entry to correct a prior year balance.
- USoA 4340 – Increase in profit from investments.
- USoA 4375 – Decrease primarily due to loss of Town of Essex water / wastewater billing contract starting in 2024.
- USoA 4405 – Decrease in interest income due to lower cash and investment balances resulting in less investment income.

2025 Actual vs. 2024 Actual

The variance of \$200,383 was driven by:

- USoA 4245 – Increase due to change in accounting approach for 2025 year-end to record customer contributions as deferred revenue in USoA 2440, with related amortization offset in depreciation / other income.

2026 Bridge Year vs. 2025 Actual

The variance of \$(180,888) was driven by:

- USoA 4245 – Due to increase in expected customer contributions recorded to USoA 2440 in 2026, and related increase in depreciation / other income amortization.
- USoA 4375 – Reduced expected revenue from non-utility operations due to expected wind down of affiliate business in 2026.
- USoA 4405 - Decrease in interest income due to lower cash and investment balances resulting in less investment income.

2027 Test Year vs. 2026 Bridge Year

No material variances.

6.8.3 Proposed New Service Charges

E.L.K. is not proposing any new specific service charges or new rules for applying existing specific service charges in this Application.

6.8.4 Revenue from Affiliate Transaction, Shared Services and Corporate Cost Allocation



E.L.K. provides a summary of Other Revenue derived from its affiliate transactions, shared services, and corporate cost allocations below.

For each affiliate transaction, E.L.K. has identified the nature of the service provided to the affiliate and the revenue earned / cost incurred from providing the service.

Table 12 - Reconciliation of Account 4375 to Appendix 2-N

Description	2022 Actual	2023 Actual	2024 Actual	2025 Actual	2026 Bridge	2027 Test
Streetlighting Maintenance	\$ 24,466	\$ 30,619	\$ 1,240	\$ 1,275	\$ 1,275	\$ 1,275
Billing Function for Streetlighting, Sentinel Lighting and Water Heaters	\$ -	\$ -	\$ -	\$ -	\$ 7,500	\$ 6,000
Billing Function for Town of Essex Water Department	\$ 347,170	\$ 405,994	\$ -	\$ -	\$ -	\$ -
Total Intercompany Revenue Per 2-N	\$ 371,636	\$ 436,613	\$ 1,240	\$ 1,275	\$ 8,775	\$ 7,275
Reconciling Items	\$ 43,680	\$ (577)	\$ 21,585	\$ 69,155	\$ -	\$ -
Total USoA 4375	\$ 415,316	\$ 436,036	\$ 22,825	\$ 70,430	\$ 8,775	\$ 7,275

Table 13 - Reconciliation of Account 4380 to Appendix 2-N

Description	2022 Actual	2023 Actual	2024 Actual	2025 Actual	2026 Bridge	2027 Test
Streetlighting Maintenance	\$ 24,466	\$ 30,619	\$ 1,240	\$ 1,275	\$ 1,275	\$ 1,275
Billing Function for Streetlighting, Sentinel Lighting and Water Heaters	\$ -	\$ -	\$ -	\$ -	\$ 6,250	\$ 5,000
Billing Function for Town of Essex Water Department	\$ 315,609	\$ 369,085	\$ -	\$ -	\$ -	\$ -
Total Intercompany Costs Per 2-N	\$ 340,075	\$ 399,704	\$ 1,240	\$ 1,275	\$ 7,525	\$ 6,275
Reconciling Items	\$ (340,075)	\$ (399,704)	\$ (1,240)	\$ (1,275)	\$ -	\$ -
Total USoA 4380	\$ -	\$ -	\$ -	\$ -	\$ 7,525	\$ 6,275

This information is also included in the filed Tab App. 2-N of the OEB Chapter 2 Appendices.

Historically, revenue arising from affiliate transactions was not consistently recorded in Account 4375, Revenues from Non-Rate Regulated Utility Operations. In addition, expenses related to affiliate transactions were not recorded in Account 4380, Expenses of Non-Rate Regulated Utility Operations.

For many years, in actual results, Account 4375 was used by E.L.K. in part as a miscellaneous revenue account. The reconciling balances for the 2022-2025 period shown in the Table above consist of various items that were allocated to this account including gains on the sale of equipment, recoverable work, steel disposal proceeds, and insurance claim recoveries.

Likewise, Account 4380 was not used to record the expenses associated with the revenues recognized in Account 4375 in actual results. Instead, these costs were



charged to various Operations and Maintenance accounts, rather than being separately isolated as non-rate regulated utility expenses.

Beginning in 2026, E.L.K. has implemented the appropriate accounting treatment for these accounts. Revenues and expenses related to non-rate regulated utility operations including affiliate transactions, will be recorded in Accounts 4375 and 4380, respectively. The 2026 Bridge and 2027 Test Year forecast encompasses this treatment, which is consistent with the requirement of the Accounting Procedures Handbook.

Pursuant to the Filing Requirements, E.L.K. confirms that revenue related to microFIT charges is recorded as a revenue offset in Account 4235 – Miscellaneous Service Revenue for the 2027 Test Year and is thus not included as part of E.L.K.'s base distribution revenue requirement requested in this Application.

E.L.K. also confirms that costs included in its OM&A are excluded from the account balances incorporated into Appendix 2-H – Other Operating Revenue (i.e. excluded as offsets to the revenue requirement) and vice versa for the 2027 Test Year. Costs that are included in E.L.K.'s OM&A for the 2027 Test Year are excluded from Appendix 2-N – Shared Services and Corporate Cost Allocation.

E.L.K. confirms that its transfer pricing and allocation of cost methods do not result in cross subsidization between regulated and non-regulated lines of business, products or services and is in compliance with Article 340 of the OEB's Accounting Procedures Handbook.

There are no requested changes to other rates and charges, and thus no additional, specific customer consultation was required. E.L.K. confirms that revenues or costs (including interest) associated with deferral and variance accounts are not included in Other Revenues for the 2027 Test Year.

Exhibit 6
Attachment 6-A
2025 Tax Return for period
January 1, 2025 – November 28, 2025

E.L.K. Energy Inc.
Corporate Tax Return - Key Tax Attributes Summary
2025 Taxation Year

The following is a summary of a few select Key Tax Attributes for the income tax returns of E.L.K. Energy Inc. for the period ended November 28, 2025.

Description	Current year 2025	Prior year 2024
Net income for accounting purposes (Sch 140, line 9999)	\$-52,571	\$-1,171,110
Net income for tax purposes (T2, line 300)	\$-674,306	\$-2,054,792

Federal and Provincial Taxes

Part I (T2, line 700)	\$NIL	\$NIL
Ontario taxes (T2, line 760)	\$NIL	\$NIL

Carryforward Closing Balances

Non-capital losses (Sch 4, line 180)	\$4,672,046	\$3,997,740
Capital losses (Sch 4, line 280)	\$14,189	\$14,189
Undepreciated Capital Cost (Sch 8, line 220)	\$12,808,483	\$12,525,942
General Rate Income Pool (Sch 53, line 590)	\$3,858,225	\$3,858,225
Charitable Donations (Sch 2, line 280)	\$452	\$452

Pursuing any potential opportunities that may be identified through a review of the Key Tax Attributes Summary is outside the scope of any existing engagement letter with KPMG. Should you wish to pursue any potential opportunities we would be pleased to meet with you to discuss your needs and then provide you with a new tax advisory engagement letter detailing the scope of services and fees agreed upon in further pursuing such potential opportunities. KPMG will take no further action with respect to any potential opportunities, except as specifically engaged to do so by you pursuant to a tax advisory engagement letter.

All of the amounts included on this schedule are based on what the Company has reported in its current income tax return. Before any planning is undertaken certain amounts will need to be confirmed with the relevant tax authorities.

Canada Revenue
Agency 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) **001** 86656 7787 RC0001**Corporation's name****002** E.L.K. Energy Inc.**Address of head office**

Has this address changed since the last time the CRA was notified? **010** Yes ☐ No ☒

If **yes**, complete lines 011 to 018.

011 172 Forest Avenue**012**

City Province, territory, or state

015 Essex

Country (other than Canada)

016 ON**017** Postal or ZIP code**018** N8M 3E4**Mailing address** (if different from head office address)

Has this address changed since the last time the CRA was notified? **020** Yes ☐ No ☒

If **yes**, complete lines 021 to 028.

021 c/o**022****023**

City Province, territory, or state

025 Essex

Country (other than Canada)

026 ON**027** Postal or ZIP code**028** N8M 3E4**Location of books and records** (if different from head office address)

Has this address changed since the last time the CRA was notified? **030** Yes ☐ No ☒

If **yes**, complete lines 031 to 038.

031 172 Forest Avenue**032**

City Province, territory, or state

035 Essex

Country (other than Canada)

036 ON**037** Postal or ZIP code**038** N8M 3E4**040** 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
☐ 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 **043**

Year Month Day

To which tax year does this return apply?

Tax year start

Year Month Day

060 2025-01-01

Tax year-end

Year Month Day

061 2025-11-28

060 Has there been an acquisition of control resulting in the application of subsection 249(4) since the tax year start on line 060? **063** Yes ☒ No ☐

If **yes**, provide the date

control was acquired **065**

Year Month Day

066 2025-11-29

061 Is the date on line 061 a deemed tax year-end according to subsection 249(3.1)? **066** Yes ☐ No ☒

067 Is the corporation a professional corporation that is a member of a partnership? **067** Yes ☐ No ☒

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

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

072 Has there been a wind-up of a subsidiary under section 88 during the current tax year? **072** Yes ☐ No ☒

If **yes**, complete and attach Schedule 24.

076 Is this the final tax year before amalgamation? **076** Yes ☐ No ☒

078 Is this the final return up to dissolution? **078** Yes ☐ No ☒

079 If an election was made under section 261, state the functional currency used **079**

080 Is the corporation a resident of Canada? **080** Yes ☒ No ☐

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

081

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

If **yes**, complete and attach Schedule 91.

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

- ☐ 1 Exempt under paragraph 149(1)(e) or (l)
☐ 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.

	Yes	Schedule
Is the corporation related to any other corporations?	150 ☒	9
Is the corporation an associated CCPC?	160 ☒	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 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 common and/or preferred shares?	173 ☒	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 ☒	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 ☐	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 ☐	7
Does the corporation have any property that is eligible for capital cost allowance?	208 ☒	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 or zero-emission technology manufacturing 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 ☒	33/34/35
Is the total taxable capital employed in Canada of the corporation and its associated corporations over \$10,000,000?	234 ☒	
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)

	Yes	Schedule
Did the corporation have any foreign affiliates in the tax year?	☐	T1134
If the corporation is a resident of Canada, 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?	☐	T1145
Has the corporation entered into an agreement to transfer qualified expenditures incurred in respect of SR&ED contracts?	☐	T1146
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?	☐	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?	☐	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 subject to the additional 1.5% tax on banks and life insurers?	☐	68
Is the corporation a covered entity that redeemed, acquired or cancelled equity of the corporation in the tax year?	☐	56
Is the corporation subject to the excessive interest and financing expenses limitation (EIFEL) rules contained primarily in sections 18.2 and 18.21, or is it a party to any election under the EIFEL rules?	☐	130

Additional information

Did the corporation use the International Financial Reporting Standards (IFRS) when it prepared its financial statements?	270	Yes	☒	No	☐
Is the corporation inactive?	280	Yes	☐	No	☒
Did the corporation meet the definition of substantive CCPC under subsection 248(1) at any time during the tax year?	290	Yes	☐	No	☒
What is the corporation's main revenue-generating business activity? 335920 Communication and Energy Wire and Cable Manufacturing					
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.	284	Electricity distribution	285	100.000 %	
	286		287	%	
	288		289	%	
Did the corporation immigrate to Canada during the tax year?	291	Yes	☐	No	☒
Did the corporation emigrate from Canada during the tax year?	292	Yes	☐	No	☒
Do you want to be considered as a quarterly instalment remitter if you are eligible?	293	Yes	☐	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	294	Year Month Day			
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 GIFL	300	-674,306	A
Deduct:			
Charitable donations from Schedule 2	311		
Cultural gifts from Schedule 2	313		
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	320		
Part VI.1 tax deduction*	325		
Non-capital losses of previous tax years from Schedule 4	331		
Net capital losses of previous tax years from Schedule 4	332		
Restricted farm losses of previous tax years from Schedule 4	333		
Farm losses of previous tax years from Schedule 4	334		
Limited partnership losses of previous tax years from Schedule 4	335		
Restricted interest and financing expenses from Schedule 4	336		
Taxable capital gains or taxable dividends allocated from a central credit union	340		
Prospector's and grubstaker's shares	350		
Employer deduction for non-qualified securities	352		
Subtotal			B
Subtotal (amount A minus amount B) (if negative, enter "0")			C
Section 110.5 additions or subparagraph 115(1)(a)(vii) additions	355		D
Taxable income (amount C plus amount D)	360		

* This amount is equal to 3.5 times the Part VI.1 tax payable at line 724 on page 9.

Small business deduction**Canadian-controlled private corporations (CCPCs) throughout the tax year**

Income eligible for the small business deduction from Schedule 7	400	A
Taxable income from line 360 on page 3, minus 100/28 (3.57143) of the amount on line 632* on page 8, minus 4 times the amount on line 636** on page 8, and minus any amount that, because of 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 410. However, if the corporation's tax year is less than 51 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 amount to be entered on line 410.

Business limit reduction**Taxable capital business limit reduction**

Amount C	x	415	***	126,977	D	=		E
				90,000				

Passive income business limit reduction

Adjusted aggregate investment income from Schedule 7****	417	–	50,000	=		F
Amount C	x	Amount F	=			G
	100,000					

The greater of amount E and amount G **422** HReduced business limit (amount C **minus** amount H) (if negative, enter "0") **426** I

Business limit the CCPC assigns under subsection 125(3.2) (from line 515 below) J

Reduced business limit after assignment (amount I **minus** amount J) **428** K**Small business deduction** – Amount A, B, C, or K, whichever is the least x 19 % = **430**

Enter amount from line 430 at amount L on page 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 each tax year that ended in the preceding calendar year. This amount is reported at line 745 of the corresponding Schedule 7. Each corporation with such income has to file a Schedule 7.

Small business deduction (continued)**Specified corporate income and assignment under subsection 125(3.2)**

L1 Name of corporation receiving the income and assigned amount	L Business number of the corporation receiving the assigned amount	M Income paid under clause 125(1)(a)(i)(B) to the corporation identified in column L ³	N Business limit assigned to corporation identified in column L ⁴
	490	500	505
1.			

Total **510** Total **515****Notes:**

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 (other than 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 or substantive CCPCs at any time in 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		C
Personal services business income	432	D
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**		F
Subtotal (add amounts B to F)		G
Amount A minus amount G (if negative, enter "0")		H
General tax reduction for Canadian-controlled private corporations – Amount H multiplied by 13 %		I

Enter amount I on line 638 on page 8.

* This is not applicable to substantive CCPCs.

** Except for a corporation that is, throughout the year, a cooperative corporation (within the meaning assigned by subsection 136(2)) or a credit union.

General tax reduction**Do not complete this area if you are a Canadian-controlled private corporation, a substantive CCPC, an investment corporation, a mortgage investment corporation, a mutual fund corporation, or any corporation with taxable income that is not subject to the corporation tax rate 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
Personal services business income	434	M
Subtotal (add amounts K to M)		N
Amount J minus amount N (if negative, enter "0")		O
General tax reduction – Amount O multiplied by 13 %		P

Enter amount P on line 639 on page 8.

Refundable portion of Part I tax**Canadian-controlled private corporations throughout the tax year or substantive CCPCs at any time in the tax year**

Aggregate investment income from Schedule 7 **440** $\times \quad 30 \quad 2 / 3 \quad \% =$ A

Foreign non-business income tax credit from line 632 on page 8 B

Foreign investment income from Schedule 7 **445** $\times \quad 8 \quad \% =$ C

Subtotal (amount B **minus** amount C) (if negative, enter "0")  D

Amount A **minus** amount D (if negative, enter "0") E

Taxable income from line 360 on page 3 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 $\times \quad 75 / 29 =$ H

Foreign business income tax credit from line 636 on page 8 .. $\times \quad 4 =$ I

Subtotal (**add** amounts G to I)  J

Subtotal (amount F **minus** amount J) K $\times \quad 30 \quad 2 / 3 \quad \% =$ L

Part I tax payable minus investment tax credit refund (line 700 **minus** line 780 from page 9) M

Refundable portion of Part I tax – Amount E, L, or M, whichever is the least **450** N

* This is not applicable to substantive CCPCs.

Refundable dividend tax on hand

Eligible refundable dividend tax on hand (ERDTOH) at the end of the previous tax year (line 530 of the preceding tax year)	520	A
Non-eligible refundable dividend tax on hand (NERDTOH) at the end of the previous tax year (line 545 of the preceding tax year) (if negative, enter "0")	535	B
Part IV tax payable on taxable dividends from connected corporations (amount 2G from Schedule 3)	C	
Part IV tax payable on eligible dividends from non-connected corporations (amount 2J from Schedule 3)	D	
Subtotal (amount C plus amount D)	▶	E
Net ERDTOH transferred on an amalgamation or the wind-up of a subsidiary	525	F
ERDTOH dividend refund for the previous tax year	570	G
Refundable portion of Part I tax (from line 450 on page 6)		H
Part IV tax before deductions (amount 2A from Schedule 3)	I	
Part IV tax allocated to ERDTOH (amount E)	J	
Part IV tax reduction due to Part IV.1 tax payable (amount 4D of Schedule 43)	K	
Subtotal (amount I minus total of amounts J and K)	▶	L
Net NERDTOH transferred on an amalgamation or the wind-up of a subsidiary	540	M
NERDTOH dividend refund for the previous tax year	575	N
38 1/3% of the total losses applied against Part IV tax (amount 2D from Schedule 3)		O
Part IV tax payable allocated to NERDTOH, net of losses claimed (amount L minus amount O) (if negative enter "0")		P
NERDTOH at the end of the tax year (total of amounts B, H, M, and P minus amount N) (if negative, enter "0")	545	
Part IV tax payable allocated to ERDTOH, net of losses claimed (amount E minus the amount, if any, by which amount O exceeds amount L) (if negative, enter "0")		Q
ERDTOH at the end of the tax year (total of amounts A, F, and Q minus amount G) (if negative, enter "0")	530	

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)		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 (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 (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.

Part I tax

Base amount Part I tax – Taxable income (from line 360 on page 3) **multiplied by 38 %** **550** A

Additional tax on personal services business income (section 123.5)

Taxable income from a personal services business **555** x 5 % = **560** B

Additional tax on banks and life insurers from Schedule 68 **565** C

Total labour requirements addition to tax **580** D

Recapture of investment tax credit from Schedule 31 **602** E

Calculation for the refundable tax on the Canadian-controlled private corporation's (CCPC) or substantive CCPC's investment income (if it was a CCPC throughout the tax year or a substantive CCPC at any time in the tax year)

Aggregate investment income from line 440 on page 6 F

Taxable income from line 360 on page 3 G

Deduct:

Amount from line 400, 405, 410, or 428 on page 4, whichever is the least* H

Net amount (amount G **minus** amount H) I

Refundable tax on CCPC's or substantive CCPC's investment income – 10 2 / 3 % of whichever is less: amount F or amount I **604** J

Subtotal (**add** amounts A to E and J) K

Deduct:

Small business deduction from line 430 on page 4 L

Federal tax abatement **608**

Manufacturing and processing profits deduction and zero-emission technology manufacturing deduction from Schedule 27 **616**

Investment corporation deduction **620**

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 **638**

General tax reduction from amount P on page 5 **639**

Federal logging tax credit from Schedule 21 **640**

Eligible Canadian bank deduction under section 125.21 **641**

Federal qualifying environmental trust tax credit **648**

Investment tax credit from Schedule 31 **652**

Subtotal M

Part I tax payable – Amount K **minus** amount M N

Enter amount N on line 700 on page 9.

* This is not applicable to substantive CCPCs.

Privacy notice

Personal information (including the SIN) is collected and used 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 disclosed to other federal, provincial, territorial, aboriginal 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, and 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 N on page 8	700	
Part II.2 tax payable from Schedule 56	705	
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 VI.2 tax payable from Schedule 67	725	
Part XII.7 tax payable from Schedule 78	726	
Part XIII.1 tax payable from Schedule 92	727	
Part XIV tax payable from Schedule 20	728	

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

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	
Return of fuel charge proceeds to farmers tax 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 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	808	
Provincial and territorial refundable tax credits from Schedule 5	812	
Tax instalments paid	840	
Total credits	890	

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 below on whichever line applies.

Generally, the CRA does not charge or refund a difference of \$2 or less.

Refund code **894**

Refund

Balance owing

For information on how to enrol for direct deposit, go to canada.ca/cra-direct-deposit.For information on how to make your payment, go to 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? **896** Yes ☐ No ☒If this return was prepared by a tax preparer for a fee, provide their: EFIL number **920** C5622RepID **925****Certification**I, **950** Carlini **951** Matt **954** CFO

Last name

First name

Position, office, or rank

I am an authorized signing officer of the corporation. I certify that I have examined this return, including accompanying schedules and statements, and that the information given on this return is, to the best of my knowledge, correct and complete. I also certify 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 attached to this return.

955 2026 05 28
Date (yyyy/mm/dd)

Signature of the authorized signing officer of the corporation

956 (519) 251-7300
Telephone numberIs the contact person the same as the authorized signing officer? If **no**, complete the information below **957** Yes ☒ No ☐**958** Name of other authorized person **959** 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

Non-Consolidated Financial Information of

E.L.K. ENERGY INC.

And Compilation Engagement Report thereon

Period ended November 28, 2025.



KPMG LLP

618 Greenwood Centre
3200 Deziel Drive
Windsor, ON N8W 5K8
Canada
Telephone 519 251 3500
Fax 519 251 3530

COMPILATION ENGAGEMENT REPORT

To the Management of E.L.K. Energy Inc.

On the basis of information provided by management, we have compiled the non-consolidated statement of financial position of E.L.K. Energy Inc. as at November 28, 2025, the non-consolidated statement of comprehensive income and non-consolidated statement of changes in equity for the period then ended, and Note 1, which describes the basis of accounting applied in the preparation of the compiled financial information ("financial information").

Management is responsible for the accompanying financial information, including the accuracy and completeness of the underlying information used to compile it and the selection of the basis of accounting.

We performed this engagement in accordance with Canadian Standard on Related Services (CSRS) 4200, *Compilation Engagements*, which requires us to comply with relevant ethical requirements. Our responsibility is to assist management in the preparation of the financial information.

We did not perform an audit engagement or a review engagement, nor were we required to perform procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an audit opinion or a review conclusion, or provide any form of assurance on the financial information.

Readers are cautioned that the financial information may not be appropriate for their purposes.

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is stylized and includes a long, horizontal, slightly wavy line underneath the text.

Chartered Professional Accountants, Licensed Public Accountants

Windsor, Canada

May 27, 2026

E.L.K. ENERGY INC.

Non-Consolidated Statement of Financial Position

Period ended November 28, 2025, with comparative information to 2024

	November 28, 2025	2024
Assets		
Current assets		
Cash and cash equivalents	\$ 2,201,606	\$ 648,872
Accounts receivable	4,174,340	6,409,710
Income taxes receivable	309,766	364,273
Unbilled revenue	3,002,106	2,464,087
Inventory	496,653	464,664
Prepaid expenses	46,073	128,450
Total current assets	10,230,544	10,480,056
Non-current assets		
Investments	122,274	128,128
Deferred tax asset	258,265	139,125
Property, plant and equipment	18,410,759	17,724,138
Total non-current assets	18,791,298	17,991,391
Total assets	29,021,842	28,471,447
Regulatory balances	4,175,661	4,297,907
Total assets and regulatory balances	\$ 33,197,503	\$ 32,769,354
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities	\$ 2,660,631	\$ 4,924,778
Due to related parties	550,963	555,600
Customer deposits	796,808	755,958
Deferred revenue	1,633,700	1,376,409
Bank debt	-	4,105,029
Total current liabilities	5,642,102	11,717,774
Non-current liabilities		
Due to related parties	6,905,029	-
Post-employment benefits	405,579	454,545
Total non-current liabilities	7,310,608	454,545
Total liabilities	12,952,710	12,172,319
Equity		
Share capital	2,000,100	2,000,100
Contributed surplus	4,402,375	4,402,375
Retained earnings	3,997,549	4,045,676
Accumulated other comprehensive income	93,282	97,726
Total equity	10,493,306	10,545,877
Total liabilities and equity	23,446,016	22,718,196
Regulatory balances	9,751,487	10,051,158
Commitments and contingencies		
Total liabilities, equity and regulatory balances	\$ 33,197,503	\$ 32,769,354

See accompanying note to the financial information.

E.L.K. ENERGY INC.

Non-Consolidated Statement of Comprehensive Income

For the period January 1, 2025 to November 28, 2025, with full year comparables to 2024

	November 28, 2025	2024
Revenue		
Sale of energy	\$ 30,634,499	\$ 33,501,980
Distribution revenue	3,839,620	3,730,757
Other	713,327	770,405
	35,187,446	38,003,142
Other expenses		
Cost of power purchased	30,078,481	33,871,987
Administration expenses	2,297,560	2,758,508
Distribution expenses	1,701,721	1,807,672
Depreciation and amortization	932,360	937,693
	35,010,122	39,375,860
Income (loss) from operating activities	177,324	(1,372,718)
Net finance expense	(115,275)	(231,042)
Income (Loss) before income taxes	62,049	(1,603,760)
Income tax recovery	(43,353)	(234,956)
Net income (loss) for the year	105,402	(1,368,804)
Net movement in regulatory balances, net of tax	(153,529)	297,079
Net income (loss) for the year and net movement in regulatory balances	(48,127)	(1,071,725)
Other comprehensive income (loss)		
Items that will not be reclassified to profit or loss		
Remeasurement of post-employment benefits	(6,046)	(135,218)
Tax on remeasurement	1,602	35,833
Other comprehensive income (loss) for the year	(4,444)	(99,385)
Total comprehensive loss for the year	\$ (52,571)	\$ (1,171,110)

See accompanying note to the financial information.

E.L.K. ENERGY INC.

Non-Consolidated Statement of Changes in Equity

For the period January 1, 2025 to November 28, 2025, with full year comparables to 2024

	Share Capital	Contributed Surplus	Retained Earnings	Accumulated other comprehensive income	Total
Balance at January 1, 2024	\$ 2,000,100	\$ 4,402,375	\$ 5,117,401	\$ 197,111	\$ 11,716,987
Net loss and net movement					
in regulatory balances	-	-	(1,071,725)	-	(1,071,725)
Other comprehensive loss	-	-	-	(99,385)	(99,385)
Balance at December 31, 2024	\$ 2,000,100	\$ 4,402,375	\$ 4,045,676	\$ 97,726	\$ 10,545,877
Balance at January 1, 2025	\$ 2,000,100	\$ 4,402,375	\$ 4,045,676	\$ 97,726	\$ 10,545,877
Net income and net movement					
in regulatory balances	-	-	(48,127)	-	(48,127)
Other comprehensive loss	-	-	-	(4,444)	(4,444)
Balance at November 28, 2025	\$ 2,000,100	\$ 4,402,375	\$ 3,997,549	\$ 93,282	\$ 10,493,306

See accompanying note to the financial information.

E.L.K. ENERGY INC.

Note to Financial Information

Period ended November 28, 2025

1. Basis of accounting:

The financial information has been prepared on the accrual-basis of accounting with adjustments for selected accruals and estimates.

Form identifier 100

GENERAL INDEX OF FINANCIAL INFORMATION – GIF1

Corporation's name	Business number	Tax year end Year Month Day
E.L.K. Energy Inc.	86656 7787 RC0001	2025-11-28

Balance sheet information

Account	Description	GIFI	Current year	Prior year
Assets				
	Total current assets	1599 +	10,230,544	10,828,211
	Total tangible capital assets	2008 +	26,732,333	25,113,352
	Total accumulated amortization of tangible capital assets	2009 –	8,321,574	7,389,214
	Total intangible capital assets	2178 +		
	Total accumulated amortization of intangible capital assets	2179 –		
	Total long-term assets	2589 +	4,556,200	4,565,160
	* Assets held in trust	2590 +		
	Total assets (mandatory field)	2599 =	33,197,503	33,117,509
Liabilities				
	Total current liabilities	3139 +	5,642,102	12,065,929
	Total long-term liabilities	3450 +	17,062,095	10,505,703
	* Subordinated debt	3460 +		
	* Amounts held in trust	3470 +		
	Total liabilities (mandatory field)	3499 =	22,704,197	22,571,632
Shareholder equity				
	Total shareholder equity (mandatory field)	3620 +	10,493,306	10,545,877
	Total liabilities and shareholder equity	3640 =	33,197,503	33,117,509
Retained earnings				
	Retained earnings/deficit – end (mandatory field)	3849 =	3,997,549	4,045,676

* Generic item

Form identifier 125

GENERAL INDEX OF FINANCIAL INFORMATION – GIFI

Corporation's name	Business number	Tax year-end Year Month Day
E.L.K. Energy Inc.	86656 7787 RC0001	2025-11-28

Income statement information

Description	GIFI
Operating name	0001
Description of the operation	0002
Sequence number	0003 01

Account	Description	GIFI	Current year	Prior year
---------	-------------	------	--------------	------------

Income statement information

Total sales of goods and services	8089 +	35,187,446	38,003,142
Cost of sales	8518 –	30,078,481	33,871,987
Gross profit/loss	8519 =	5,108,965	4,131,155
Cost of sales	8518 +	30,078,481	33,871,987
Total operating expenses	9367 +	5,275,612	6,202,998
Total expenses (mandatory field)	9368 =	35,354,093	40,074,985
Total revenue (mandatory field)	8299 +	35,262,613	38,768,304
Total expenses (mandatory field)	9368 –	35,354,093	40,074,985
Net non-farming income	9369 =	-91,480	-1,306,681

Farming income statement information

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 =	-91,480	-1,306,681
--	--------	---------	------------

Total – other comprehensive income	9998 =	-4,444	-99,385
--	--------	--------	---------

Extraordinary items and income (linked to Schedule 140)

Extraordinary item(s)	9975 –		
Legal settlements	9976 –		
Unrealized gains/losses	9980 +		
Unusual items	9985 –		
Current income taxes	9990 –	-43,353	-234,956
Future (deferred) income tax provision	9995 –		
Total – Other comprehensive income	9998 +	-4,444	-99,385
Net income/loss after taxes and extraordinary items (mandatory field)	9999 =	-52,571	-1,171,110

**General Index of Financial Information (GIFI) – Additional Information**

Corporation's name E.L.K. Energy Inc.	Business number 86656 7787 RC0001	Tax year-end Year Month Day 2025-11-28
--	--------------------------------------	--

- Corporations need to complete all parts of this schedule that apply and include it with their T2 return along with their other GIFI schedules.
- For more information, see Guide RC4088, General Index of Financial Information (GIFI), and Guide T4012, T2 Corporation – Income Tax Guide.

Part 1 – Information on the person primarily involved with the financial information

Can you identify the person* specified in the heading of Part 1? **111** Yes ☒ No ☐
If you answered **no**, go to Part 2.

Does that person have a professional designation in accounting? **095** Yes ☒ No ☐

Is that person connected** with the corporation? **097** Yes ☐ No ☒

* A person primarily involved with the financial information is a person who has more than a 50% involvement in preparing the financial information that the T2 return is based on. For example, if three persons prepared the financial information by doing respectively 30%, 30%, and 40% of the work, answer **no** at line 111. If they did respectively 10%, 20%, and 70% of the work, answer **yes** at line 111 and complete Part 1 by referring only to the third person.

** A person connected with a corporation can be: (i) a shareholder of the corporation who owns more than 10% of the common shares; (ii) a director, an officer, or an employee of the corporation; or (iii) a person not dealing at arm's length with the corporation.

Part 2 – Type of involvement

Choose one or more of the following options that represent your involvement and that of the person referred to in Part 1:

Completed an auditor's report **300** ☐
Completed a review engagement report **301** ☐
Conducted a compilation engagement **302** ☒
Provided accounting services **303** ☐
Provided bookkeeping services **304** ☐
Other (please specify) **305**

Part 3 – Reservations

If you selected option 1 (300) or 2 (301) in Part 2 above, answer the following question:

Has the person referred to in Part 1 expressed a reservation? **099** Yes ☐ No ☐

Part 4 – Other information

Were notes to the financial statements prepared? **101** Yes ☒ No ☐
Did the corporation have any subsequent events? **104** Yes ☐ No ☒
Did the corporation re-evaluate its assets during the tax year? **105** Yes ☐ No ☒
Did the corporation have any contingent liabilities during the tax year? **106** Yes ☒ No ☐
Did the corporation have any commitments during the tax year? **107** Yes ☒ No ☐
Does the corporation have investments in joint venture(s) or partnership(s)? **108** Yes ☐ No ☒

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 change in fair value during the tax year?

200 Yes ☒ No ☐

If **yes**, enter the amount recognized:

		In net income Increase (decrease)		In OCI Increase (decrease)
Property, plant, and equipment	210		211	
Intangible assets	215		216	
Investment property	220			
Biological assets	225			
Financial instruments	230		231	
Other	235		236	6,046

Financial instruments

Did the corporation derecognize any financial instrument(s) during the tax year (other than trade receivables)?

250 Yes ☐ No ☒

Did the corporation apply hedge accounting during the tax year?

255 Yes ☐ No ☒

Did the corporation discontinue hedge accounting during the tax year?

260 Yes ☐ No ☒

Adjustments to opening equity

Was an amount included in the opening balance of retained earnings or equity, in order to correct an error, to recognize a change in accounting policy, or to adopt a new accounting standard in the current tax year?

265 Yes ☐ No ☒

If **yes**, you have to maintain a separate reconciliation.

Part 5 – Information on the person who prepared the T2 return

If the person who prepared the T2 return has a professional designation in accounting but is not the person identified in Part 1, choose all of the following options that apply:

- Prepared the T2 return and the financial information contained therein **310** ☐
- The client provided the financial statements **311** ☐
- The client provided a trial balance **312** ☐
- The client provided a general ledger **313** ☐
- Other (please specify) **314** _____

Net Income (Loss) for Income Tax Purposes**Schedule 1**

Corporation's name E.L.K. Energy Inc.	Business number 86656 7787 RC0001	Tax year-end Year Month Day 2025-11-28
---	---	---

- 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 Guide T4012, T2 Corporation – Income Tax Guide.
- All legislative references are to the Income Tax Act.
- If you need more space, attach additional schedules.

Net income (loss) after taxes and extraordinary items from line 9999 of Schedule 125	-52,571	A1
Net income (loss) after extraordinary items from line 110 of Schedule 150	0	A2
Total	-52,571	A

Add:

Provision for income taxes – current	101	-44,955
Amortization of tangible assets	104	932,360
Other reserves on lines 270 and 275 from Schedule 13	125	923,412
Reserves from financial statements – balance at the end of the year	126	1,333,108
Subtotal of additions		3,143,925

Add:**Other additions:**

1 Description 605	2 Amount 295		
1 Unrealized loss on investments	5,854		
2 Movement of regulatory accounts re tax	0		
3 Deduction of PY intangibles	0		
Total of column 2	5,854	296	5,854
		199	5,854
		500	3,149,779
			3,149,779

Amount A **plus** line 500 **3,097,208** B

Deduct:

Capital cost allowance from Schedule 8	403	1,071,520
Other reserves on line 280 from Schedule 13	413	927,529
Reserves from financial statements – balance at the beginning of the year	414	1,377,957
Subtotal of deductions		3,377,006

Deduct:**Other deductions:**

1 Description 705	2 Amount 395		
1 Amortization of capital contributions	394,508		
2 Movement of regulatory accounts re tax	0		
3 Unrealized gain on investments	0		
Total of column 2	394,508	396	394,508
		499	394,508
		510	3,771,514
			3,771,514

Net income (loss) for income tax purposes (amount B **minus** line 510) **-674,306** C

Enter amount C on line 300 of the T2 return.



Corporation Loss Continuity and Application

Corporation's name	Business number	Tax year-end Year Month Day
E.L.K. Energy Inc.	86656 7787 RC0001	2025-11-28

- 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, limited partnership loss, or restricted interest and financing expense; to determine the amount of restricted farm losses, limited partnership losses, and restricted interest and financing expenses (RIFE) 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.
- All legislative references are to the federal Income Tax Act.
- According to subsection 111(4), when control has been acquired, no amount of capital loss incurred in a tax year ending before that time is deductible when calculating taxable income for a tax year ending after that time. Also, no amount of capital loss incurred in a tax year ending after that time is deductible when calculating taxable income for 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), and of RIFE except as listed in paragraph 111(5)(a).
- For information on these losses, see Guide T4012, T2 Corporation – Income Tax.
- File this schedule with the T2 Corporation Income Tax Return, or send the schedule by itself to the tax centre where the return is filed.

Part 1 – Non-capital losses

Determination of current-year non-capital loss

Net income (loss) for income tax purposes			-674,306	1A
RIFE deducted in the year under paragraph 111(1)(a.1) (enter as a positive amount)		1B		
Net capital losses deducted in the year (enter as a positive amount)		1C		
Taxable dividends deductible under section 112 or subsections 113(1) or 138(6)		1D		
Amount of Part VI.1 tax deductible under paragraph 110(1)(k)		1E		
Amount deductible as prospector's and grubstaker's shares – Paragraph 110(1)(d.2)		1F		
Employer deduction for non-qualified securities – Paragraph 110(1)(e)		1G		
Subtotal (total of amounts 1B to 1G)				1H
Subtotal (amount 1A minus amount 1H; if positive, enter "0")			-674,306	1I
Section 110.5 or subparagraph 115(1)(a)(vii) – Addition for foreign tax deductions				1J
Subtotal (amount 1I minus amount 1J)			-674,306	1K
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)				1L
Current-year non-capital loss (amount 1K plus amount 1L, if positive enter "0")			-674,306	1M
If amount 1M is negative, enter it on line 110 as a positive amount.				

Continuity of non-capital losses and request for a carryback

Non-capital losses at the end of the previous tax year		3,997,740	1N
Non-capital loss expired ¹	100		
Non-capital losses at the beginning of the tax year (amount 1N minus line 100)	102	3,997,740	
Non-capital losses transferred on an amalgamation or on the wind-up of a subsidiary ² corporation	105		
Current-year non-capital loss (from amount 1M)	110	674,306	
Subtotal (line 105 plus line 110)		674,306	1O
Subtotal (line 102 plus amount 1O)		4,672,046	1P

¹ A non-capital loss expires after **20 tax years** and an allowable business investment loss becomes a net capital loss after **10 tax years**.

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)

Other adjustments (includes adjustments for an acquisition of control)	150	
Section 80 – Adjustments for forgiven amounts	140	
Subsection 111(10) – Adjustments for fuel tax rebate		
Non-capital losses of previous tax years applied in the current tax year	130	
Enter the amount from line 130 on line 331 of the T2 return.		
Current and previous years non-capital losses applied against current-year taxable dividends subject to Part IV tax ³	135	
Subtotal (total of lines 150, 140, 130 and 135)		1Q
Non-capital losses before any request for a carryback (amount 1P minus amount 1Q)		4,672,046 1R

Request to carry back non-capital loss to:

First previous tax year to reduce taxable income	901	
Second previous tax year to reduce taxable income	902	
Third previous tax year to reduce taxable income	903	
First previous tax year to reduce taxable dividends subject to Part IV tax	911	
Second previous tax year to reduce taxable dividends subject to Part IV tax	912	
Third previous tax year to reduce taxable dividends subject to Part IV tax	913	
Total of requests to carry back non-capital losses to previous tax years (total of lines 901 to 913)		1S
Closing balance of non-capital losses to be carried forward to future tax years (amount 1R minus amount 1S)	180	4,672,046

³ Line 135 is the total of lines 330 and 335 from Schedule 3, Dividends Received, Taxable Dividends Paid, and Part IV Tax Calculation.

Part 2 – Capital losses**Continuity of capital losses and request for a carryback**

Capital losses at the end of the previous tax year	200	14,189
Capital losses transferred on an amalgamation or on the wind-up of a subsidiary corporation	205	
Subtotal (line 200 plus line 205)		14,189 2A
Other adjustments (includes adjustments for an acquisition of control)	250	
Section 80 – Adjustments for forgiven amounts	240	
Subtotal (line 250 plus line 240)		2B
Subtotal (amount 2A minus amount 2B)		14,189 2C
Current-year capital loss (from the calculation on Schedule 6, Summary of Dispositions of Capital Property)	210	
Unused non-capital losses from the 11th previous tax year ⁴		2D
Allowable business investment losses (ABILs) that expired as non-capital losses at the end of the previous tax year ⁵		2E
Enter amount 2D or 2E, whichever is less	215	
ABILs expired as non-capital losses (line 215 multiplied by 2.000000)	220	
Subtotal (amount 2C plus line 210 plus line 220)		14,189 2F

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.

⁴ Determine the amount of the non-capital loss from the **11th previous tax year**, and enter the part of the non-capital loss that was not deducted in the **previous 11 years**.

⁵ Enter the amount of the ABILs from the **11th previous tax year**. Enter the full amount on amount 2E.

Part 2 – Capital losses (continued)

Capital losses from previous tax years applied against the current-year net capital gain ⁶	225	
Capital losses before any request for a carryback (amount 2F minus line 225)		14,189 2G
Request to carry back capital loss to: ⁷		
	Capital gain (100%)	Amount carried back (100%)
First previous tax year	951	
Second previous tax year	952	
Third previous tax year	953	
	Subtotal (total of lines 951 to 953)	2H
Closing balance of capital losses to be carried forward to future tax years (amount 2G minus amount 2H) ⁸	280	14,189

⁶ To get the net capital losses required to reduce the taxable capital gain included in the net income (loss) for the current tax year, enter the amount from line 225 **divided** by 2 at line 332 of the T2 return.

⁷ On line 225, 951, 952, or 953, whichever applies, enter the actual amount of the loss. When the loss is applied, **divide** this amount by 2. The result represents the 50% inclusion rate.

⁸ Capital losses can be carried forward indefinitely.

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

Farm losses at the end of the previous tax year		3A
Farm loss expired ⁹	300	
Farm losses at the beginning of the tax year (amount 3A minus line 300)	302	
Farm losses transferred on an amalgamation or on the wind-up of a subsidiary corporation	305	
Current-year farm loss (amount 1L in Part 1)	310	
	Subtotal (line 305 plus line 310)	3B
	Subtotal (line 302 plus amount 3B)	3C
Other adjustments (includes adjustments for an acquisition of control)	350	
Section 80 – Adjustments for forgiven amounts	340	
Farm losses of previous tax years applied in the current tax year	330	
Enter the amount from line 330 on line 334 of the T2 Return.		
Current and previous years farm losses applied against current-year taxable dividends subject to Part IV tax ¹⁰	335	
	Subtotal (total of lines 350, 340, 330 and 335)	3D
Farm losses before any request for a carryback (amount 3C minus amount 3D)		3E

Request to carry back farm loss to:

First previous tax year to reduce taxable income	921	
Second previous tax year to reduce taxable income	922	
Third previous tax year to reduce taxable income	923	
First previous tax year to reduce taxable dividends subject to Part IV tax	931	
Second previous tax year to reduce taxable dividends subject to Part IV tax	932	
Third previous tax year to reduce taxable dividends subject to Part IV tax	933	
	Subtotal (total of lines 921 to 933)	3F
Closing balance of farm losses to be carried forward to future tax years (amount 3E minus amount 3F)	380	

⁹ A farm loss expires after **20 tax years**.

¹⁰ Line 335 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 business	485	
(line 485 _____ – \$2,500) divided by 2	4A	
Amount 4A or \$ 15,000, whichever is less		4B
	2,500	4C
Subtotal (amount 4B plus amount 4C)	2,500	4D
Current-year restricted farm loss (line 485 minus amount 4D)		4E

Continuity of restricted farm losses and request for a carryback

Restricted farm losses at the end of the previous tax year		4F
Restricted farm loss expired ¹¹	400	
Restricted farm losses at the beginning of the tax year (amount 4F minus line 400)	402	
Restricted farm losses transferred on an amalgamation or on the wind-up of a subsidiary corporation	405	
Current-year restricted farm loss (from amount 4E)	410	
Enter the amount from line 410 on line 233 of Schedule 1, Net Income (Loss) for Income Tax Purposes.		
Subtotal (line 405 plus line 410)		4G
Subtotal (line 402 plus amount 4G)		4H
Restricted farm losses from previous tax years applied against current farming income	430	
Enter the amount from line 430 on line 333 of the T2 return.		
Section 80 – Adjustments for forgiven amounts	440	
Other adjustments	450	
Subtotal (total of lines 430 to 450)		4I
Restricted farm losses before any request for a carryback (amount 4H minus amount 4I)		4J

Request to carry back restricted farm loss to:

First previous tax year to reduce farming income	941	
Second previous tax year to reduce farming income	942	
Third previous tax year to reduce farming income	943	
Subtotal (total of lines 941 to 943)		4K
Closing balance of restricted farm losses to be carried forward to future tax years (amount 4J minus amount 4K)	480	

Note

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

¹¹ A restricted farm loss expires after **20 tax years**.

Part 5 – Listed personal property losses

Continuity of listed personal property losses and request for a carryback

Listed personal property losses at the end of the previous tax year		5A
Listed personal property loss expired ¹²	500	
Listed personal property losses at the beginning of the tax year (amount 5A minus line 500)	502	
Current-year listed personal property loss (from Schedule 6)		510
	Subtotal (line 502 plus line 510)	5B
Listed personal property losses from previous tax years applied against listed personal property gains	530	
Enter the amount from line 530 on line 655 of Schedule 6.		
Other adjustments	550	
	Subtotal (line 530 plus line 550)	5C
	Listed personal property losses remaining before any request for a carryback (amount 5B minus amount 5C)	5D

Request to carry back listed personal property loss to:

First previous tax year to reduce listed personal property gains	961	
Second previous tax year to reduce listed personal property gains	962	
Third previous tax year to reduce listed personal property gains	963	
	Subtotal (total of lines 961 to 963)	5E
	Closing balance of listed personal property losses to be carried forward to future tax years (amount 5D minus amount 5E)	580

¹² A listed personal property loss expires after seven tax years.

Part 7 – Limited partnership losses**Current-year limited partnership losses**

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, clean economy tax credit, farming losses, and resource expenses ¹⁵	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
1.						
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 subsidiary	Corporation's at-risk amount	Total of corporation's share of partnership investment tax credit, clean economy tax credit, business or property losses, and resource expenses ¹⁵	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
1.						

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
1.					
Total (enter this amount on line 335 of the T2 return)					

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

¹⁵ Clean economy tax credit is defined in subsection 127.47(1).

Part 8 – Restricted interest and financing expenses (RIFE)**Continuity of RIFE**

RIFE at the end of the previous tax year	700	_____
RIFE transferred on an amalgamation or on the wind-up of a subsidiary corporation	705	_____
RIFE adjustments for an acquisition of control	750	_____
Subtotal (line 700 plus line 705 minus line 750)		8A _____

Enter amount 8A on line 128 in Part 2J of Schedule 130, Excessive Interest and Financing Expenses Limitation.

Current-year restricted interest and financing expense determined under subsection 111(8) (amount A from Part 2O of Schedule 130)	710	_____
RIFE deducted for the tax year ¹⁶	730	_____

Enter the amount from line 730 on line 336 of the T2 return.

Closing balance of RIFE (amount 8A plus line 710 minus line 730)	780	_____
--	------------	-------

¹⁶ The amount deducted **must** not exceed amount B in Part 2J of Schedule 130.

Part 9 – Election under paragraph 88(1.1)(f)

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

See the privacy notice on your return.

Non-Capital Loss Continuity Workchart

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

Non-capital losses

Year of origin	Balance at beginning of year	Loss incurred in current year	Adjustments and transfers	Loss carried back Parts I & IV	Applied to reduce		Balance at end of year
					Taxable income	Part IV tax	
Current	N/A	674,306			N/A		674,306
1st preceding taxation year 2024-12-31	2,054,792	N/A		N/A			2,054,792
2nd preceding taxation year 2023-12-31	1,942,948	N/A		N/A			1,942,948
3rd preceding taxation year 2022-12-31		N/A		N/A			
4th preceding taxation year 2021-12-31		N/A		N/A			
5th preceding taxation year 2020-12-31		N/A		N/A			
6th preceding taxation year 2019-12-31		N/A		N/A			
7th preceding taxation year 2018-12-31		N/A		N/A			
8th preceding taxation year 2017-12-31		N/A		N/A			
9th preceding taxation year 2016-12-31		N/A		N/A			
10th preceding taxation year 2015-12-31		N/A		N/A			
11th preceding taxation year 2014-12-31		N/A		N/A			
12th preceding taxation year 2013-12-31		N/A		N/A			
13th preceding taxation year 2012-12-31		N/A		N/A			
14th preceding taxation year 2011-12-31		N/A		N/A			
15th preceding taxation year 2010-12-31		N/A		N/A			
16th preceding taxation year 2009-12-31		N/A		N/A			
17th preceding taxation year 2009-01-30		N/A		N/A			
18th preceding taxation year 2008-12-31		N/A		N/A			
19th preceding taxation year 2007-12-31		N/A		N/A			
20th preceding taxation year 2006-12-31		N/A		N/A			*
Total	3,997,740	674,306					4,672,046

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

Capital Cost Allowance (CCA)

Corporation's name	Business number	Tax year-end Year Month Day
E.L.K. Energy Inc.	86656 7787 RC0001	2025-11-28

- Fill out this schedule to calculate the amount of capital cost allowance (CCA) the corporation is claiming for the tax year or to account for acquisitions or dispositions of depreciable property, or both.
- Unless otherwise stated, all legislative references are to the Income Tax Act.
- For more information, see the section called "Schedule 8, Capital Cost Allowance (CCA)" in Guide T4012, T2 Corporation – Income Tax.
- If you do not have enough space to list all the information, use an additional Schedule 8.
- Attach the original copy of this completed schedule to your T2 Corporation Income Tax Return.

Is the corporation electing under subsection 1101(5q) of the Income Tax Regulations? **101** Yes ☐ No ☒

1 Class number	Description	2 Undepreciated capital cost (UCC) at the beginning of the year	3 Cost of acquisitions during the year (new property must be available for use)	4 Cost of acquisitions from column 3 that are accelerated investment incentive property (AIIP) or property acquired before 2025 that is included in Classes 54 to 56	5 Cost of acquisitions from column 3 that are reaccelerated investment incentive property (RIIP) or property acquired after 2024 that is included in Classes 54 to 56	6 Adjustments and transfers	7 Amount from column 6 that is assistance received or receivable during the year for a property, subsequent to its disposition	8 Amount from column 6 that is repaid during the year for a property, subsequent to its disposition
Note 1			Note 2	Note 3	Note 4	Note 5	Note 6	Note 7
200		201	203	225	226	205	221	222
1. 1		3,799,922						
2. 14.1		151,766						
3. 1b		163,296						
4. 47	Electrical Distribution and Transmission Equi	7,810,863	1,298,014		1,298,014			
5. 8		147,336	5,999		5,999			
6. 10		421,417						
7. 45		1						
8. 50		31,341						
9. 12			50,048		50,048			
Totals		12,525,942	1,354,061		1,354,061			

1 Class number	Description	9 Proceeds of dispositions Note 8	10 UCC (column 2 plus column 3 plus or minus column 6 Note 9	11 Proceeds of dispositions available to reduce additions of AIIP, RIIP and property included in Classes 54 to 56 (column 7 plus column 9 minus column 3 plus column 4 plus column 5 minus column 8) (if negative, enter "0")	12 Net capital cost additions of AIIP and property acquired before 2025 that is included in Classes 54 to 56 (column 4 minus column 11) (if negative, enter "0")	13 Proceeds of dispositions from column 11 available to reduce additions of RIIP and ZEV acquired after 2024 that is included in Classes 54 to 56 (column 11 minus column 4) (if negative, enter "0")	14 Net capital cost additions of RIIP and property acquired after 2024 that is included in Classes 54 to 56 (column 5 minus column 13) (if negative, enter "0")	15 UCC adjustment for AIIP and property acquired before 2025 that is included in Classes 54 to 56 (column 12 multiplied by the relevant factor) Note 10
		207						
1.	1	0	3,799,922					
2.	14.1	0	151,766					
3.	1b	0	163,296					
4.	47	0	9,108,877				1,298,014	
5.	8	0	153,335				5,999	
6.	10	0	421,417					
7.	45	0	1					
8.	50	0	31,341					
9.	12	0	50,048				50,048	
Totals			13,880,003				1,354,061	

1 Class number	Description	16 UCC adjustment for RIIP and property acquired after 2024 that is included in Classes 54 to 56 (column 14 multiplied by the relevant factor) Note 11	17 UCC adjustment for property acquired during the year other than AIIP, RIIP and property included in Classes 54 to 56 (0.5 multiplied by the result of column 3 minus column 4 minus column 5 plus column 8 minus column 7 minus column 9) (if negative, enter "0") Note 12	18 CCA rate % Note 13	19 Recapture of CCA Note 14	20 Terminal loss Note 15	21 CCA (for declining balance method, the result of column 10 plus column 15 plus column 16 minus column 17, multiplied by column 18 or a lower amount) Note 16	22 UCC at the end of the year (column 10 minus column 21)
			224	212	213	215	217	220
1.	1			4	0	0	138,255	3,661,667
2.	14.1			5	0	0	9,663	142,103
3.	1b			6	0	0	8,912	154,384
4.	47	649,007		8	0	0	710,053	8,398,824
5.	8	3,000		20	0	0	28,440	124,895
6.	10			30	0	0	114,995	306,422
7.	45			45	0	0		1

	1 Class number	Description	16 UCC adjustment for RIIP and property acquired after 2024 that is included in Classes 54 to 56 (column 14 multiplied by the relevant factor) <u>Note 11</u>	17 UCC adjustment for property acquired during the year other than AIIP, RIIP and property included in Classes 54 to 56 (0.5 multiplied by the result of column 3 minus column 4 minus column 5 plus column 8 minus column 7 minus column 9) (if negative, enter "0") <u>Note 12</u> 224	18 CCA rate % <u>Note 13</u> 212	19 Recapture of CCA <u>Note 14</u> 213	20 Terminal loss <u>Note 15</u> 215	21 CCA (for declining balance method, the result of column 10 plus column 15 plus column 16 minus column 17, multiplied by column 18 or a lower amount) <u>Note 16</u> 217	22 UCC at the end of the year (column 10 minus column 21) 220
8.	50				55	0	0	15,679	15,662
9.	12				100	0	0	45,523	4,525
Totals			652,007					1,071,520	12,808,483

Enter the total of column 19 on line 107 of Form T2 SCH 1, Net Income (Loss) for Income Tax Purposes.
Enter the total of column 20 on line 404 of Form T2 SCH 1.
Enter the total of column 21 on line 403 of Form T2 SCH 1.

Notes

- 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.
- Note 2: 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 exclusions from the half-year rule. Do not include any amount in column 3 in respect of property included in column 6 (Note 5). See Guide T4012 for more information about the cost of acquisitions during the year.
- Note 3: An AIIP is a property (other than property included in Classes 54 to 56) that you acquired after November 20, 2018 and before 2025, 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 2034.
Class 56 applies to eligible zero-emission automotive equipment and vehicles (other than motor vehicles) that you acquired after March 1, 2020, and that became available for use before 2034.
See Guide T4012 for more information.
- Note 4: An RIIP is a property (other than property included in Classes 54 to 56) that you acquired after 2024, and that became available for use before 2034.
Classes 54 and 55 include zero-emission vehicles that you acquired after March 18, 2019, and that became available for use before 2034.
Class 56 applies to eligible zero-emission automotive equipment and vehicles (other than motor vehicles) that you acquired after March 1, 2020, and that became available for use before 2034.
See Guide T4012 for more information.
- Note 5: Enter in column 6, "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 Guide T4012 for other examples of adjustments and transfers to include in column 6.
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)] if the property was a depreciable property acquired by the transferor at least 364 days before the end of your tax year and continuously owned by the transferor until it was acquired by you.
- Note 6: 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 7: 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) (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)] 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 8: 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 designated immediate expensing property) exceeds the prescribed amount and it is disposed of to a person or partnership with which you deal at arm's length, 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. The actual cost of the vehicle will be adjusted for payment or repayment of government assistance.
- Note 9: If the amount in column 6 (as shown in brackets) reduces the UCC, you must subtract it for the purpose of the calculation. Otherwise, add the amount in column 6 for the purpose of the calculation.
- Note 10: The adjustment from column 15 is added to the UCC in column 10 to calculate the CCA deduction in column 21.
The relevant factors for property of a class in Schedule II, that is an AIIP or property acquired before 2025 that is included in Classes 54 to 56, are:
- 1 1/2 for property in Classes 43.1, 54 and 56 that became available for use in 2024 or 2025 or 5/6 if it became available for use after 2025
 - 7/8 for property in Class 55 that became available for use in 2024 or 2025 or 3/8 if it became available for use after 2025
 - 1/2 for property in Classes 43.2 and 53 that became available for use in 2024 or 2025 or 1/10 if it became available for use after 2025
 - 3 for property in Class 44 that was acquired and became available for use after April 15, 2024 and before 2027 or 0 if it became available for use after 2026
 - 2 1/3 for property in Class 46 that was acquired and became available for use after April 15, 2024 and before 2027 or 0 if it became available for use after 2026
 - 9/11 for property in Class 50 that was acquired and became available for use after April 15, 2024 and before 2027 or 0 if it became available for use after 2026
 - 0 for property in Classes 12, 13, 14, 15, and 59, as well as properties that are Canadian vessels included in paragraph 1100(1)(v) of the Regulations (see note 16 for additional information)
 - 0 for all other property (including property in Class 10.1) that is an AIIP (other than property in Classes 44, 46 or 50) that became available for use after 2023
- If the tax year does not follow the calendar year, the relevant factor is determined under subsection 1100(2.01) of the Regulations.

Notes (continued)

Note 11: The adjustment from column 16 is added to the UCC in column 10 to calculate the CCA deduction in column 21.

The relevant factors for property of a class in Schedule II, that is an RIIP or property acquired after 2024 that is included in Classes 54 to 56, are:

- 2 1/3 for property in Classes 43.1, 54 and 56 that became available for use before 2030
- 1 1/2 for property in Class 55 that became available for use before 2030
- 1 for property in Class 53
- 2 1/3 for property in Class 43 acquired after 2025 that became available for use before 2030, if such property would have been included in Class 53 if it had been acquired in 2025
- 3 for property in Class 44 that became available for use before 2027 or 0 if it became available for use after 2026
- 2 1/3 for property in Class 46 that became available for use before 2027 or 0 if it became available for use after 2026
- 9/11 for property in Class 50 that became available for use before 2027 or 0 if it became available for use after 2026
- 0 for property in Classes 12, 13, 14, 15, and 59, as well as properties that are Canadian vessels included in paragraph 1100(1)(v) of the Regulations (see note 16 for additional information)
- 0.5 for all other property (including property in Class 10.1) that is an RIIP that became available for use before 2030 or 0 if it became available for use after 2029

If the tax year does not follow the calendar year, the relevant factor is determined under subsection 1100(2.011) of the Regulations.

Note 12: The UCC adjustment for property acquired during the year (also known as the half-year rule or 50% rule) does not apply to certain property (including AIIP, RIIP and property included in Classes 54 to 56). For special rules and exceptions, see Income Tax Folio S3-F4-C1, General Discussion of Capital Cost Allowance. The adjustment from column 17 is subtracted from the UCC in column 10 to calculate the CCA deduction in column 21.

Note 13: 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 21.

Note 14: 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 19 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 designated immediate expensing property.

Note 15: 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 20. 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 16: If the tax year is shorter than 365 days, prorate the CCA claim. Some classes of property do not have to be prorated. See Guide T4012 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 and RIIP listed below, the maximum first year allowance you can claim is determined as follows:

- Class 13: if the capital cost of the RIIP was incurred before 2030, 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), and in any other case, the amount for the year calculated in accordance with Schedule III of the Regulations
- Class 14: the lesser of 150% (if the property is an RIIP that becomes available for use in the year and before 2030) or 125% (if the property is an AIIP that becomes available for use in the year and after 2023 or an RIIP that becomes available for use in the year and after 2029) 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% (if the property is an RIIP acquired in the year and before 2026) or 125% (if the property is an AIIP acquired in the year and after 2023 or an RIIP acquired in the year and after 2025) of an amount calculated 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% (for RIIP acquired in the year and before 2030) or 33 1/3% (in any other case) of the capital cost of the property and the UCC at the end of the tax year (before any CCA deduction)
- Natural gas liquefaction: The additional allowances in respect of natural gas liquefaction under paragraphs 1100(1)(a.3) and (yb) of the Regulations are eligible for the accelerated investment incentive and the reaccelerated investment incentive.

The AIIP and RIIP provisions 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 an industrial mineral mine or a right to remove minerals from an industrial mineral mine. See the Income Tax Regulations for more details.

RELATED AND ASSOCIATED CORPORATIONS

Name of corporation	Business Number	Tax year end Year Month Day
E.L.K. Energy Inc.	86656 7787 RC0001	2025-11-28

- 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)	Rela- tion- 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.	E.L.K. Solutions Inc.		86487 7519 RC0001	2	10,000	100.000			100
2.	The Corporation of the Town of Es		NR	1	30,000	100.000			2,000,100

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 Reserves

Name of corporation	Business number	Tax year end Year Month Day
E.L.K. Energy Inc.	86656 7787 RC0001	2025-11-28

- For use by corporations to provide a continuity of all reserves claimed which are allowed for tax purposes.
- File one completed copy of this schedule with the corporation's T2 Corporation Income Tax Return.
- For more information, see the T2 Corporation Income Tax Guide.

Part 1 – Capital gains reserves

Description of property	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 \$
001	002	003			004
Totals	008	009			010

The amount from line 008 **plus** the amount from line 009 should be entered on line 880 of Schedule 6, Summary of Dispositions of Capital Property.
The amount from line 010 should be entered on line 885 of Schedule 6.

Part 2 – Other reserves

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 \$
	110	115			120
Reserve for doubtful debts ☒	167,454		130,721	167,454	130,721
	130	135			140
Reserve for undelivered goods and services not rendered ☒	755,958		796,808	755,958	796,808
	150	155			160
Reserve for prepaid rent ☐					
	190	195			200
Reserve for refundable containers ☐					
	210	215			220
Reserve for unpaid amounts ☐					
	230	235			240
Other tax reserves ☐					
Totals	923,412	275	927,529	923,412	280 927,529

The amount from line 270 **plus** the amount from line 275 should be entered on line 125 of Schedule 1, Net Income (Loss) for Income Tax Purposes, as an addition.
The amount from line 280 should be entered on line 413 of Schedule 1 as a deduction.

Continuity of financial statement reserves (not deductible)

Financial statement reserves (not deductible)

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
1	Employee Future Benefits	454,545		405,579	454,545	405,579
2	Retiring allowance					
3	CFO Succession costs					
	Reserves from Part 2 of Schedule 13	923,412		927,529	923,412	927,529
	Totals	1,377,957		1,333,108	1,377,957	1,333,108

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

Date filed (do not use this area)

025

Year Month Day

Enter the calendar year the agreement applies to

050

Year
2025

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?

075

☐ Yes

☒ No

	1 Name of associated corporations	2 Business number of associated corporations	3 Association code	4 Business limit for the year before the allocation \$	5 Percentage of the business limit %	6 Business limit allocated* \$
	100	200	300		350	400
1	E.L.K. Energy Inc.	86656 7787 RC0001	1	500,000		
2	E.L.K. Solutions Inc.	86487 7519 RC0001	1	500,000	100.0000	500,000
3	The Corporation of the Town of Essex	NR	1	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 $0.225\% \times (C - \$10,000,000)$. 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.



Taxable Capital Employed in Canada – Large Corporations

Corporation's name	Business number	Tax year-end Year Month Day
E.L.K. Energy Inc.	86656 7787 RC0001	2025-11-28

- 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	
Capital stock (or members' contributions if incorporated without share capital)	103	2,000,100
Retained earnings	104	3,997,549
Contributed surplus	105	
Any other surpluses	106	4,402,375
Deferred unrealized foreign exchange gains	107	
All loans and advances to the corporation	108	7,455,992
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 112)		17,856,016
		17,856,016 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
- those lines applied to partnerships in the same manner that they apply to corporations, and
 - those amounts were computed without reference to amounts owing by the partnership
 - to any corporation that held a membership interest in the partnership either directly or indirectly through another partnership, or
 - 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.

Part 1 – Capital (continued)Subtotal A (from page 1) 17,856,016 A**Deduct** the following amounts:Deferred tax debit balance at the end of the year **121** _____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 **122** _____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. **123** _____Deferred unrealized foreign exchange losses at the end of the year **124** _____Subtotal (**add** lines 121 to 124) **▶** _____ B**Capital for the year** (amount A **minus** amount B) (if negative, enter "0") **190** 17,856,016**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) **402** _____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 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) **406** _____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 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 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.

Part 3 – Taxable capitalCapital for the year (line 190) 17,856,016 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** 17,856,016

Part 4 – Taxable capital employed in Canada**To be completed by a corporation that was resident in Canada at any time in the year**

Taxable capital for the year (line 500)	17,856,016	x	Taxable income earned in Canada	610		1,000	=	Taxable capital employed in Canada	690	17,856,016
			Taxable income			1,000				

- Notes:**
1. Regulation 8601 gives details on calculating the amount of taxable income earned in Canada.
 2. Where a corporation's taxable income for a tax year is "0," it shall, for the purposes of the above calculation, be deemed to have a taxable income for that year of \$1,000.
 3. In the case of an airline corporation, Regulation 8601 should be considered when completing the above calculation.

To be completed by a corporation that was a non-resident of Canada throughout the year and carried on a business through a permanent establishment in Canada

Total of all amounts each of which is the carrying value at the end of the year of an asset of the corporation used in the year or held in the year, in the course of carrying on any business during the year through a permanent establishment in Canada . . . **701**

Deduct the following amounts:

Corporation's indebtedness at the end of the year [other than indebtedness described in any of paragraphs 181.2(3)(c) to (f)] that may reasonably be regarded as relating to a business it carried on during the year through a permanent establishment in Canada **711**

Total of all amounts each of which is the carrying value at the end of year of an asset described in subsection 181.2(4) of the corporation that it used in the year, or held in the year, in the course of carrying on any business during the year through a permanent establishment in Canada **712**

Total of all amounts each of which is the carrying value at the end of year of an asset of the corporation that is a ship or aircraft the corporation operated in international traffic, or personal or movable property used or held by the corporation in carrying on any business during the year through a permanent establishment in Canada (see note below) **713**

Total deductions (add lines 711, 712, and 713) ▶ E

Taxable capital employed in Canada (line 701 minus amount E) (if negative, enter "0") **790**

Note: Complete line 713 only if the country in which the corporation is resident did not impose a capital tax for the year on similar assets, or a tax for the year on the income from the operation of a ship or aircraft in international traffic, of any corporation resident in Canada during the year.

Part 5 – Calculation for purposes of the small business deduction**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) F

Deduct: 10,000,000 G

Excess (amount F minus amount G) (if negative, enter "0") H

Calculation for purposes of the small business deduction (amount H x 0.225%) I

Enter this amount at line 415 of the T2 return.

Shareholder Information

Corporation's name	Business number	Tax year-end Year Month Day
E.L.K. Energy Inc.	86656 7787 RC0001	2025-11-28

- 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
	100	200	300	350	400	500
1	The Corporation of the Town of Essex	NR			100.000	
2						
3						
4						
5						
6						
7						
8						
9						
10						



Ontario Corporate Minimum Tax

Corporation's name	Business number	Tax year-end Year Month Day
E.L.K. Energy Inc.	86656 7787 RC0001	2025-11-28

- 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 *	112	33,197,503
Share of total assets from partnership(s) and joint venture(s) *	114	
Total assets of associated corporations (amount from line 450 on Schedule 511)	116	753,957
Total assets (total of lines 112 to 116)		33,951,460
Total revenue of the corporation for the tax year **	142	38,767,632
Share of total revenue from partnership(s) and joint venture(s) **	144	
Total revenue of associated corporations (amount from line 550 on Schedule 511)	146	31,306
Total revenue (total of lines 142 to 146)		38,798,938

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	-52,571
Add (to the extent reflected in income/loss):			
Provision for current income taxes/cost of current income taxes	220		
Provision for deferred income taxes (debits)/cost of future income taxes	222		
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), 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 **	228		
Total patronage dividends received, not already included in net income/loss	232		
281	282		
283	284		
	Subtotal		A
Deduct (to the extent reflected in income/loss):			
Provision for recovery of current income taxes/benefit of current income taxes	320	44,955	
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	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 **	328		
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	336		
Patronage dividends paid (from Schedule 16) not already included in net income/loss	338		
381	382		
383	384		
385	386		
387	388		
389	390		
	Subtotal	44,955	B
Adjusted net income/loss for CMT purposes (line 210 plus amount A minus amount B)	490	-97,526	

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 GIF1 (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) **515** _____

Deduct:

CMT loss available (amount R from Part 7) 2,851,035

Minus: Adjustment for an acquisition of control * **518** _____

Adjusted CMT loss available 2,851,035 ▶ 2,851,035 C

Net income subject to CMT calculation (if negative, enter "0") **520** _____

Amount from line 520	x	Number of days in the tax year before July 1, 2010	x	4 % =	1
		Number of days in the tax year	332		

Amount from line 520	x	Number of days in the tax year after June 30, 2010	332	x	2.7 % =	2
		Number of days in the tax year	332			

Subtotal (amount 1 **plus** amount 2) 3

Gross CMT: amount on line 3 above x OAF ** **540** _____

Deduct:

Foreign tax credit for CMT purposes *** **550** _____

CMT after foreign tax credit deduction (line 540 **minus** line 550) (if negative, enter "0") D

Deduct:

Ontario corporate income tax payable before CMT credit (amount F6 from Schedule 5) E

Net CMT payable (if negative, enter "0") 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 * G

Deduct:CMT credit expired * **600**CMT credit carryforward at the beginning of the current tax year * (see note below) **620****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) H**Deduct:**

CMT credit deducted in the current tax year (amount P from Part 5) I

Subtotal (amount H **minus** amount I) 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) **670** 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) 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) 3

Gross SAT (line 460 from Part 6 of Schedule 512) 4

The **greater** of amounts 3 and 4 5**Deduct:** line 2 or line 5, whichever applies: 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)

Subtotal (if negative, enter "0") O

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? **675** 1 Yes ☐ 2 No ☒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

CMT loss carryforward at the end of the previous tax year *	2,851,035	Q
Deduct:		
CMT loss expired *	700	
CMT loss carryforward at the beginning of the tax year * (see note below)	2,851,035	720 2,851,035
Add:		
CMT loss transferred on an amalgamation under section 87 of the federal Act ** (see note below)	750	
CMT loss available (line 720 plus line 750)		2,851,035 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")		2,851,035 S
Add:		
Adjusted net loss for CMT purposes (amount from line 490 in Part 2, if negative) (enter as a positive amount)	760	97,526
CMT loss carryforward balance at the end of the tax year (amount S plus line 760)	770	2,948,561 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.

** 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.

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

Name of corporation	Business Number	Tax year-end Year Month Day
E.L.K. Energy Inc.	86656 7787 RC0001	2025-11-28

- 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	E.L.K. Solutions Inc.	86487 7519 RC0001	753,957	31,306
2	The Corporation of the Town of Essex	NR	0	0
			450	550
		Total	753,957	31,306

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.

Exhibit 6
Attachment 6-B
2025 Tax Return for period
November 29, 2025 – December 31, 2025

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)00186656 7787 RC0001

Corporation's name002E.L.K. Energy Inc.

Address of head office

Has this address changed since the last time the CRA was notified?010YesNoX

If yes, complete lines 011 to 018.

011172 Forest Avenue

012

CityProvince, territory, or state015Essex016ON

Country (other than Canada)Postal or ZIP code017018N8M 3E4

Mailing address (if different from head office address)

Has this address changed since the last time the CRA was notified?020YesNoX

If yes, complete lines 021 to 028.

021c/o

022

023

CityProvince, territory, or state025026

Country (other than Canada)Postal or ZIP code027028

Location of books and records (if different from head office address)

Has this address changed since the last time the CRA was notified?030YesNoX

If yes, complete lines 031 to 038.

031172 Forest Avenue

032

CityProvince, territory, or state035Essex036ON

Country (other than Canada)Postal or ZIP code037038N8M 3E4

040Type 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

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 change043

Year Month Day

To which tax year does this return apply?

Tax year startYear Month Day0602025-11-29

Tax year-endYear Month Day0612025-12-31

Has there been an acquisition of control resulting in the application of subsection 249(4) since the tax year start on line 060?063YesNoX

If yes, provide the date control was acquired065

Year Month Day

Is the date on line 061 a deemed tax year-end according to subsection 249(3.1)?066YesNoX

Is the corporation a professional corporation that is a member of a partnership?067YesNoX

Is this the first year of filing after:

Incorporation?070YesNoX

Amalgamation?071YesNoX

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

Has there been a wind-up of a subsidiary under section 88 during the current tax year?072YesNoX

If yes, complete and attach Schedule 24.

Is this the final tax year before amalgamation?076YesNoX

Is this the final return up to dissolution?078YesNoX

If an election was made under section 261, state the functional currency used079

Is the corporation a resident of Canada?080YesXNo

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

081

Is the non-resident corporation claiming an exemption under an income tax treaty?082YesNoX

If yes, complete and attach Schedule 91.

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

085

1 Exempt under paragraph 149(1)(e) or (l)

2 Exempt under paragraph 149(1)(j)

4 Exempt under other paragraphs of section 149

Do not use this area

095096098

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 ☒	9
Is the corporation an associated CCPC?	160 ☒	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 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 common and/or preferred shares?	173 ☒	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 ☒	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 ☐	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 ☐	7
Does the corporation have any property that is eligible for capital cost allowance?	208 ☒	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 or zero-emission technology manufacturing 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 ☒	33/34/35
Is the total taxable capital employed in Canada of the corporation and its associated corporations over \$10,000,000?	234 ☒	
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)

	Yes	Schedule
Did the corporation have any foreign affiliates in the tax year?	☐	T1134
If the corporation is a resident of Canada, 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?	☐	T1145
Has the corporation entered into an agreement to transfer qualified expenditures incurred in respect of SR&ED contracts?	☐	T1146
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?	☐	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?	☐	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 subject to the additional 1.5% tax on banks and life insurers?	☐	68
Is the corporation a covered entity that redeemed, acquired or cancelled equity of the corporation in the tax year?	☐	56
Is the corporation subject to the excessive interest and financing expenses limitation (EIFEL) rules contained primarily in sections 18.2 and 18.21, or is it a party to any election under the EIFEL rules?	☒	130

Additional information

Did the corporation use the International Financial Reporting Standards (IFRS) when it prepared its financial statements?	270	Yes	☒	No	☐
Is the corporation inactive?	280	Yes	☐	No	☒
Did the corporation meet the definition of substantive CCPC under subsection 248(1) at any time during the tax year?	290	Yes	☐	No	☒
What is the corporation's main revenue-generating business activity? 335920 Communication and Energy Wire and Cable Manufacturing					
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.	284	Electricity distribution	285	100.000 %	
	286		287	%	
	288		289	%	
Did the corporation immigrate to Canada during the tax year?	291	Yes	☐	No	☒
Did the corporation emigrate from Canada during the tax year?	292	Yes	☐	No	☒
Do you want to be considered as a quarterly instalment remitter if you are eligible?	293	Yes	☐	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	294	Year Month Day			
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 GIF	300	-575,305	A
Deduct:			
Charitable donations from Schedule 2	311		
Cultural gifts from Schedule 2	313		
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	320		
Part VI.1 tax deduction*	325		
Non-capital losses of previous tax years from Schedule 4	331		
Net capital losses of previous tax years from Schedule 4	332		
Restricted farm losses of previous tax years from Schedule 4	333		
Farm losses of previous tax years from Schedule 4	334		
Limited partnership losses of previous tax years from Schedule 4	335		
Restricted interest and financing expenses from Schedule 4	336		
Taxable capital gains or taxable dividends allocated from a central credit union	340		
Prospector's and grubstaker's shares	350		
Employer deduction for non-qualified securities	352		
Subtotal			B
Subtotal (amount A minus amount B) (if negative, enter "0")			C
Section 110.5 additions or subparagraph 115(1)(a)(vii) additions	355		D
Taxable income (amount C plus amount D)	360		

* This amount is equal to 3.5 times the Part VI.1 tax payable at line 724 on page 9.

Small business deduction**Canadian-controlled private corporations (CCPCs) throughout the tax year**

Income eligible for the small business deduction from Schedule 7	400	A
Taxable income from line 360 on page 3, minus 100/28 (3.57143) of the amount on line 632* on page 8, minus 4 times the amount on line 636** on page 8, and minus any amount that, because of 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 410. However, if the corporation's tax year is less than 51 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 amount to be entered on line 410.

Business limit reduction**Taxable capital business limit reduction**

Amount C	x	415	***	592,565	D	=	90,000	E
----------	---	-----	-----	---------	---	---	--------	---

Passive income business limit reduction

Adjusted aggregate investment income from Schedule 7****	417	4,234,695	-	50,000	=	4,184,695	F
Amount C		x	Amount F	4,184,695	=		G
	100,000						

The greater of amount E and amount G **422** HReduced business limit (amount C **minus** amount H) (if negative, enter "0") **426** I

Business limit the CCPC assigns under subsection 125(3.2) (from line 515 below) J

Reduced business limit after assignment (amount I **minus** amount J) **428** K**Small business deduction** – Amount A, B, C, or K, whichever is the least x 19 % = **430**

Enter amount from line 430 at amount L on page 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 each tax year that ended in the preceding calendar year. This amount is reported at line 745 of the corresponding Schedule 7. Each corporation with such income has to file a Schedule 7.

Small business deduction (continued)**Specified corporate income and assignment under subsection 125(3.2)**

L1 Name of corporation receiving the income and assigned amount	L Business number of the corporation receiving the assigned amount	M Income paid under clause 125(1)(a)(i)(B) to the corporation identified in column L ³	N Business limit assigned to corporation identified in column L ⁴
	490	500	505
1.			

Total **510** Total **515****Notes:**

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 (other than 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 or substantive CCPCs at any time in 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		C
Personal services business income	432	D
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**		F
Subtotal (add amounts B to F)		G
Amount A minus amount G (if negative, enter "0")		H
General tax reduction for Canadian-controlled private corporations – Amount H multiplied by 13 %		I

Enter amount I on line 638 on page 8.

* This is not applicable to substantive CCPCs.

** Except for a corporation that is, throughout the year, a cooperative corporation (within the meaning assigned by subsection 136(2)) or a credit union.

General tax reduction**Do not complete this area if you are a Canadian-controlled private corporation, a substantive CCPC, an investment corporation, a mortgage investment corporation, a mutual fund corporation, or any corporation with taxable income that is not subject to the corporation tax rate 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
Personal services business income	434	M
Subtotal (add amounts K to M)		N
Amount J minus amount N (if negative, enter "0")		O
General tax reduction – Amount O multiplied by 13 %		P

Enter amount P on line 639 on page 8.

Refundable portion of Part I tax

Canadian-controlled private corporations throughout the tax year or substantive CCPCs at any time in the tax year

Aggregate investment income from Schedule 7440x302/3%=A

Foreign non-business income tax credit from line 632 on page 8B

Foreign investment income from Schedule 7445x8%=C

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

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

Taxable income from line 360 on page 3F

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 8x75/29=H

Foreign business income tax credit from line 636 on page 8x4=I

Subtotal (add amounts G to I)J

Subtotal (amount F minus amount J)Kx302/3%=L

Part I tax payable minus investment tax credit refund (line 700 minus line 780 from page 9)M

Refundable portion of Part I tax – Amount E, L, or M, whichever is the least450N

* This is not applicable to substantive CCPCs.

Refundable dividend tax on hand

Eligible refundable dividend tax on hand (ERDTH) at the end of the previous tax year (line 530 of the preceding tax year)	520	A
Non-eligible refundable dividend tax on hand (NERDTH) at the end of the previous tax year (line 545 of the preceding tax year) (if negative, enter "0")	535	B
Part IV tax payable on taxable dividends from connected corporations (amount 2G from Schedule 3)	C	
Part IV tax payable on eligible dividends from non-connected corporations (amount 2J from Schedule 3)	D	
Subtotal (amount C plus amount D)	▶	E
Net ERDTH transferred on an amalgamation or the wind-up of a subsidiary	525	F
ERDTH dividend refund for the previous tax year	570	G
Refundable portion of Part I tax (from line 450 on page 6)		H
Part IV tax before deductions (amount 2A from Schedule 3)	I	
Part IV tax allocated to ERDTH (amount E)	J	
Part IV tax reduction due to Part IV.1 tax payable (amount 4D of Schedule 43)	K	
Subtotal (amount I minus total of amounts J and K)	▶	L
Net NERDTH transferred on an amalgamation or the wind-up of a subsidiary	540	M
NERDTH dividend refund for the previous tax year	575	N
38 1/3% of the total losses applied against Part IV tax (amount 2D from Schedule 3)		O
Part IV tax payable allocated to NERDTH, net of losses claimed (amount L minus amount O) (if negative enter "0")		P
NERDTH at the end of the tax year (total of amounts B, H, M, and P minus amount N) (if negative, enter "0")	545	
Part IV tax payable allocated to ERDTH, net of losses claimed (amount E minus the amount, if any, by which amount O exceeds amount L) (if negative, enter "0")		Q
ERDTH at the end of the tax year (total of amounts A, F, and Q minus amount G) (if negative, enter "0")	530	

Dividend refund

38 1/3% of total eligible dividends paid in the tax year (amount 3A from Schedule 3)		AA
ERDTH 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 (amount 3B from Schedule 3)		DD
NERDTH 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 (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.

Part I tax

Base amount Part I tax – Taxable income (from line 360 on page 3) **multiplied by 38 %** **550** A

Additional tax on personal services business income (section 123.5)

Taxable income from a personal services business **555** x 5 % = **560** B

Additional tax on banks and life insurers from Schedule 68 **565** C

Total labour requirements addition to tax **580** D

Recapture of investment tax credit from Schedule 31 **602** E

Calculation for the refundable tax on the Canadian-controlled private corporation's (CCPC) or substantive CCPC's investment income (if it was a CCPC throughout the tax year or a substantive CCPC at any time in the tax year)

Aggregate investment income from line 440 on page 6 F

Taxable income from line 360 on page 3 G

Deduct:

Amount from line 400, 405, 410, or 428 on page 4, whichever is the least* H

Net amount (amount G **minus** amount H) I

Refundable tax on CCPC's or substantive CCPC's investment income – 10 2 / 3 % of whichever is less: amount F or amount I **604** J

Subtotal (**add** amounts A to E and J) K

Deduct:

Small business deduction from line 430 on page 4 L

Federal tax abatement **608**

Manufacturing and processing profits deduction and zero-emission technology manufacturing deduction from Schedule 27 **616**

Investment corporation deduction **620**

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 **638**

General tax reduction from amount P on page 5 **639**

Federal logging tax credit from Schedule 21 **640**

Eligible Canadian bank deduction under section 125.21 **641**

Federal qualifying environmental trust tax credit **648**

Investment tax credit from Schedule 31 **652**

Subtotal M

Part I tax payable – Amount K **minus** amount M N

Enter amount N on line 700 on page 9.

* This is not applicable to substantive CCPCs.

Privacy notice

Personal information (including the SIN) is collected and used 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 disclosed to other federal, provincial, territorial, aboriginal 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, and 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 N on page 8	700	
Part II.2 tax payable from Schedule 56	705	
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 VI.2 tax payable from Schedule 67	725	
Part XII.7 tax payable from Schedule 78	726	
Part XIII.1 tax payable from Schedule 92	727	
Part XIV tax payable from Schedule 20	728	

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

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	
Return of fuel charge proceeds to farmers tax 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 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	808	
Provincial and territorial refundable tax credits from Schedule 5	812	
Tax instalments paid	840	
Total credits	890	

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 below on whichever line applies.

Generally, the CRA does not charge or refund a difference of \$2 or less.

Refund code **894**

Refund

Balance owing

For information on how to enrol for direct deposit, go to canada.ca/cra-direct-deposit.For information on how to make your payment, go to 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? **896** Yes ☐ No ☒If this return was prepared by a tax preparer for a fee, provide their: EFIL number **920** C5622RepID **925****Certification**I, **950** Carlini **951** Matt **954** CFO

Last name

First name

Position, office, or rank

I am an authorized signing officer of the corporation. I certify that I have examined this return, including accompanying schedules and statements, and that the information given on this return is, to the best of my knowledge, correct and complete. I also certify 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 attached to this return.

955 2026 06 25
Date (yyyy/mm/dd)

Signature of the authorized signing officer of the corporation

956 (519) 251-7300
Telephone numberIs the contact person the same as the authorized signing officer? If **no**, complete the information below **957** Yes ☒ No ☐**958**
Name of other authorized person **959**
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

Form identifier 100

GENERAL INDEX OF FINANCIAL INFORMATION – GIF1

Corporation's name	Business number	Tax year end Year Month Day
E.L.K. Energy Inc.	86656 7787 RC0001	2025-12-31

Balance sheet information

Account	Description	GIFI	Current year	Prior year
Assets				
	Total current assets	1599 +	11,072,190	10,230,544
	Total tangible capital assets	2008 +	26,849,216	26,732,333
	Total accumulated amortization of tangible capital assets	2009 –	5,718,321	8,321,574
	Total intangible capital assets	2178 +		
	Total accumulated amortization of intangible capital assets	2179 –		
	Total long-term assets	2589 +	4,506,360	4,556,200
	* Assets held in trust	2590 +		
	Total assets (mandatory field)	2599 =	36,709,445	33,197,503
Liabilities				
	Total current liabilities	3139 +	9,238,290	5,642,102
	Total long-term liabilities	3450 +	17,204,967	17,062,095
	* Subordinated debt	3460 +		
	* Amounts held in trust	3470 +		
	Total liabilities (mandatory field)	3499 =	26,443,257	22,704,197
Shareholder equity				
	Total shareholder equity (mandatory field)	3620 +	10,266,188	10,493,306
	Total liabilities and shareholder equity	3640 =	36,709,445	33,197,503
Retained earnings				
	Retained earnings/deficit – end (mandatory field)	3849 =	3,771,100	3,997,549

* Generic item

Form identifier 125

GENERAL INDEX OF FINANCIAL INFORMATION – GIFI

Corporation's name	Business number	Tax year-end Year Month Day
E.L.K. Energy Inc.	86656 7787 RC0001	2025-12-31

Income statement information

Description	GIFI
Operating name	0001
Description of the operation	0002
Sequence number	0003 01

Account	Description	GIFI	Current year	Prior year
---------	-------------	------	--------------	------------

Income statement information

Total sales of goods and services	8089 +	3,202,374	35,187,446
Cost of sales	8518 –	3,398,401	30,078,481
Gross profit/loss	8519 =	-196,027	5,108,965
Cost of sales	8518 +	3,398,401	30,078,481
Total operating expenses	9367 +	232,788	5,275,612
Total expenses (mandatory field)	9368 =	3,631,189	35,354,093
Total revenue (mandatory field)	8299 +	3,190,116	35,262,613
Total expenses (mandatory field)	9368 –	3,631,189	35,354,093
Net non-farming income	9369 =	-441,073	-91,480

Farming income statement information

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 =	-441,073	-91,480
--	--------	----------	---------

Total – other comprehensive income	9998 =	-669	-4,444
--	--------	------	--------

Extraordinary items and income (linked to Schedule 140)

Extraordinary item(s)	9975 –		
Legal settlements	9976 –		
Unrealized gains/losses	9980 +		
Unusual items	9985 –		
Current income taxes	9990 –	-65,098	-43,353
Future (deferred) income tax provision	9995 –		
Total – Other comprehensive income	9998 +	-669	-4,444
Net income/loss after taxes and extraordinary items (mandatory field)	9999 =	-376,644	-52,571

Canada Revenue
AgencyAgence du revenu
du Canada**Schedule 141****General Index of Financial Information (GIFI) – Additional Information**

Corporation's name E.L.K. Energy Inc.	Business number 86656 7787 RC0001	Tax year-end Year Month Day 2025-12-31
--	--------------------------------------	--

- Corporations need to complete all parts of this schedule that apply and include it with their T2 return along with their other GIFI schedules.
- For more information, see Guide RC4088, General Index of Financial Information (GIFI), and Guide T4012, T2 Corporation – Income Tax Guide.

Part 1 – Information on the person primarily involved with the financial information

Can you identify the person* specified in the heading of Part 1? **111** Yes ☒ No ☐
 If you answered **no**, go to Part 2.

Does that person have a professional designation in accounting? **095** Yes ☒ No ☐

Is that person connected** with the corporation? **097** Yes ☐ No ☒

* A person primarily involved with the financial information is a person who has more than a 50% involvement in preparing the financial information that the T2 return is based on. For example, if three persons prepared the financial information by doing respectively 30%, 30%, and 40% of the work, answer **no** at line 111. If they did respectively 10%, 20%, and 70% of the work, answer **yes** at line 111 and complete Part 1 by referring only to the third person.

** A person connected with a corporation can be: (i) a shareholder of the corporation who owns more than 10% of the common shares; (ii) a director, an officer, or an employee of the corporation; or (iii) a person not dealing at arm's length with the corporation.

Part 2 – Type of involvement

Choose one or more of the following options that represent your involvement and that of the person referred to in Part 1:

Completed an auditor's report **300** ☐
 Completed a review engagement report **301** ☐
 Conducted a compilation engagement **302** ☐
 Provided accounting services **303** ☒
 Provided bookkeeping services **304** ☐
 Other (please specify) **305**

Part 3 – Reservations

If you selected option 1 (300) or 2 (301) in Part 2 above, answer the following question:

Has the person referred to in Part 1 expressed a reservation? **099** Yes ☐ No ☐

Part 4 – Other information

Were notes to the financial statements prepared? **101** Yes ☐ No ☒
 Did the corporation have any subsequent events? **104** Yes ☐ No ☒
 Did the corporation re-evaluate its assets during the tax year? **105** Yes ☐ No ☒
 Did the corporation have any contingent liabilities during the tax year? **106** Yes ☐ No ☒
 Did the corporation have any commitments during the tax year? **107** Yes ☐ No ☒
 Does the corporation have investments in joint venture(s) or partnership(s)? **108** Yes ☐ No ☒

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 change in fair value during the tax year?

200 Yes ☒ No ☐

If **yes**, enter the amount recognized:

		In net income Increase (decrease)		In OCI Increase (decrease)
Property, plant, and equipment	210		211	
Intangible assets	215		216	
Investment property	220			
Biological assets	225			
Financial instruments	230		231	
Other	235		236	-910

Financial instruments

Did the corporation derecognize any financial instrument(s) during the tax year (other than trade receivables)?

250 Yes ☐ No ☒

Did the corporation apply hedge accounting during the tax year?

255 Yes ☐ No ☒

Did the corporation discontinue hedge accounting during the tax year?

260 Yes ☐ No ☒

Adjustments to opening equity

Was an amount included in the opening balance of retained earnings or equity, in order to correct an error, to recognize a change in accounting policy, or to adopt a new accounting standard in the current tax year?

265 Yes ☐ No ☒

If **yes**, you have to maintain a separate reconciliation.

Part 5 – Information on the person who prepared the T2 return

If the person who prepared the T2 return has a professional designation in accounting but is not the person identified in Part 1, choose all of the following options that apply:

- Prepared the T2 return and the financial information contained therein **310** ☐
- The client provided the financial statements **311** ☐
- The client provided a trial balance **312** ☐
- The client provided a general ledger **313** ☐
- Other (please specify) **314** _____

**Net Income (Loss) for Income Tax Purposes****Schedule 1**

Corporation's name E.L.K. Energy Inc.	Business number 86656 7787 RC0001	Tax year-end Year Month Day 2025-12-31
---	---	---

- 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 Guide T4012, T2 Corporation – Income Tax Guide.
- All legislative references are to the Income Tax Act.
- If you need more space, attach additional schedules.

Net income (loss) after taxes and extraordinary items from line 9999 of Schedule 125	-376,644	A1
Net income (loss) after extraordinary items from line 110 of Schedule 150	0	A2
Total	-376,644	A

Add:

Provision for income taxes – current	101	-65,339
Other reserves on lines 270 and 275 from Schedule 13	125	927,529
Reserves from financial statements – balance at the end of the year	126	1,311,927
Subtotal of additions		2,174,117

Add:**Other additions:**

1 Description	2 Amount		
605	295		
1 Unrealized loss on investments	0		
2 Movement of regulatory accounts re tax	0		
Total of column 2	0	296	0
Subtotal of other additions	199	0	0 D
Total additions	500	2,174,117	2,174,117

Amount A plus line 500	1,797,473	B
-------------------------------	-----------	---

Deduct:

Capital cost allowance from Schedule 8	403	88,716
Other reserves on line 280 from Schedule 13	413	910,800
Reserves from financial statements – balance at the beginning of the year	414	1,333,108
Subtotal of deductions		2,332,624

Deduct:**Other deductions:**

1 Description	2 Amount		
705	395		
1 Amortization of capital contributions	35,864		
2 Movement of regulatory accounts re tax	0		
3 Unrealized gain on investments	4,290		
Total of column 2	40,154	396	40,154
Subtotal of other deductions	499	40,154	40,154 E
Total deductions	510	2,372,778	2,372,778

Net income (loss) for income tax purposes (amount B minus line 510)	-575,305	C
---	----------	---

Enter amount C on line 300 of the T2 return.

Excessive Interest and Financing Expenses Limitation

Corporation's name	Business number	Tax year end Year Month Day
E.L.K. Energy Inc.	86656 7787 RC0001	2025-12-31

- Use this schedule to determine the deductibility of **interest and financing expenses** (IFE) under the excessive interest and financing expenses limitation (EIFEL) rules and to provide information on **exempt interest and financing expenses** (exempt IFE).
- The main provisions of the EIFEL rules are paragraph 12(1)(l.2), sections 18.2 and 18.21, and clause 95(2)(f.11)(ii)(D).
- The ratio of permissible expenses is 40% for tax years that start on or after October 1, 2023 but before January 1, 2024. For tax years that start on or after January 1, 2024, the ratio of permissible expenses is 30%.
- All legislative references are to the Income Tax Act.
- File this schedule with your T2 Corporation Income Tax Return for the tax year.

Part 1A – Received capacity

1. Does the corporation have received capacity as defined in subsection 18.2(1) in the year? 001 ☐ Yes ☒ No

If line 001 is **yes**, complete the following table.

Row	1 Name of each eligible group entity the corporation received capacity from	2 Account number	3 Tax year end (yyyy/mm/dd)	4 Amount of capacity received
	002	003	004	005
1				
Total of column 4 (enter on line 130 in Part 2J and line 136 in Part 2K)				===== A

Part 1B – Exempt IFE

1. Has the corporation incurred any amounts for a borrowing or other financing that are exempt IFE as defined in subsection 18.2(1)? 006 Yes No

If line 006 is yes, complete the following table.

Row	1 Name of public sector authority with which an agreement has been entered into	2 Principal amount of borrowing or other financing entered into as a result of the agreement	3 IFE incurred regarding amount in column 2 (see note 1)	4 Corporation income from activities that the amount in column 2 wholly or partially funded	5 Corporation loss from activities that the amount in column 2 wholly or partially funded (enter as positive amount)
	007	008	009	010	011
1					

Total of column 3 A

Total of column 4 (enter on line 104 in Part 2F) B

Total of column 5 (enter on line 092 in Part 2F) C

Note 1: IFE determined as if the description of variable A in the definition of IFE were read without reference to exempt IFE.

Part 1C – Information on borrowings and other financings and related derivatives

Complete the following table if the corporation has a borrowing or other financing.

1 Relationship with others parties	2 Total of the principal amounts of borrowing or other financing at any point in the tax year	3 Total of the notional amounts of derivatives entered into in respect of a borrowing or other financing at any point in the tax year	4 Total of all amounts included in paragraph (a) of variable A of IFE in respect of a borrowing or other financing	5 Total of all amounts included in paragraph (e) of variable A of IFE (other than a loss or capital loss)	6 Total of all amounts included in paragraph (a) of variable B of IFE (other than a dividend or exempt IFE or a gain included in taxpayer income)
	012	013	014	015	016
Canadian arm's length					
Canadian non-arm's length					
Non-resident arm's length					
Non-resident non-arm's length					

Total of column 4 (enter on line 027 in Part 2A) A

Total of column 5 (enter on line 033 in Part 2A) B

Total of column 6 (enter on line 042 in Part 2A) C

Part 1D – Information on loans and other financings and related derivatives

Complete the following table if the corporation has a loan or other financing.

1 Relationship with others parties	2 Total of the principal amounts of loans or other financings at any point in the tax year 017	3 Total of the notional amounts of derivatives entered into in respect of loans or other financings at any point of the year 018	4 Total of all amounts included in paragraph (d) of variable A of IFR (other than a dividend or a gain included in corporation's income) 019	5 Total of all amounts included in paragraph (a) of variable B of IFR (other than a loss or capital loss) 020
Canadian arm's length				
Canadian non-arm's length				
Non-resident arm's length				
Non-resident non-arm's length				
Total of column 4 (enter on line 061 in Part 2D)				A
Total of column 5 (enter on line 066 in Part 2D)				B

Part 1E – IFE allocated from partnership

Complete the following table if the corporation is a member of a partnership that has IFE.

Row	1 Name of the partnership 021	2 Partnership account number (leave blank if the partnership is non-resident) 022	3 Corporation's share of amount included under variable A of partnership IFE (box 247 of the T5013 slips if applicable) 023	4 Portion of amount in column 3 in which paragraph 12(1)(l.1) applies 024	5 Portion of amount in column 3, not deductible in the corporation's income or included in corporation's non-capital loss because of subsection 96(2.1) 025	6 Amount to be included under paragraph (h) of variable A of IFE (column 3 minus column 4 minus column 5) 026
1						
Total of column 6 (enter on line 039 in Part 2A, line 142 in Part 2L and line 156 in Part 2N)						A

Part 2A – Interest and financing expenses (IFE)**Variable A:** Total of all amounts (other than an amount included in exempt IFE), each of which is:An amount (other than **excluded interest**, deemed interest under subsection 137(4.1), or an amount included in any other line below), that is,Interest paid or payable on a borrowing or other financing (excluding shares) (amount A from Part 1C) **027**Interest paid or payable – other **028** 5,646An amount that, on the assumption that it is not deductible under another section, would be deductible under subparagraphs 20(1)(e)(ii), 20(1)(e)(ii.1), 20(1)(e)(ii.2) and paragraphs 20(1)(e.1), 20(1)(e.2) and 20(1)(f) **029**

Amount attributable to IFE that your corporation has claimed for the particular tax year as:

Capital cost allowance (CCA) (amount B from Part 2B) **030**Resource expenses (amount A from Part 2C) **031**Terminal loss (amount A from Part 2B) **032**

An amount, under or as a result of an agreement or arrangement entered into as or in relation to a borrowing or other financing of the corporation (or a non-arm's length person or partnership) that can reasonably be considered to increase or be part of the cost of funding with respect to the borrowing or other financing of the corporation (or a non-arm's length person or partnership), that is,

Paid or payable that is deductible in the tax year (other than under subparagraph 20(1)(e)(i)) (amount B from Part 1C) **033**A loss that is deductible in the tax year (other than under subparagraph 20(1)(e)(i)) **034**A capital loss that reduces the amount determined under paragraph 3(b) or deducted when calculating the corporation's taxable income for the tax year **035**

Expense or fee payable (other than an amount already included on line 029) under (or in contemplation of, in the course of entering into, or in relation to) an agreement or an arrangement that gives rise to, or can reasonably be expected to give rise to,

An amount being included in IFE – under paragraph (e) of variable A of the definition of IFE **036**An amount that reduces the IFE for the year under variable B of the definition of IFE **037****A lease financing amount** (other than an **excluded lease** and excluded interest) **038**The corporation's share of the IFE of a partnership it is a member of (amount A from Part 1E) **039**The portion of an amount claimed under paragraph 111(1)(e) that was denied under subsection 96(2.1) in a preceding tax year that is attributable to IFE **040**An amount that is a controlled foreign affiliate's (CFA) **relevant affiliate interest and financing expenses**, to the extent of the corporation's **specified participating percentage** in respect of the affiliate for the affiliate tax year (enter on line 143 in Part 2L) . . **041****Total** of lines 027 to 041 (enter on lines 139 in Part 2K and 141 in Part 2L) 5,646 A**Variable B**

An amount, under or as a result of an agreement or arrangement entered into as or in relation to a borrowing or other financing of the corporation (or a non-arm's length person or partnership) that can reasonably be considered to reduce the cost of funding with respect to the borrowing or other financing of the corporation (or a non-arm's length person or partnership), that is,

Received or receivable (other than as a dividend or exempt IFE) included in computing the corporation's income for the year (amount C from Part 1C) **042**A gain included in the corporation's income for the year **043**

to the extent the amount is not sheltered from Canadian tax by virtue of a credit or deduction in respect of foreign taxes.

The corporation's share of an amount that, if received or receivable by the corporation, would meet the description of an amount to be included on lines 042 or 043, but that is received or receivable by a partnership of which the corporation is a member (total of amounts from box 249 of the T5013 slips plus relevant amounts from non-resident partnerships) **044****Total** of lines 042 to 044 B**Total IFE. Amount A minus Amount B. If negative, enter "0".**
(enter on line 083 in Part 2F, line 113 in Part 2G, line 117 in Part 2H and on line 131 in Part 2K) **045** 5,646

Part 2B – Capitalized IFE in the cost of depreciable assets

Complete the following table if the corporation has an amount that is paid or payable on or after February 4, 2022, that is attributable to IFE and is part of the capital cost of depreciable assets.

Row	1 Class number	2 IFE in undepreciated capital cost (UCC) at beginning of the tax year	3 IFE in the cost of acquisitions, adjustments and transfers, and proceeds of dispositions	4 IFE in UCC (column 2 plus or minus column 3) If negative, enter "0"	5 IFE in terminal loss (see note 2)	6 IFE in CCA (cannot be more than column 4)	7 IFE in UCC at the end of the year (column 4 minus column 6) If negative, enter "0"
	046	047	048	049	050	051	052
1							
Note 2: If no property is left in the class at the end of the year and there is still a positive amount in column 4, you have a terminal loss. If applicable, enter the positive amount from column 4 in column 5.					Total of column 5 (enter on line 032 in Part 2A) _____ A		
					Total of column 6 (enter on line 030 in Part 2A) _____ B		

Part 2C – IFE included in resource deductions

Complete the following table if the corporation has an amount that is paid or payable on or after February 4, 2022, that is attributable to IFE and is included in a resource expense pool.

Row	1 Resource expenses (see note 3)	2 IFE in the opening balance	3 IFE in amounts added or deducted from pool balance during the tax year	4 IFE in amount available before current year claim (column 2 plus or minus column 3) If negative, enter "0"	5 IFE in current year claims (cannot be more than column 4)	6 IFE in closing balance (column 4 minus column 5) If negative, enter "0"
		053	054	055	056	057
1	Cumulative Canadian exploration expenses (CCEE) – regular expenses					
2	CCEE – successor expenses					
3	Cumulative Canadian development expenses (CCDE) – regular expenses					
4	CCDE – successor expenses					
5	Cumulative Canadian oil and gas property expenses (CCOGPE) – regular expenses					
6	CCOGPE – successor expenses					
7	Foreign exploration and development expenses (FEDE) – regular expenses					
8	FEDE – successor expenses					
9	Cumulative foreign resource expenses (CFRE) – regular expenses					
10	CFRE – successor expenses					
Note 3: Expenses incurred by the corporation are referred to as regular expenses and expenses incurred by the predecessor corporation that a successor corporation is entitled to claim are referred to as successor expenses .					Total of column 5 (enter on line 031 in Part 2A) _____ A	

Part 2D – Interest and financing revenues (IFR)**Variable A:** Total of all amounts (other than an amount included under variable B of the definition of IFE), each of which is:Interest received or receivable (other than excluded interest, deemed interest under subsection 137(4.1), or an amount included in any of the other lines in Part 2D) **058** 33,087Amount included in the income because of subsection 12(9) or section 17.1 (other than an amount included in any of the other lines in Part 2D) **059**Fee or similar amount in respect of a guarantee or a similar credit support for the payment of any amount on a debt obligation owing by another person or partnership that is included in computing the corporation's income for the year (other than an amount included in any of the other lines in Part 2D) **060**

An amount, under or as a result of a agreement or arrangement, entered into as or in relation to a loan or other financing, owing to or provided by the corporation (or a non-arm's length person or partnership) that can reasonably be expected to increase or be part of the return of the corporation (or a non-arm's length person or partnership), that is,

Received or receivable (other than as a dividend) included in computing the corporation's income for the year (amount A from Part 1D) **061**A gain included in the corporation's income for the year **062**A lease financing amount (other than a lease that would meet the definition of an excluded lease in subsection 18.2(1), if that definition were read without regard to paragraph (a)) that is included in income, that is not excluded interest for the year **063**The corporation's share of the IFR of a partnership it is a member of (total of amounts from box 248 of the T5013 slips plus relevant amounts from non-resident partnerships) **064**Amount that is a CFA's relevant affiliate interest and financing revenues, to the extent of the corporation's specified participating percentage in respect of the affiliate for the affiliate tax year, less any deduction in respect of foreign accrual tax **065****Total** of lines 058 to 065 33,087 **A****Variable B:** Total of all amounts, each of which is:

Under or as a result of an agreement or arrangement entered into as or in relation to a loan or other financing, owing to or provided by the corporation (or a non-arm's length person or partnership) that can reasonably be considered to reduce the return in respect of the loan or financing of the corporation (or a non-arm's length person or partnership), that is,

An amount paid or payable (other than a loss or capital loss) that is deductible in computing the corporation's income for the year (amount B from Part 1D) **066**A loss that is deductible in computing the corporation's income for the year **067**A capital loss that reduces the amount determined under paragraph 3(b) for the tax year **068**The corporation's share of an amount that, if received or receivable by the corporation, would correspond the description of an amount to be included on lines 066, 067 and 068, but that is received or receivable by a partnership of which the corporation is a member (total of amounts from box 250 of the T5013 slips plus relevant amounts from non-resident partnerships) **069**An amount otherwise included in the corporation's IFR (amount A), to the extent the amount is sheltered from Canadian tax by virtue of a credit or deduction in respect of foreign taxes, other than a credit or deduction in respect of foreign withholding taxes **070**Amounts included in amount A of Part 2D that are exempt from tax under Part I of the Income Tax Act **071****Total** of lines 066 to 071 **B****Total IFR.** Amount A minus amount B. If negative, enter "0". (enter on line 096 in Part 2F, line 109 in Part 2G, line 121 in Part 2H and line 135 in Part 2K.) **072** 33,087

– **Part 2E – Paragraph (h) of variable B of adjusted taxable income**

Complete this section if the corporation is deducting an amount under paragraph 111(1)(a) for a non-capital loss that is not a specified pre-regime loss defined in subsection 18.2(1).

Row	1 Tax year of origin of the non-capital loss 073	2 Non-capital loss (amount determined under (i) of variable J) 074	3 Amounts determined under (ii) of variable J 075	4 Variable J (lesser of column 2 and column 3) 076	5 Amount deducted under paragraph 111(1)(a) when calculating taxable income for the year 077	6 Amount determined for paragraph (h) of variable B of the adjusted taxable income (column 5 multiplied by column 4 divided by column 2) 078
1						
Total of column 6 (enter on line 089 in Part 2F)						<u> </u> A

Part 2F – Adjusted taxable income (ATI)**Variable A**

If corporation is a non-resident, the corporation's taxable income earned in Canada (determined without regard to subsection 18.2(2), paragraphs 12(1)(l.2) and 111(1)(a.1)). In any other case, the corporation's taxable income (determined without regard to subsection 18.2(2), paragraphs 12(1)(l.2) and 111(1)(a.1) and clause 95(2)(f.11)(ii)(D))	079	
Non-capital loss for the year (determined without regard to subsection 18.2(2), paragraphs 12(1)(l.2) and 111(1)(a.1) and clause 95(2)(f.11)(ii)(D))	080	575,305
Total of all amounts determined under paragraph (b) of variable E of the ATI for CFAs of the corporation	081	
Total of all amounts determined under paragraph (b) of variable E of the ATI for CFAs of partnerships of which the corporation or a CFA of the corporation is a member	082	
Total of lines 080 to 082		575,305
Line 079 minus amount A (can be positive or negative amount)		-575,305
		575,305 A
		-575,305 B

Variable B

The corporation's IFE for the year (line 045 from Part 2A)	083	5,646
Amounts deducted when calculating income under paragraphs 20(1)(a) and 59.1(a), subsections 66(4), 66.1(2) or (3), 66.2(2), 66.21(4), 66.4(2), or 66.7(1), (2), (2.3), (3), (4) or (5), other than any portion already included in IFE	084	88,716
Terminal loss deducted under subsection 20(16) when calculating income for the year, other than any portion already included in IFE	085	
The corporation's share of the CCA or terminal loss of a partnership it is a member of (other than the portion that is already included in IFE), minus the portion of the amount that is not deductible when calculating the corporation's income or non-capital loss for the year because of subsection 96(2.1)	086	
If an amount has been deducted under paragraph 111(1)(e), the portion of the amount deducted that can reasonably be considered to be attributable to the CCA or terminal loss of a partnership (other than any portion that has been included in IFE)	087	
Amount deducted under paragraph 110(1)(k) when calculating taxable income for the year	088	
The portion of non-capital loss being deducted under paragraph 111(1)(a) that can reasonably be considered to be derived from IFE (amount A from Part 2E)	089	
25% of the amount deducted for a specified pre-regime loss under paragraph 111(1)(a) (see note 4)	090	
Additional amount, if any, that would be included in the corporation's income, in respect of a CFA or a CFA of a partnership of which the corporation or a CFA of the corporation is a member of, if the affiliate's foreign accrual property income (FAPI) was increased by an amount determined by the formula $L \times M/N$ contained in paragraph (j) of variable B of the definition of the ATI	091	
The corporation's loss if it had no income or loss other than a loss that can reasonably be considered to be from activities funded by a borrowing that results in exempt IFE (amount C from Part 1B)	092	
The corporation's share of the loss of a partnership it is a member of, if the partnership had no income or loss other than a loss that can reasonably be considered to be from activities funded by a borrowing that results in exempt IFE	093	
An amount deducted under subsections 127(5) or (6), 127.44(3), 127.45(6), 127.48(3) or 127.49(6) for a property acquired in a preceding tax year that the corporation did not include in income for the year or for a preceding year and did not include in the ATI for a preceding year to the extent it is included in an amount determined under paragraph 13(7.1)(e) and subparagraphs 53(2)(c)(vi) to (c)(vi.4) or (h)(ii) in the definition undepreciated capital cost in subsection 13(21)	094	
An amount described in clause 12(1)(x)(i)(C) or subparagraph 12(1)(x)(ii) that the corporation received, to the extent it reduces the cost or capital cost of property and is not included when calculating the corporation's income of the year under subparagraph 12(1)(x)(vi) or (vii)	095	
Total of lines 083 to 095. If negative, enter "0".		94,362

Part 2F continues on the next page >>**Note 4:** Paragraph (i) of variable B of ATI in subsection 18.2(1) requires that a specified pre-regime loss election form (T2228) be filed.

Part 2F – Adjusted taxable income (ATI) (continued)

Variable C	
IFR of the corporation for the year (line 072 from Part 2D)	096 <u>33,087</u>
Recaptured depreciation amount under subsection 13(1)	097 _____
The corporation's share of the recaptured depreciation amount of a partnership of which it is a member	098 _____
Amount included under subsection 59(1) or (3.2) or paragraph 59.1(b) in computing income for the year	099 _____
Foreign-source income, to the extent it is sheltered from Canadian tax by foreign tax credits under subsection 126(1) or (2) . . .	100 _____
Amount included under section 110.5 in computing the corporation's taxable income for the year	101 _____
Amount included in income of the corporation under subsection 104(13), less any portion designated under subsection 104(19) or any amount that gives rise to a deduction under paragraph 94.2(3)(a) in computing FAPI	102 _____
Amount of taxable income for the year that is not, because of an Act of Parliament, subject to tax under Part I of the Income Tax Act	103 _____
Income of the corporation if it had no income or loss other than income that can reasonably be considered to derive from activities funded by a borrowing that results in exempt IFE (amount B from Part 1B)	104 _____
Corporation's share of the income or loss of a partnership of which it is a member, if the partnership had no income or loss other than income that can reasonably be considered to derive from activities funded by a borrowing that results in exempt IFE	105 _____
Total of lines 096 to 105. If negative, enter "0".	<u>33,087</u> D
ATI of the corporation for the year. Amount B plus amount C minus amount D. If negative, enter "0". (enter on line 107 in Part 2G, line 119 in Part 2H, and line 133 in Part 2K)	106 _____

Part 2G – Excess capacity

If a **group ratio** election under subsection 18.21(2) has been made, the excess capacity is nil, in any other case:

ATI of the corporation for the year (line 106 from Part 2F)	107		
The ratio of permissible expenses of the corporation for the year	108	30 %	
		Line 107 multiplied by line 108	► A
IFR of the corporation for the year (line 072 from Part 2D)	109	33,087	
The amount by which the IFR exceeds the IFE for the year. If negative, enter "0"	110	27,441	
If, in the absence of section 257, the ATI is a negative amount, the absolute value of ATI, otherwise nil	111	514,030	
		The lesser of lines 110 and 111	27,441 B
The ratio of permissible expenses of the corporation for the year	112	30 %	
		Amount B multiplied by line 112	8,232 ► C
		Line 109 minus amount C. If negative, enter "0" .	24,855 ► D
		Amount A plus amount D	24,855 E
The corporation's IFE for the year (line 045 from Part 2A)	113	5,646	
		Amount E minus line 113. If negative, enter "0" . (enter on line 129 in Part 2J)	19,209 F
The restricted interest and financing expenses deductible under paragraph 111(1)(a.1) for the year (amount B from Part 2J)	114		
		Excess capacity for the current year. Amount F minus line 114. If negative, enter "0" . (enter on line 126 in Part 2I)	115 19,209

Part 2H – Absorbed capacity

Cumulative unused excess capacity determined as if the absorbed capacity for the year were nil (amount B in Part 2I)	116	138,373	
The corporation's IFE for the year (line 045 in Part 2A)	117	5,646	
If the corporation has made a group ratio election under subsection 18.21(2), the allocated group ratio amount	118		
If it has not made a group ratio election, the ATI (line 106 from Part 2F)	119		
Ratio of permissible expenses for the year	120	30 %	
		Line 119 multiplied by line 120	► A
The corporation's IFR for the year (line 072 from Part 2D)	121	33,087	
		Either line 118 or amount A, whichever applies, plus line 121	33,087 ► B
		Line 117 minus amount B. If negative, enter "0" .	► C
		Absorbed capacity. The lesser of line 116 or amount C. (enter on line 127 in Part 2I and on line 138 in Part 2K)	D

Part 2I – Cumulative unused excess capacity (CUEC)

If the corporation has been subject to a loss restriction event, the CUEC for any tax year after the event, is determined without regard to the absorbed capacity, excess capacity and transferred capacity for the tax years ending before the event.

Row		1 Excess capacity 122	2 Amounts previously transferred under subsection 18.2(4) 123	3 Amounts previously absorbed under subsection 18.2(2) 124	4 Column 1 minus column 2 minus column 3 If negative, enter "0" 125
1	Third immediately preceding year				
2	Second immediately preceding year				
3	First immediately preceding year	119,164			119,164
Total of column 4					<u>119,164</u> A
Excess capacity for the year (line 115 from Part 2G)		126	19,209		
CUEC determined as if the absorbed capacity for the year were nil. Amount A plus line 126 (enter on line 116 in Part 2H)			<u>138,373</u>	▶	<u>138,373</u> B
Absorbed capacity (amount D from Part 2H)				127	
CUEC. Amount B minus line 127. If negative, enter "0" .					<u>138,373</u> C

Part 2J – Restricted interest and financing expenses (RIFE) under paragraph 111(1)(a.1)

RIFE from previous tax years	128	
Corporation's excess capacity for the year if the amount determined for C in that definition were nil (amount F from Part 2G)	129	19,209
Total of all amounts of the corporation's received capacity for the year (amount A from Part 1A)	130	
	Line 129 plus line 130	19,209 ▶ <u>19,209</u> A
RIFE deductible under paragraph 111(1)(a.1) for the year. The lesser of line 128 and amount A (enter on line 114 in Part 2G and on line 137 in Part 2K)		<u></u> B

Part 2K – Proportion determined under subsection 18.2(2)

The corporation's IFE for the year (line 045 from Part 2A)	131	5,646	
If a group ratio election under subsection 18.21(2) has been made, the amount determined and allocated in respect of the corporation for the year under the group ratio election	132		
If no group ratio election has been made, the ATI (line 106 from Part 2F)	133		
Ratio of permissible expenses	134	30 %	
Line 133 multiplied by line 134 ▶ <u> </u> A			
Either line 132 or amount A, whichever applies <u> </u> B			
The corporation's IFR for the year (line 072 from Part 2D)	135	33,087	
Received capacity for the year (amount A from Part 1A)	136		
RIFE deductible under paragraph 111(1)(a.1) for the year (amount B from Part 2J)	137		
The amount of received capacity that exceeds the deductible amount under paragraph 111(1)(a.1). Line 136 minus line 137. If negative, enter "0". ▶ <u> </u> C			
Absorbed capacity amount for the year (amount D from Part 2H)	138		
Amount B plus line 135 plus amount C plus line 138 <u> </u> 33,087 D			
Line 131 minus amount D <u> </u> E			
If IFE does not include any amount for relevant affiliate interest and financing expenses:			
Variable A of IFE (amount A from Part 2A)	139	5,646	
In all other situations:			
Variable A of IFE, adjusted to remove any amounts that are part of a CFA's relevant affiliate interest and financing expenses under variable B of IFE	140		
Either line 139 or line 140, whichever applies <u> </u> 5,646 F			
Amount E divided by amount F. If negative, enter "0". (enter in column 3 in Part 2M) <u> </u> % G			

Part 2L – Excess IFE under subsection 18.2(2)

Variable A of IFE (amount A from Part 2A)	141	5,646	
Total of the amounts determined under paragraph (h) of variable A of IFE (amount A from Part 1E)	142		
Total of the amounts determined under paragraph (j) of variable A of IFE (line 041 from Part 2A)	143		
Line 141 minus line 142 minus line 143. If negative, enter "0". <u> </u> 5,646 ▶ <u> </u> 5,646 A			
Total of all amounts determined under subsection 18.2(2). Amount G in Part 2K multiplied by amount A in Part 2L. (enter on line 159 in Part 2O and in Schedule 1 of T2 return) <u> </u> B			

Part 2M – Amounts determined under clause 95(2)(f.11)(ii)(D)

Use the following table to determine amounts that are not deductible under subclause 95(2)(f.11)(ii)(D)(I).

Row	1 Name of CFA	2 Amounts determined for variable A in the definition of IFE for the affiliate	3 Proportion determined under subsection 18.2(2) Amount G in Part 2K %	4 Denied amount under subclause 95(2)(f.11)(ii)(D)(I) Column 2 multiplied by column 3	5 The corporation's specified participating percentage under subsection 18.2(1) for the affiliate's tax year %	6 Corporation's share of the denied amount under subclause 95(2)(f.11)(ii)(D)(I) for the affiliate's tax year Column 4 multiplied by column 5
	144	145	146	147	148	149
1						

Total of column 6 (enter on line 161 in Part 2O) 150

Use the following table to determine amounts to be included under subclause 95(2)(f.11)(ii)(D)(II).

Row	1 Name of the CFA that is a member of the partnership	2 Amount determined under subclause 95(2)(f.11)(ii)(D)(II) in computing a CFA's FAPI	3 The corporation's specified participating percentage under subsection 18.2(1) for the affiliate's tax year %	4 The corporation's share of an amount included under subclause 95(2)(f.11)(ii)(D)(II) for the affiliate's tax year Column 2 multiplied by column 3
	151	152	153	154
1				

Total of column 4 (enter on line 162 in Part 2O) 155

Part 2N – Partnership IFE add-back under paragraph 12(1)(l.2)

Total of all amounts included under paragraph (h) of variable A of corporation's IFE (amount A from Part 1E)	156	
Ratio determined under subsection 18.2(2) (amount G from Part 2K)	157	%
Total add-back of partnership IFE under paragraph 12(1)(l.2) (line 156 multiplied by line 157) (enter on line 160 in Part 2O and in Schedule 1 of T2 return)	158	

Part 2O – RIFE under subsection 111(8)

Excess IFE under subsection 18.2(2) (amount B from Part 2L)	159	
Partnership IFE add-back under paragraph 12(1)(l.2) (line 158 from Part 2N)	160	
Amount determined under subclause 95(2)(f.11)(ii)(D)(I) (line 150 from Part 2M)	161	
Amount determined under subclause 95(2)(f.11)(ii)(D)(II) (line 155 from Part 2M)	162	
RIFE for the tax year. Total of lines 159 to 162 (enter in Schedule 4)		A



Corporation Loss Continuity and Application

Corporation's name	Business number	Tax year-end Year Month Day
E.L.K. Energy Inc.	86656 7787 RC0001	2025-12-31

- 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, limited partnership loss, or restricted interest and financing expense; to determine the amount of restricted farm losses, limited partnership losses, and restricted interest and financing expenses (RIFE) 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.
- All legislative references are to the federal Income Tax Act.
- According to subsection 111(4), when control has been acquired, no amount of capital loss incurred in a tax year ending before that time is deductible when calculating taxable income for a tax year ending after that time. Also, no amount of capital loss incurred in a tax year ending after that time is deductible when calculating taxable income for 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), and of RIFE except as listed in paragraph 111(5)(a).
- For information on these losses, see Guide T4012, T2 Corporation – Income Tax.
- File this schedule with the T2 Corporation Income Tax Return, or send the schedule by itself to the tax centre where the return is filed.

Part 1 – Non-capital losses

Determination of current-year non-capital loss

Net income (loss) for income tax purposes		-575,305	1A
RIFE deducted in the year under paragraph 111(1)(a.1) (enter as a positive amount)	1B		
Net capital losses deducted in the year (enter as a positive amount)	1C		
Taxable dividends deductible under section 112 or subsections 113(1) or 138(6)	1D		
Amount of Part VI.1 tax deductible under paragraph 110(1)(k)	1E		
Amount deductible as prospector's and grubstaker's shares – Paragraph 110(1)(d.2)	1F		
Employer deduction for non-qualified securities – Paragraph 110(1)(e)	1G		
Subtotal (total of amounts 1B to 1G)			1H
Subtotal (amount 1A minus amount 1H; if positive, enter "0")		-575,305	1I
Section 110.5 or subparagraph 115(1)(a)(vii) – Addition for foreign tax deductions			1J
Subtotal (amount 1I minus amount 1J)		-575,305	1K
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)			1L
Current-year non-capital loss (amount 1K plus amount 1L, if positive enter "0")		-575,305	1M
If amount 1M is negative, enter it on line 110 as a positive amount.			

Continuity of non-capital losses and request for a carryback

Non-capital losses at the end of the previous tax year		4,672,046	1N
Non-capital loss expired ¹	100		
Non-capital losses at the beginning of the tax year (amount 1N minus line 100)	102	4,672,046	
Non-capital losses transferred on an amalgamation or on the wind-up of a subsidiary ² corporation	105		
Current-year non-capital loss (from amount 1M)	110	575,305	
Subtotal (line 105 plus line 110)		575,305	1O
Subtotal (line 102 plus amount 1O)		5,247,351	1P

¹ A non-capital loss expires after **20 tax years** and an allowable business investment loss becomes a net capital loss after **10 tax years**.

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)

Other adjustments (includes adjustments for an acquisition of control)	150	
Section 80 – Adjustments for forgiven amounts	140	
Subsection 111(10) – Adjustments for fuel tax rebate		
Non-capital losses of previous tax years applied in the current tax year	130	
Enter the amount from line 130 on line 331 of the T2 return.		
Current and previous years non-capital losses applied against current-year taxable dividends subject to Part IV tax ³	135	
Subtotal (total of lines 150, 140, 130 and 135)		1Q
Non-capital losses before any request for a carryback (amount 1P minus amount 1Q)	5,247,351	1R

Request to carry back non-capital loss to:

First previous tax year to reduce taxable income	901	
Second previous tax year to reduce taxable income	902	
Third previous tax year to reduce taxable income	903	
First previous tax year to reduce taxable dividends subject to Part IV tax	911	
Second previous tax year to reduce taxable dividends subject to Part IV tax	912	
Third previous tax year to reduce taxable dividends subject to Part IV tax	913	
Total of requests to carry back non-capital losses to previous tax years (total of lines 901 to 913)		1S
Closing balance of non-capital losses to be carried forward to future tax years (amount 1R minus amount 1S)	180	5,247,351

³ Line 135 is the total of lines 330 and 335 from Schedule 3, Dividends Received, Taxable Dividends Paid, and Part IV Tax Calculation.

Part 2 – Capital losses**Continuity of capital losses and request for a carryback**

Capital losses at the end of the previous tax year	200	14,189
Capital losses transferred on an amalgamation or on the wind-up of a subsidiary corporation	205	
Subtotal (line 200 plus line 205)		14,189 2A
Other adjustments (includes adjustments for an acquisition of control)	250	
Section 80 – Adjustments for forgiven amounts	240	
Subtotal (line 250 plus line 240)		2B
Subtotal (amount 2A minus amount 2B)		14,189 2C
Current-year capital loss (from the calculation on Schedule 6, Summary of Dispositions of Capital Property)	210	
Unused non-capital losses from the 11th previous tax year ⁴		2D
Allowable business investment losses (ABILs) that expired as non-capital losses at the end of the previous tax year ⁵		2E
Enter amount 2D or 2E, whichever is less	215	
ABILs expired as non-capital losses (line 215 multiplied by 2.000000)	220	
Subtotal (amount 2C plus line 210 plus line 220)		14,189 2F

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.

⁴ Determine the amount of the non-capital loss from the **11th previous tax year**, and enter the part of the non-capital loss that was not deducted in the **previous 11 years**.

⁵ Enter the amount of the ABILs from the **11th previous tax year**. Enter the full amount on amount 2E.

Part 2 – Capital losses (continued)

Capital losses from previous tax years applied against the current-year net capital gain ⁶ **225** _____
 Capital losses before any request for a carryback (amount 2F **minus** line 225) **14,189** 2G

Request to carry back capital loss to: ⁷

	Capital gain (100%)	Amount carried back (100%)	
First previous tax year	951	_____	
Second previous tax year	952	_____	
Third previous tax year	953	_____	
Subtotal (total of lines 951 to 953)			2H
Closing balance of capital losses to be carried forward to future tax years (amount 2G minus amount 2H) ⁸ 280			14,189

⁶ To get the net capital losses required to reduce the taxable capital gain included in the net income (loss) for the current tax year, enter the amount from line 225 **divided** by 2 at line 332 of the T2 return.

⁷ On line 225, 951, 952, or 953, whichever applies, enter the actual amount of the loss. When the loss is applied, **divide** this amount by 2. The result represents the 50% inclusion rate.

⁸ Capital losses can be carried forward indefinitely.

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

Farm losses at the end of the previous tax year 3A
 Farm loss expired ⁹ **300** _____
 Farm losses at the beginning of the tax year (amount 3A **minus** line 300) **302** _____
 Farm losses transferred on an amalgamation or on the wind-up of a subsidiary corporation **305** _____
 Current-year farm loss (amount 1L in Part 1) **310** _____
 Subtotal (line 305 **plus** line 310) **3B**
 Subtotal (line 302 **plus** amount 3B) **3C**
 Other adjustments (includes adjustments for an acquisition of control) **350** _____
 Section 80 – Adjustments for forgiven amounts **340** _____
 Farm losses of previous tax years applied in the current tax year **330** _____
 Enter the amount from line 330 on line 334 of the T2 Return.
 Current and previous years farm losses applied against current-year taxable dividends subject to Part IV tax ¹⁰ **335** _____
 Subtotal (total of lines 350, 340, 330 and 335) **3D**
 Farm losses before any request for a carryback (amount 3C **minus** amount 3D) **3E**

Request to carry back farm loss to:

First previous tax year to reduce taxable income	921	_____	
Second previous tax year to reduce taxable income	922	_____	
Third previous tax year to reduce taxable income	923	_____	
First previous tax year to reduce taxable dividends subject to Part IV tax	931	_____	
Second previous tax year to reduce taxable dividends subject to Part IV tax	932	_____	
Third previous tax year to reduce taxable dividends subject to Part IV tax	933	_____	
Subtotal (total of lines 921 to 933)			3F
Closing balance of farm losses to be carried forward to future tax years (amount 3E minus amount 3F) 380			

⁹ A farm loss expires after **20 tax years**.

¹⁰ Line 335 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 business	485	
(line 485 _____ – \$2,500) divided by 2	4A	
Amount 4A or \$ 15,000 , whichever is less		4B
	2,500	4C
Subtotal (amount 4B plus amount 4C)	2,500	4D
Current-year restricted farm loss (line 485 minus amount 4D)		4E

Continuity of restricted farm losses and request for a carryback

Restricted farm losses at the end of the previous tax year		4F
Restricted farm loss expired ¹¹	400	
Restricted farm losses at the beginning of the tax year (amount 4F minus line 400)	402	
Restricted farm losses transferred on an amalgamation or on the wind-up of a subsidiary corporation	405	
Current-year restricted farm loss (from amount 4E)	410	
Enter the amount from line 410 on line 233 of Schedule 1, Net Income (Loss) for Income Tax Purposes.		
Subtotal (line 405 plus line 410)		4G
Subtotal (line 402 plus amount 4G)		4H
Restricted farm losses from previous tax years applied against current farming income	430	
Enter the amount from line 430 on line 333 of the T2 return.		
Section 80 – Adjustments for forgiven amounts	440	
Other adjustments	450	
Subtotal (total of lines 430 to 450)		4I
Restricted farm losses before any request for a carryback (amount 4H minus amount 4I)		4J

Request to carry back restricted farm loss to:

First previous tax year to reduce farming income	941	
Second previous tax year to reduce farming income	942	
Third previous tax year to reduce farming income	943	
Subtotal (total of lines 941 to 943)		4K
Closing balance of restricted farm losses to be carried forward to future tax years (amount 4J minus amount 4K)	480	

Note

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

¹¹ A restricted farm loss expires after **20 tax years**.

Part 5 – Listed personal property losses

Continuity of listed personal property losses and request for a carryback

Listed personal property losses at the end of the previous tax year		5A
Listed personal property loss expired ¹²	500	
Listed personal property losses at the beginning of the tax year (amount 5A minus line 500)	502	
Current-year listed personal property loss (from Schedule 6)		510
	Subtotal (line 502 plus line 510)	5B
Listed personal property losses from previous tax years applied against listed personal property gains	530	
Enter the amount from line 530 on line 655 of Schedule 6.		
Other adjustments	550	
	Subtotal (line 530 plus line 550)	5C
	Listed personal property losses remaining before any request for a carryback (amount 5B minus amount 5C)	5D

Request to carry back listed personal property loss to:

First previous tax year to reduce listed personal property gains	961	
Second previous tax year to reduce listed personal property gains	962	
Third previous tax year to reduce listed personal property gains	963	
	Subtotal (total of lines 961 to 963)	5E
	Closing balance of listed personal property losses to be carried forward to future tax years (amount 5D minus amount 5E)	580

¹² A listed personal property loss expires after seven tax years.

Part 7 – Limited partnership losses**Current-year limited partnership losses**

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, clean economy tax credit, farming losses, and resource expenses ¹⁵	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)						

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 subsidiary	Corporation's at-risk amount	Total of corporation's share of partnership investment tax credit, clean economy tax credit, business or property losses, and resource expenses ¹⁵	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

1.

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)					

1.

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

¹⁵ Clean economy tax credit is defined in subsection 127.47(1).

Part 8 – Restricted interest and financing expenses (RIFE)**Continuity of RIFE**

RIFE at the end of the previous tax year **700** _____

RIFE transferred on an amalgamation or on the wind-up of a subsidiary corporation **705** _____

RIFE adjustments for an acquisition of control **750** _____

Subtotal (line 700 **plus** line 705 **minus** line 750) _____ **▶** _____ 8A

Enter amount 8A on line 128 in Part 2J of Schedule 130, Excessive Interest and Financing Expenses Limitation.

Current-year restricted interest and financing expense determined under subsection 111(8)
(amount A from Part 2O of Schedule 130) **710** _____

RIFE deducted for the tax year ¹⁶ **730** _____

Enter the amount from line 730 on line 336 of the T2 return.

Closing balance of RIFE (amount 8A **plus** line 710 **minus** line 730) **780** _____

¹⁶ The amount deducted **must** not exceed amount B in Part 2J of Schedule 130.

Part 9 – Election under paragraph 88(1.1)(f)

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

See the privacy notice on your return.

Non-Capital Loss Continuity Workchart

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

Non-capital losses

Year of origin	Balance at beginning of year	Loss incurred in current year	Adjustments and transfers	Loss carried back Parts I & IV	Applied to reduce		Balance at end of year
					Taxable income	Part IV tax	
Current	N/A	575,305			N/A		575,305
1st preceding taxation year 2025-11-28	674,306	N/A		N/A			674,306
2nd preceding taxation year 2024-12-31	2,054,792	N/A		N/A			2,054,792
3rd preceding taxation year 2023-12-31	1,942,948	N/A		N/A			1,942,948
4th preceding taxation year 2022-12-31		N/A		N/A			
5th preceding taxation year 2021-12-31		N/A		N/A			
6th preceding taxation year 2020-12-31		N/A		N/A			
7th preceding taxation year 2019-12-31		N/A		N/A			
8th preceding taxation year 2018-12-31		N/A		N/A			
9th preceding taxation year 2017-12-31		N/A		N/A			
10th preceding taxation year 2016-12-31		N/A		N/A			
11th preceding taxation year 2015-12-31		N/A		N/A			
12th preceding taxation year 2014-12-31		N/A		N/A			
13th preceding taxation year 2013-12-31		N/A		N/A			
14th preceding taxation year 2012-12-31		N/A		N/A			
15th preceding taxation year 2011-12-31		N/A		N/A			
16th preceding taxation year 2010-12-31		N/A		N/A			
17th preceding taxation year 2009-12-31		N/A		N/A			
18th preceding taxation year 2009-01-30		N/A		N/A			
19th preceding taxation year 2008-12-31		N/A		N/A			
20th preceding taxation year 2007-12-31		N/A		N/A			*
Total	4,672,046	575,305					5,247,351

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

Capital Cost Allowance (CCA)

Corporation's name	Business number	Tax year-end Year Month Day
E.L.K. Energy Inc.	86656 7787 RC0001	2025-12-31

- Fill out this schedule to calculate the amount of capital cost allowance (CCA) the corporation is claiming for the tax year or to account for acquisitions or dispositions of depreciable property, or both.
- Unless otherwise stated, all legislative references are to the Income Tax Act.
- For more information, see the section called "Schedule 8, Capital Cost Allowance (CCA)" in Guide T4012, T2 Corporation – Income Tax.
- If you do not have enough space to list all the information, use an additional Schedule 8.
- Attach the original copy of this completed schedule to your T2 Corporation Income Tax Return.

Is the corporation electing under subsection 1101(5q) of the Income Tax Regulations?

101

 Yes ☐ No ☒

1 Class number	Description	2 Undepreciated capital cost (UCC) at the beginning of the year	3 Cost of acquisitions during the year (new property must be available for use)	4 Cost of acquisitions from column 3 that are accelerated investment incentive property (AIIP) or property acquired before 2025 that is included in Classes 54 to 56	5 Cost of acquisitions from column 3 that are reaccelerated investment incentive property (RIIP) or property acquired after 2024 that is included in Classes 54 to 56	6 Adjustments and transfers	7 Amount from column 6 that is assistance received or receivable during the year for a property, subsequent to its disposition	8 Amount from column 6 that is repaid during the year for a property, subsequent to its disposition
<u>Note 1</u>			<u>Note 2</u>	<u>Note 3</u>	<u>Note 4</u>	<u>Note 5</u>	<u>Note 6</u>	<u>Note 7</u>
200		201	203	225	226	205	221	222
1. 1		3,661,667						
2. 14.1		142,103						
3. 1b		154,384						
4. 47	Electrical Distribution and Transmission Equi	8,398,824	113,667		113,667			
5. 8		124,895						
6. 10		306,422						
7. 45		1						
8. 50		15,662						
9. 12		4,525						
Totals		12,808,483	113,667		113,667			

1 Class number	Description	9 Proceeds of dispositions Note 8	10 UCC (column 2 plus column 3 plus or minus column 6 Note 9	11 Proceeds of dispositions available to reduce additions of AIIP, RIIP and property included in Classes 54 to 56 (column 7 plus column 9 minus column 3 plus column 4 plus column 5 minus column 8) (if negative, enter "0")	12 Net capital cost additions of AIIP and property acquired before 2025 that is included in Classes 54 to 56 (column 4 minus column 11) (if negative, enter "0")	13 Proceeds of dispositions from column 11 available to reduce additions of RIIP and ZEV acquired after 2024 that is included in Classes 54 to 56 (column 11 minus column 4) (if negative, enter "0")	14 Net capital cost additions of RIIP and property acquired after 2024 that is included in Classes 54 to 56 (column 5 minus column 13) (if negative, enter "0")	15 UCC adjustment for AIIP and property acquired before 2025 that is included in Classes 54 to 56 (column 12 multiplied by the relevant factor) Note 10
		207						
1.	1	0	3,661,667					
2.	14.1	0	142,103					
3.	1b	0	154,384					
4.	47	0	8,512,491				113,667	
5.	8	0	124,895					
6.	10	0	306,422					
7.	45	0	1					
8.	50	0	15,662					
9.	12	0	4,525					
Totals			12,922,150				113,667	

1 Class number	Description	16 UCC adjustment for RIIP and property acquired after 2024 that is included in Classes 54 to 56 (column 14 multiplied by the relevant factor) Note 11	17 UCC adjustment for property acquired during the year other than AIIP, RIIP and property included in Classes 54 to 56 (0.5 multiplied by the result of column 3 minus column 4 minus column 5 plus column 8 minus column 7 minus column 9) (if negative, enter "0") Note 12	18 CCA rate % Note 13	19 Recapture of CCA Note 14	20 Terminal loss Note 15	21 CCA (for declining balance method, the result of column 10 plus column 15 plus column 16 minus column 17, multiplied by column 18 or a lower amount) Note 16	22 UCC at the end of the year (column 10 minus column 21)
			224	212	213	215	217	220
1.	1			4	0	0	13,242	3,648,425
2.	14.1			5	0	0	899	141,204
3.	1b			6	0	0	837	153,547
4.	47	56,834		8	0	0	61,981	8,450,510
5.	8			20	0	0	2,258	122,637
6.	10			30	0	0	8,311	298,111
7.	45			45	0	0		1

1 Class number	Description	16 UCC adjustment for RIIP and property acquired after 2024 that is included in Classes 54 to 56 (column 14 multiplied by the relevant factor) <u>Note 11</u>	17 UCC adjustment for property acquired during the year other than AIIP, RIIP and property included in Classes 54 to 56 (0.5 multiplied by the result of column 3 minus column 4 minus column 5 plus column 8 minus column 7 minus column 9) (if negative, enter "0") <u>Note 12</u> 224	18 CCA rate % <u>Note 13</u> 212	19 Recapture of CCA <u>Note 14</u> 213	20 Terminal loss <u>Note 15</u> 215	21 CCA (for declining balance method, the result of column 10 plus column 15 plus column 16 minus column 17, multiplied by column 18 or a lower amount) <u>Note 16</u> 217	22 UCC at the end of the year (column 10 minus column 21) 220
8. 50				55	0	0	779	14,883
9. 12				100	0	0	409	4,116
Totals		56,834					88,716	12,833,434

Enter the total of column 19 on line 107 of Form T2 SCH 1, Net Income (Loss) for Income Tax Purposes.
Enter the total of column 20 on line 404 of Form T2 SCH 1.
Enter the total of column 21 on line 403 of Form T2 SCH 1.

Notes

- 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.
- Note 2: 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 exclusions from the half-year rule. Do not include any amount in column 3 in respect of property included in column 6 (Note 5). See Guide T4012 for more information about the cost of acquisitions during the year.
- Note 3: An AIIP is a property (other than property included in Classes 54 to 56) that you acquired after November 20, 2018 and before 2025, 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 2034.
Class 56 applies to eligible zero-emission automotive equipment and vehicles (other than motor vehicles) that you acquired after March 1, 2020, and that became available for use before 2034.
See Guide T4012 for more information.
- Note 4: An RIIP is a property (other than property included in Classes 54 to 56) that you acquired after 2024, and that became available for use before 2034.
Classes 54 and 55 include zero-emission vehicles that you acquired after March 18, 2019, and that became available for use before 2034.
Class 56 applies to eligible zero-emission automotive equipment and vehicles (other than motor vehicles) that you acquired after March 1, 2020, and that became available for use before 2034.
See Guide T4012 for more information.
- Note 5: Enter in column 6, "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 Guide T4012 for other examples of adjustments and transfers to include in column 6.
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)] if the property was a depreciable property acquired by the transferor at least 364 days before the end of your tax year and continuously owned by the transferor until it was acquired by you.
- Note 6: 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 7: 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) (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)] 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 8: 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 designated immediate expensing property) exceeds the prescribed amount and it is disposed of to a person or partnership with which you deal at arm's length, 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. The actual cost of the vehicle will be adjusted for payment or repayment of government assistance.
- Note 9: If the amount in column 6 (as shown in brackets) reduces the UCC, you must subtract it for the purpose of the calculation. Otherwise, add the amount in column 6 for the purpose of the calculation.
- Note 10: The adjustment from column 15 is added to the UCC in column 10 to calculate the CCA deduction in column 21.
The relevant factors for property of a class in Schedule II, that is an AIIP or property acquired before 2025 that is included in Classes 54 to 56, are:
- 1 1/2 for property in Classes 43.1, 54 and 56 that became available for use in 2024 or 2025 or 5/6 if it became available for use after 2025
 - 7/8 for property in Class 55 that became available for use in 2024 or 2025 or 3/8 if it became available for use after 2025
 - 1/2 for property in Classes 43.2 and 53 that became available for use in 2024 or 2025 or 1/10 if it became available for use after 2025
 - 3 for property in Class 44 that was acquired and became available for use after April 15, 2024 and before 2027 or 0 if it became available for use after 2026
 - 2 1/3 for property in Class 46 that was acquired and became available for use after April 15, 2024 and before 2027 or 0 if it became available for use after 2026
 - 9/11 for property in Class 50 that was acquired and became available for use after April 15, 2024 and before 2027 or 0 if it became available for use after 2026
 - 0 for property in Classes 12, 13, 14, 15, and 59, as well as properties that are Canadian vessels included in paragraph 1100(1)(v) of the Regulations (see note 16 for additional information)
 - 0 for all other property (including property in Class 10.1) that is an AIIP (other than property in Classes 44, 46 or 50) that became available for use after 2023
- If the tax year does not follow the calendar year, the relevant factor is determined under subsection 1100(2.01) of the Regulations.

Notes (continued)

Note 11: The adjustment from column 16 is added to the UCC in column 10 to calculate the CCA deduction in column 21.

The relevant factors for property of a class in Schedule II, that is an RIIP or property acquired after 2024 that is included in Classes 54 to 56, are:

- 2 1/3 for property in Classes 43.1, 54 and 56 that became available for use before 2030
- 1 1/2 for property in Class 55 that became available for use before 2030
- 1 for property in Class 53
- 2 1/3 for property in Class 43 acquired after 2025 that became available for use before 2030, if such property would have been included in Class 53 if it had been acquired in 2025
- 3 for property in Class 44 that became available for use before 2027 or 0 if it became available for use after 2026
- 2 1/3 for property in Class 46 that became available for use before 2027 or 0 if it became available for use after 2026
- 9/11 for property in Class 50 that became available for use before 2027 or 0 if it became available for use after 2026
- 0 for property in Classes 12, 13, 14, 15, and 59, as well as properties that are Canadian vessels included in paragraph 1100(1)(v) of the Regulations (see note 16 for additional information)
- 0.5 for all other property (including property in Class 10.1) that is an RIIP that became available for use before 2030 or 0 if it became available for use after 2029

If the tax year does not follow the calendar year, the relevant factor is determined under subsection 1100(2.011) of the Regulations.

Note 12: The UCC adjustment for property acquired during the year (also known as the half-year rule or 50% rule) does not apply to certain property (including AIIP, RIIP and property included in Classes 54 to 56). For special rules and exceptions, see Income Tax Folio S3-F4-C1, General Discussion of Capital Cost Allowance. The adjustment from column 17 is subtracted from the UCC in column 10 to calculate the CCA deduction in column 21.

Note 13: 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 21.

Note 14: 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 19 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 designated immediate expensing property.

Note 15: 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 20. 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 16: If the tax year is shorter than 365 days, prorate the CCA claim. Some classes of property do not have to be prorated. See Guide T4012 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 and RIIP listed below, the maximum first year allowance you can claim is determined as follows:

- Class 13: if the capital cost of the RIIP was incurred before 2030, 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), and in any other case, the amount for the year calculated in accordance with Schedule III of the Regulations
- Class 14: the lesser of 150% (if the property is an RIIP that becomes available for use in the year and before 2030) or 125% (if the property is an AIIP that becomes available for use in the year and after 2023 or an RIIP that becomes available for use in the year and after 2029) 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% (if the property is an RIIP acquired in the year and before 2026) or 125% (if the property is an AIIP acquired in the year and after 2023 or an RIIP acquired in the year and after 2025) of an amount calculated 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% (for RIIP acquired in the year and before 2030) or 33 1/3% (in any other case) of the capital cost of the property and the UCC at the end of the tax year (before any CCA deduction)
- Natural gas liquefaction: The additional allowances in respect of natural gas liquefaction under paragraphs 1100(1)(a.3) and (yb) of the Regulations are eligible for the accelerated investment incentive and the reaccelerated investment incentive.

The AIIP and RIIP provisions 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 an industrial mineral mine or a right to remove minerals from an industrial mineral mine. See the Income Tax Regulations for more details.

RELATED AND ASSOCIATED CORPORATIONS

Name of corporation	Business Number	Tax year end Year Month Day
E.L.K. Energy Inc.	86656 7787 RC0001	2025-12-31

- 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 100	Country of resi- dence (other than Canada) 200	Business number (see note 1) 300	Rela- tion- ship code (see note 2) 400	Number of common shares you own 500	% of common shares you own 550	Number of preferred shares you own 600	% of preferred shares you own 650	Book value of capital stock 700
1.	E.L.K. Solutions Inc.		86487 7519 RC0001	2	10,000	100.000			100
2.	Enwin Energy Ltd.		88246 2526 RC0001	3					
3.	Windsor Canada Utilities Ltd.		86712 9181 RC0001	1					
4.	Enwin Utilities Ltd.		86712 0586 RC0002	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

Continuity of Reserves

Name of corporation	Business number	Tax year end Year Month Day
E.L.K. Energy Inc.	86656 7787 RC0001	2025-12-31

- For use by corporations to provide a continuity of all reserves claimed which are allowed for tax purposes.
- File one completed copy of this schedule with the corporation's T2 Corporation Income Tax Return.
- For more information, see the T2 Corporation Income Tax Guide.

Part 1 – Capital gains reserves

Description of property	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 \$
001	002	003			004
Totals	008	009			010

The amount from line 008 **plus** the amount from line 009 should be entered on line 880 of Schedule 6, Summary of Dispositions of Capital Property.
The amount from line 010 should be entered on line 885 of Schedule 6.

Part 2 – Other reserves

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 \$
	110	115			120
Reserve for doubtful debts ☒	130,721		147,621	130,721	147,621
	130	135			140
Reserve for undelivered goods and services not rendered ☒	796,808		763,179	796,808	763,179
	150	155			160
Reserve for prepaid rent ☐					
	190	195			200
Reserve for refundable containers ☐					
	210	215			220
Reserve for unpaid amounts ☐					
	230	235			240
Other tax reserves ☐					
Totals	270 927,529	275	910,800	927,529	280 910,800

The amount from line 270 **plus** the amount from line 275 should be entered on line 125 of Schedule 1, Net Income (Loss) for Income Tax Purposes, as an addition.
The amount from line 280 should be entered on line 413 of Schedule 1 as a deduction.

Continuity of financial statement reserves (not deductible)

Financial statement reserves (not deductible)

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
1	Employee Future Benefits	405,579		401,127	405,579	401,127
2	Retiring allowance					
3	CFO Succession costs					
	Reserves from Part 2 of Schedule 13	927,529		910,800	927,529	910,800
	Totals	1,333,108		1,311,927	1,333,108	1,311,927
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

Date filed (do not use this area)

025

Year Month Day

Enter the calendar year the agreement applies to

050

Year
2025

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?

075

☐ Yes

☒ No

1	2	3	4	5	6
Name of associated corporations	Business number of associated corporations	Association code	Business limit for the year before the allocation \$	Percentage of the business limit %	Business limit allocated* \$
100	200	300		350	400
1 E.L.K. Energy Inc.	86656 7787 RC0001	1	500,000		
2 E.L.K. Solutions Inc.	86487 7519 RC0001	1	500,000		
3 Enwin Energy Ltd.	88246 2526 RC0001	1	500,000	100.0000	500,000
4 Windsor Canada Utilities Ltd.	86712 9181 RC0001	1	500,000		
5 Enwin Utilities Ltd.	86712 0586 RC0002	1	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 $0.225\% \times (C - \$10,000,000)$. 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.

**Taxable Capital Employed in Canada – Large Corporations**

Corporation's name	Business number	Tax year-end Year Month Day
E.L.K. Energy Inc.	86656 7787 RC0001	2025-12-31

- 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	
Capital stock (or members' contributions if incorporated without share capital)	103	2,000,100
Retained earnings	104	3,771,100
Contributed surplus	105	
Any other surpluses	106	4,402,375
Deferred unrealized foreign exchange gains	107	
All loans and advances to the corporation	108	7,449,357
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 112)		17,622,932
		17,622,932 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
- those lines applied to partnerships in the same manner that they apply to corporations, and
 - those amounts were computed without reference to amounts owing by the partnership
 - to any corporation that held a membership interest in the partnership either directly or indirectly through another partnership, or
 - 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.

Part 1 – Capital (continued)Subtotal A (from page 1) 17,622,932 A**Deduct** the following amounts:Deferred tax debit balance at the end of the year **121** _____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 **122** _____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. **123** _____Deferred unrealized foreign exchange losses at the end of the year **124** _____Subtotal (**add** lines 121 to 124) **▶** _____ B**Capital for the year** (amount A **minus** amount B) (if negative, enter "0") **190** 17,622,932**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) **402** _____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 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) **406** _____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 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 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.

Part 3 – Taxable capitalCapital for the year (line 190) 17,622,932 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** 17,622,932

Part 4 – Taxable capital employed in Canada**To be completed by a corporation that was resident in Canada at any time in the year**

Taxable capital for the year (line 500)	17,622,932	x	Taxable income earned in Canada	610		1,000	=	Taxable capital employed in Canada	690		17,622,932
						1,000					

- Notes:**
1. Regulation 8601 gives details on calculating the amount of taxable income earned in Canada.
 2. Where a corporation's taxable income for a tax year is "0," it shall, for the purposes of the above calculation, be deemed to have a taxable income for that year of \$1,000.
 3. In the case of an airline corporation, Regulation 8601 should be considered when completing the above calculation.

To be completed by a corporation that was a non-resident of Canada throughout the year and carried on a business through a permanent establishment in Canada

Total of all amounts each of which is the carrying value at the end of the year of an asset of the corporation used in the year or held in the year, in the course of carrying on any business during the year through a permanent establishment in Canada . . . **701**

Deduct the following amounts:

Corporation's indebtedness at the end of the year [other than indebtedness described in any of paragraphs 181.2(3)(c) to (f)] that may reasonably be regarded as relating to a business it carried on during the year through a permanent establishment in Canada **711**

Total of all amounts each of which is the carrying value at the end of year of an asset described in subsection 181.2(4) of the corporation that it used in the year, or held in the year, in the course of carrying on any business during the year through a permanent establishment in Canada **712**

Total of all amounts each of which is the carrying value at the end of year of an asset of the corporation that is a ship or aircraft the corporation operated in international traffic, or personal or movable property used or held by the corporation in carrying on any business during the year through a permanent establishment in Canada (see note below) **713**

Total deductions (add lines 711, 712, and 713) ▶ E

Taxable capital employed in Canada (line 701 minus amount E) (if negative, enter "0") **790**

Note: Complete line 713 only if the country in which the corporation is resident did not impose a capital tax for the year on similar assets, or a tax for the year on the income from the operation of a ship or aircraft in international traffic, of any corporation resident in Canada during the year.

Part 5 – Calculation for purposes of the small business deduction**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) F

Deduct: 10,000,000 G

Excess (amount F minus amount G) (if negative, enter "0") H

Calculation for purposes of the small business deduction (amount H x 0.225%) I

Enter this amount at line 415 of the T2 return.

Shareholder Information

Corporation's name	Business number	Tax year-end Year Month Day
E.L.K. Energy Inc.	86656 7787 RC0001	2025-12-31

- 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
	100	200	300	350	400	500
1	Windsor Canada Utilities Inc.	867129181RC0001			100.000	
2						
3						
4						
5						
6						
7						
8						
9						
10						



Ontario Corporate Minimum Tax

Corporation's name	Business number	Tax year-end Year Month Day
E.L.K. Energy Inc.	86656 7787 RC0001	2025-12-31

- 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 *	112	36,709,445
Share of total assets from partnership(s) and joint venture(s) *	114	
Total assets of associated corporations (amount from line 450 on Schedule 511)	116	606,690,485
Total assets (total of lines 112 to 116)		643,399,930
Total revenue of the corporation for the tax year **	142	35,284,616
Share of total revenue from partnership(s) and joint venture(s) **	144	
Total revenue of associated corporations (amount from line 550 on Schedule 511)	146	374,711,027
Total revenue (total of lines 142 to 146)		409,995,643

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	-376,644
Add (to the extent reflected in income/loss):			
Provision for current income taxes/cost of current income taxes	220		
Provision for deferred income taxes (debits)/cost of future income taxes	222		
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), 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 **	228		
Total patronage dividends received, not already included in net income/loss	232		
281	282		
283	284		
	Subtotal		A
Deduct (to the extent reflected in income/loss):			
Provision for recovery of current income taxes/benefit of current income taxes	320	65,339	
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	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 **	328		
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	336		
Patronage dividends paid (from Schedule 16) not already included in net income/loss	338		
381	382		
383	384		
385	386		
387	388		
389	390		
	Subtotal	65,339	B
Adjusted net income/loss for CMT purposes (line 210 plus amount A minus amount B)	490	-441,983	

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 GIF1 (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) **515**

Deduct:

CMT loss available (amount R from Part 7) 2,948,561

Minus: Adjustment for an acquisition of control * **518**

Adjusted CMT loss available 2,948,561 ▶ 2,948,561 C

Net income subject to CMT calculation (if negative, enter "0") **520**

Amount from line 520	x	Number of days in the tax year before July 1, 2010	x	4 % =	1
		Number of days in the tax year	33		

Amount from line 520	x	Number of days in the tax year after June 30, 2010	33	x	2.7 % =	2
		Number of days in the tax year	33			

Subtotal (amount 1 **plus** amount 2) 3

Gross CMT: amount on line 3 above x OAF ** **540**

Deduct:

Foreign tax credit for CMT purposes *** **550**

CMT after foreign tax credit deduction (line 540 **minus** line 550) (if negative, enter "0") D

Deduct:

Ontario corporate income tax payable before CMT credit (amount F6 from Schedule 5) E

Net CMT payable (if negative, enter "0") 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 * G

Deduct:

CMT credit expired * **600**

CMT credit carryforward at the beginning of the current tax year * (see note below) **620**

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) H

Deduct:

CMT credit deducted in the current tax year (amount P from Part 5) I

Subtotal (amount H **minus** amount I) 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) **670** 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) 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) 3

Gross SAT (line 460 from Part 6 of Schedule 512) 4

The **greater** of amounts 3 and 4 5

Deduct: line 2 or line 5, whichever applies: 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) O

Subtotal (if negative, enter "0") O

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? **675** 1 Yes ☐ 2 No ☒

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

CMT loss carryforward at the end of the previous tax year *	2,948,561	Q
Deduct:		
CMT loss expired *	700	
CMT loss carryforward at the beginning of the tax year * (see note below)	2,948,561	720 2,948,561
Add:		
CMT loss transferred on an amalgamation under section 87 of the federal Act ** (see note below)	750	
CMT loss available (line 720 plus line 750)		2,948,561 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")		2,948,561 S
Add:		
Adjusted net loss for CMT purposes (amount from line 490 in Part 2, if negative) (enter as a positive amount)	760	441,983
CMT loss carryforward balance at the end of the tax year (amount S plus line 760)	770	3,390,544 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.

** 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.

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

Name of corporation	Business Number	Tax year-end Year Month Day
E.L.K. Energy Inc.	86656 7787 RC0001	2025-12-31

- 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	E.L.K. Solutions Inc.	86487 7519 RC0001	754,424	24,986
2	Enwin Energy Ltd.	88246 2526 RC0001	8,558,603	2,033,322
3	Windsor Canada Utilities Ltd.	86712 9181 RC0001	220,745,909	12,521,023
4	Enwin Utilities Ltd.	86712 0586 RC0002	376,631,549	360,131,696
			450	550
		Total	606,690,485	374,711,027

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.

Canada Revenue
AgencyAgence du revenu
du Canada

Schedule 5

Tax Calculation Supplementary – Corporations

Corporation's name	Business Number	Tax year-end Year Month Day
E.L.K. Energy Inc.	86656 7787 RC0001	2025-12-31

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 fill out 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 Income Tax Regulations.

For more information, see Guide T4012, T2 Corporation – Income Tax Guide.

For the regulation number to be entered in field 100 of Part 1, see the chart in the Help (F1).

– **Part 1 – Allocation of taxable income**

100		Enter the regulation that applies (402 to 413).			
A Jurisdiction. (tick yes if your corporation had a permanent establishment in the jurisdiction during the tax year) Note 1	B Total salaries and wages paid in jurisdiction	C B multiplied by taxable income, divided by G	D Gross revenue attributable to jurisdiction	E D multiplied by taxable income, divided by H	F 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 004 Yes ☐	104		144		
Prince Edward Island 005 Yes ☐	105		145		
Nova Scotia 007 Yes ☐	107		147		
Nova Scotia Offshore 008 Yes ☐	108		148		
New Brunswick 009 Yes ☐	109		149		
Quebec 011 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		165		
Nunavut 026 Yes ☐	126		166		
Outside Canada 027 Yes ☐	127		167		
Total	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, fill out Part 2 on the following pages.
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.

Part 2 – Ontario tax payable, tax credits, and rebates

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 income tax (from Schedule 500) **270**

Ontario small business deduction (from Schedule 500) **402**

Subtotal (line 270 **minus** line 402) **5A**

Ontario transitional tax debits and credits (from Schedule 506) **276**

Recapture of Ontario research and development tax credit (from Schedule 508) **277**

Repayment of Ontario made manufacturing investment tax credit (from Schedule 572) **281**

Subtotal (line 276 **plus** line 277 **plus** line 281) **5B**

Gross Ontario tax (amount 5A **plus** amount 5B) **5C**

Ontario tax credit for manufacturing and processing (from Schedule 502) **406**

Ontario foreign tax credit (from Schedule 21) **408**

Ontario credit union tax reduction (from Schedule 500) **410**

Ontario political contributions tax credit (from Schedule 525) **415**

Ontario non-refundable tax credits (total of lines 406 to 415) **5D**

Subtotal (amount 5C **minus** amount 5D) (if negative, enter "0") **5E**

Ontario research and development tax credit (from Schedule 508) **416**

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") **5F**

Ontario corporate minimum tax credit (from Schedule 510) **418**

Ontario community food program donation tax credit for farmers (from Schedule 2) **420**

Non-refundable Ontario made manufacturing investment tax credit (from Schedule 572) **421**

Ontario corporate income tax payable (amount 5F **minus** the total of lines 418 to 421) (if negative, enter "0") **5G**

Ontario corporate minimum tax (from Schedule 510) **278**

Ontario special additional tax on life insurance corporations (from Schedule 512) **280**

Subtotal (line 278 **plus** line 280) **5H**

Total Ontario tax payable before refundable tax credits (amount 5G **plus** amount 5H) **5I**

Ontario qualifying environmental trust tax credit **450**

Ontario co-operative education tax credit (from Schedule 550) **452**

Ontario computer animation and special effects tax credit (from Schedule 554) **456**

Ontario film and television tax credit (from Schedule 556) **458**

Ontario production services tax credit (from Schedule 558) **460**

Ontario interactive digital media tax credit (from Schedule 560) **462**

Ontario book publishing tax credit (from Schedule 564) **466**

Ontario innovation tax credit (from Schedule 566) **468**

Ontario business-research institute tax credit (from Schedule 568) **470**

Ontario regional opportunities investment tax credit (from Schedule 570) **472**

Refundable Ontario made manufacturing investment tax credit (from Schedule 572) **474**

Ontario shortline railway investment tax credit **476**

Ontario refundable tax credits (total of lines 450 to 476) **5J**

Net Ontario tax payable or refundable tax credit (amount 5I **minus** amount 5J) **290**

(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.

Net provincial and territorial tax payable or refundable tax credits

255

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.