

For more information see [www.cra.gc.ca](http://www.cra.gc.ca) or Guide T4012, *T2 Corporation – Income Tax Guide*.

**055** Do not use this area

# Canada

## 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? . . . . .	<input type="checkbox"/>	9
Is the corporation an associated CCPC? . . . . .	<input type="checkbox"/>	23
Is the corporation an associated CCPC that is claiming the expenditure limit? . . . . .	<input type="checkbox"/>	49
Does the corporation have any non-resident shareholders who own voting shares? . . . . .	<input type="checkbox"/>	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 . . . . .	<input type="checkbox"/>	11
If you answered <b>yes</b> 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? . . . . .	<input type="checkbox"/>	44
Has the corporation paid any royalties, management fees, or other similar payments to residents of Canada? . . . . .	<input type="checkbox"/>	14
Is the corporation claiming a deduction for payments to a type of employee benefit plan? . . . . .	<input type="checkbox"/>	15
Is the corporation claiming a loss or deduction from a tax shelter? . . . . .	<input type="checkbox"/>	T5004
Is the corporation a member of a partnership for which a partnership account number has been assigned? . . . . .	<input type="checkbox"/>	T5013
Did the corporation, a foreign affiliate controlled by the corporation, or any other corporation or trust that did not deal at arm's length with the corporation have a beneficial interest in a non-resident discretionary trust (without reference to section 94)? . . . . .	<input type="checkbox"/>	22
Did the corporation own any shares in one or more foreign affiliates in the tax year? . . . . .	<input type="checkbox"/>	25
Has the corporation made any payments to non-residents of Canada under subsections 202(1) and/or 105(1) of the federal <i>Income Tax Regulations</i> ? . . . . .	<input type="checkbox"/>	29
Did the corporation have a total amount over \$1 million of reportable transactions with non-arm's length non-residents? . . . . .	<input type="checkbox"/>	T106
For private corporations: Does the corporation have any shareholders who own 10% or more of the corporation's common and/or preferred shares? . . . . .	<input type="checkbox"/>	50
Has the corporation made payments to, or received amounts from, a retirement compensation plan arrangement during the year? . . . . .	<input type="checkbox"/>	88
Does the corporation earn income from one or more Internet webpages or websites? . . . . .	<input type="checkbox"/>	1
Is the net income/loss shown on the financial statements different from the net income/loss for income tax purposes? . . . . .	<input type="checkbox"/>	
Has the corporation made any charitable donations; gifts to Canada, a province, or a territory; gifts of cultural or ecological property; or gifts of medicine? . . . . .	<input type="checkbox"/>	2
Has the corporation received any dividends or paid any taxable dividends for purposes of the dividend refund? . . . . .	<input type="checkbox"/>	3
Is the corporation claiming any type of losses? . . . . .	<input type="checkbox"/>	4
Is the corporation claiming a provincial or territorial tax credit or does it have a permanent establishment in more than one jurisdiction? . . . . .	<input type="checkbox"/>	5
Has the corporation realized any capital gains or incurred any capital losses during the tax year? . . . . .	<input type="checkbox"/>	6
i) Is the corporation claiming the small business deduction and reporting income from: a) property (other than dividends deductible on line 320 of the T2 return), b) a partnership, c) a foreign business, or d) a personal services business; or	<input type="checkbox"/>	
ii) does the corporation have aggregate investment income at line 440? . . . . .	<input type="checkbox"/>	7
Does the corporation have any property that is eligible for capital cost allowance? . . . . .	<input type="checkbox"/>	8
Does the corporation have any property that is eligible capital property? . . . . .	<input type="checkbox"/>	10
Does the corporation have any resource-related deductions? . . . . .	<input type="checkbox"/>	12
Is the corporation claiming deductible reserves (other than transitional reserves under section 34.2)? . . . . .	<input type="checkbox"/>	13
Is the corporation claiming a patronage dividend deduction? . . . . .	<input type="checkbox"/>	16
Is the corporation a credit union claiming a deduction for allocations in proportion to borrowing or an additional deduction? . . . . .	<input type="checkbox"/>	17
Is the corporation an investment corporation or a mutual fund corporation? . . . . .	<input type="checkbox"/>	18
Is the corporation carrying on business in Canada as a non-resident corporation? . . . . .	<input type="checkbox"/>	20
Is the corporation claiming any federal or provincial foreign tax credits, or any federal or provincial logging tax credits? . . . . .	<input type="checkbox"/>	21
Does the corporation have any Canadian manufacturing and processing profits? . . . . .	<input type="checkbox"/>	27
Is the corporation claiming an investment tax credit? . . . . .	<input type="checkbox"/>	31
Is the corporation claiming any scientific research and experimental development (SR&ED) expenditures? . . . . .	<input type="checkbox"/>	T661
Is the total taxable capital employed in Canada of the corporation and its related corporations over \$10,000,000? . . . . .	<input type="checkbox"/>	33/34/35
Is the total taxable capital employed in Canada of the corporation and its associated corporations over \$10,000,000? . . . . .	<input type="checkbox"/>	
Is the corporation claiming a surtax credit? . . . . .	<input type="checkbox"/>	37
Is the corporation subject to gross Part VI tax on capital of financial institutions? . . . . .	<input type="checkbox"/>	38
Is the corporation claiming a Part I tax credit? . . . . .	<input type="checkbox"/>	42
Is the corporation subject to Part IV.1 tax on dividends received on taxable preferred shares or Part VI.1 tax on dividends paid? . . . . .	<input type="checkbox"/>	43
Is the corporation agreeing to a transfer of the liability for Part VI.1 tax? . . . . .	<input type="checkbox"/>	45
Is the corporation subject to Part II – Tobacco Manufacturers' surtax? . . . . .	<input type="checkbox"/>	46
For financial institutions: Is the corporation a member of a related group of financial institutions with one or more members subject to gross Part VI tax? . . . . .	<input type="checkbox"/>	39
Is the corporation claiming a Canadian film or video production tax credit refund? . . . . .	<input type="checkbox"/>	T1131
Is the corporation claiming a film or video production services tax credit refund? . . . . .	<input type="checkbox"/>	T1177
Is the corporation subject to Part XIII.1 tax? (Show your calculations on a sheet that you identify as Schedule 92.) . . . . .	<input type="checkbox"/>	92

		Yes	Schedule
Did the corporation have any foreign affiliates in the tax year? . . . . .	271	<input type="checkbox"/>	T1134
Did the corporation own specified foreign property in the year with a cost amount over \$100,000? . . . . .	259	<input type="checkbox"/>	T1135
Did the corporation transfer or loan property to a non-resident trust? . . . . .	260	<input type="checkbox"/>	T1141
Did the corporation receive a distribution from or was it indebted to a non-resident trust in the year? . . . . .	261	<input type="checkbox"/>	T1142
Has the corporation entered into an agreement to allocate assistance for SR&ED carried out in Canada? . . . . .	262	<input type="checkbox"/>	T1145
Has the corporation entered into an agreement to transfer qualified expenditures incurred in respect of SR&ED contracts? . . . . .	263	<input type="checkbox"/>	T1146
Has the corporation entered into an agreement with other associated corporations for salary or wages of specified employees for SR&ED? . . . . .	264	<input type="checkbox"/>	T1174
Did the corporation pay taxable dividends (other than capital gains dividends) in the tax year? . . . . .	265	<input type="checkbox"/>	55
Has the corporation made an election under subsection 89(11) not to be a CCPC? . . . . .	266	<input type="checkbox"/>	T2002
Has the corporation revoked any previous election made under subsection 89(11)? . . . . .	267	<input type="checkbox"/>	T2002
Did the corporation (CCPC or deposit insurance corporation (DIC)) pay eligible dividends, or did its general rate income pool (GRIP) change in the tax year? . . . . .	268	<input type="checkbox"/>	53
Did the corporation (other than a CCPC or DIC) pay eligible dividends, or did its low rate income pool (LRIP) change in the tax year? . . . . .	269	<input type="checkbox"/>	54

**Additional information**

Did the corporation use the International Financial Reporting Standards (IFRS) when it prepared its financial statements? . . . . .	270	1 Yes <input type="checkbox"/>	2 No <input type="checkbox"/>
Is the corporation inactive? . . . . .	280	1 Yes <input type="checkbox"/>	2 No <input type="checkbox"/>
Specify the principal product(s) mined, manufactured, sold, constructed, or services provided, giving the approximate percentage of the total revenue that each product or service represents. . . . .	284		285 %
	286		287 %
	288		289 %
Did the corporation immigrate to Canada during the tax year? . . . . .	291	1 Yes <input type="checkbox"/>	2 No <input type="checkbox"/>
Did the corporation emigrate from Canada during the tax year? . . . . .	292	1 Yes <input type="checkbox"/>	2 No <input type="checkbox"/>
Do you want to be considered as a quarterly instalment remitter if you are eligible? . . . . .	293	1 Yes <input type="checkbox"/>	2 No <input type="checkbox"/>
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	YYYY	MM DD
If the corporation's major business activity is construction, did you have any subcontractors during the tax year? . . . . .	295	1 Yes <input type="checkbox"/>	2 No <input type="checkbox"/>

**Taxable income**

Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFL . . . . .	300		A
<b>Deduct:</b> Charitable donations from Schedule 2 . . . . .	311		
Gifts to Canada, a province, or a territory from Schedule 2 . . . . .	312		
Cultural gifts from Schedule 2 . . . . .	313		
Ecological gifts from Schedule 2 . . . . .	314		
Gifts of medicine 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		
Taxable capital gains or taxable dividends allocated from a central credit union . . . . .	340		
Prospector's and grubstaker's shares . . . . .	350		
Subtotal			B
Subtotal (amount A minus amount B) (if negative, enter "0")			C
<b>Add:</b> Section 110.5 additions or subparagraph 115(1)(a)(vii) additions . . . . .	355		D
<b>Taxable income</b> (amount C plus amount D) . . . . .	360		
Income exempt under paragraph 149(1)(t) . . . . .	370		
<b>Taxable income</b> for a corporation with exempt income under paragraph 149(1)(t) (line 360 minus line 370) . . . . .			Z

\* This amount is equal to 3.5 times the Part VI.1 tax payable at line 724 on page 8.

## Small business deduction

## Canadian-controlled private corporations (CCPCs) throughout the tax year

Income from active business carried on in Canada from Schedule 7 ..... **400**  A

Taxable income from line 360 on page 3, **minus** 100/28 of the amount on line 632\* on page 7, **minus** 4 times the amount on line 636\*\* on page 7, and **minus** any amount that, because of federal law, is exempt from Part I tax ..... **405**  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:

Amount C  ×  $\frac{\text{415 *** } \text{D}}{11,250}$  = .....  E

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

## Small business deduction

Amount A, B, C, or F, whichever is the least  × 17% = ..... **430**  G

Enter amount G on line I on page 7.

\* 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) × 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) × 0.225%.
- For corporations associated in the current tax year, see Schedule 23 for the special rules that apply.

**General tax reduction for Canadian-controlled private corporations****Canadian-controlled private corporations throughout the tax year**

Taxable income from page 3 (line 360 or amount Z, whichever applies) . . . . .			A
Lesser of amounts V and Y from Part 9 of Schedule 27 . . . . .		B	
Amount QQ from Part 13 of Schedule 27 . . . . .		C	
Personal service business income . . . . .	432	D	
Amount used to calculate the credit union deduction (amount F from Schedule 17) . . . . .		E	
Amount from line 400, 405, 410, or 425 on page 4, whichever is the least . . . . .		F	
Aggregate investment income from line 440 on page 6* . . . . .		G	
Subtotal ( <b>add</b> amounts B to G) . . . . .			H
Amount A <b>minus</b> amount H (if negative, enter "0") . . . . .			I
<b>General tax reduction for Canadian-controlled private corporations</b> – Amount I <b>multiplied</b> by 13% . . . . .			J

Enter amount J on line 638 on page 7.

\* 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, 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 page 3 (line 360 or amount Z, whichever applies) . . . . .			K
Lesser of amounts V and Y from Part 9 of Schedule 27 . . . . .		L	
Amount QQ from Part 13 of Schedule 27 . . . . .		M	
Personal service business income . . . . .	434	N	
Amount used to calculate the credit union deduction (amount F from Schedule 17) . . . . .		O	
Subtotal ( <b>add</b> amounts L to O) . . . . .			P
Amount K <b>minus</b> amount P (if negative, enter "0") . . . . .			Q
<b>General tax reduction</b> – Amount Q <b>multiplied</b> by 13%. . . . .			R

Enter amount R on line 639 on page 7.

**Refundable portion of Part I tax****Canadian-controlled private corporations throughout the tax year**

Aggregate investment income from Schedule 7 ..... **440** .....  $\times 26 \frac{2}{3}\% =$  ..... **A**

Foreign non-business income tax credit from line 632 on page 7 ..... **B**

**Deduct:**

Foreign investment income from Schedule 7 ..... **445** .....  $\times 9 \frac{1}{3}\% =$  ..... **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**

**Deduct:**

Amount from line 400, 405, 410, or 425 on page 4, whichever is the least ..... **G**

Foreign non-business income tax credit from line 632 on page 7 .....  $\times 100/35 =$  ..... **H**

Foreign business income tax credit from line 636 on page 7 .....  $\times 4 =$  ..... **I**

Subtotal ..... **J**  
 ..... **K**  $\times 26 \frac{2}{3}\% =$  ..... **L**

Part I tax payable minus investment tax credit refund (line 700 **minus** line 780 from page 8) ..... **M**

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

**Refundable dividend tax on hand**

Refundable dividend tax on hand at the end of the previous tax year ..... **460** ..... **O**

**Deduct:** Dividend refund for the previous tax year ..... **465** ..... **O**

**Add the total of:**

Refundable portion of Part I tax from line 450 above ..... **P**

Total Part IV tax payable from Schedule 3 ..... **Q**

Net refundable dividend tax on hand transferred from a predecessor corporation on amalgamation, or from a wound-up subsidiary corporation ..... **480** ..... **R**

**Refundable dividend tax on hand at the end of the tax year** – Amount O **plus** amount R ..... **485** ..... **R**

**Dividend refund****Private and subject corporations at the time taxable dividends were paid in the tax year**

Taxable dividends paid in the tax year from line 460 on page 2 of Schedule 3 .....  $\times 1/3 =$  ..... **S**

Refundable dividend tax on hand at the end of the tax year from line 485 above ..... **T**

**Dividend refund** – Amount S or T, whichever is less ..... **U**

Enter amount U on line 784 on page 8.

**Part I tax**

Base amount Part I tax – Taxable income from page 3 (line 360 or amount Z, whichever applies) multiplied by 38% . . . . **550**  A

Recapture of investment tax credit from Schedule 31 . . . . . **602**  B


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

Aggregate investment income from line 440 on page 6 . . . . .  C

Taxable income from line 360 on page 3 . . . . .  D

**Deduct:**

Amount from line 400, 405, 410, or 425 on page 4, whichever is the least . . . . .  E

Net amount (amount D minus amount E) . . . . .    F

Refundable tax on CCPC's investment income – 6 2/3% of whichever is less: amount C or amount F . . . . . **604**  G

Subtotal (add amounts A, B, and G)  H

**Deduct:**

Small business deduction from line 430 on page 4 . . . . .  I

Federal tax abatement . . . . . **608**

Manufacturing and processing profits deduction from Schedule 27 . . . . . **616**

Investment corporation deduction . . . . . **620**

Taxed capital gains **624**

Additional deduction – credit unions from Schedule 17 . . . . . **628**

Federal foreign non-business income tax credit from Schedule 21 . . . . . **632**

Federal foreign business income tax credit from Schedule 21 . . . . . **636**

General tax reduction for CCPCs from amount J on page 5 . . . . . **638**


General tax reduction from amount R 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    J

**Part I tax payable** – Amount H minus amount J . . . . .  K

Enter amount K on line 700 on page 8.



**Summary of tax and credits****Federal tax**

Part I tax payable from amount K on page 7	700	
Part II surtax payable from Schedule 46	708	
Part III.1 tax payable from Schedule 55	710	
Part IV tax payable from Schedule 3	712	
Part IV.1 tax payable from Schedule 43	716	
Part VI tax payable from Schedule 38	720	
Part VI.1 tax payable from Schedule 43	724	
Part XIII.1 tax payable from Schedule 92	727	
Part XIV tax payable from Schedule 20	728	
<b>Total federal tax</b>		

**Add provincial or territorial tax:**

Provincial or territorial jurisdiction	750	
(if more than one jurisdiction, enter "multiple" and complete Schedule 5)		
Net provincial or territorial tax payable (except Quebec and Alberta)	760	
<b>Total tax payable</b>	770	A

**Deduct other credits:**

Investment tax credit refund from Schedule 31	780	
Dividend refund from amount U on page 6	784	
Federal capital gains refund from Schedule 18	788	
Federal qualifying environmental trust tax credit refund	792	
Canadian film or video production tax credit refund (Form T1131)	796	
Film or video production services tax credit refund (Form T1177)	797	
Tax withheld at source	800	
Total payments on which tax has been withheld	801	
Provincial and territorial capital gains refund from Schedule 18	808	
Provincial and territorial refundable tax credits from Schedule 5	812	
Tax instalments paid	840	
<b>Total credits</b>	890	B

Refund code **894** ☐ Overpayment ☐ Balance (amount A minus amount B)

**Direct deposit request**

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

☐ Start ☐ Change information **910**  Branch number

**914**  Institution number **918**  Account number

If the result is positive, you have a **balance unpaid**.  
If the result is negative, you have an **overpayment**.  
Enter the amount on whichever line applies.  
Generally, we do not charge or refund a difference of \$2 or less.

Balance unpaid  **910**

For information on how to make your payment, go to [www.cra-arc.gc.ca/payments](http://www.cra-arc.gc.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** 1 Yes ☐ 2 No ☐

If this return was prepared by a tax preparer for a fee, provide their EFILE number **920**

**Certification**

I, **950**  Last name (print) **951**  First name (print) **954**  Position, office, or rank

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**  Date (yyyy/mm/dd) **956**  Signature of the authorized signing officer of the corporation **956**  Telephone number

Is the contact person the same as the authorized signing officer? If **no**, complete the information below **957** 1 Yes ☐ 2 No ☐

**958**  Name (print) **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** ☐