

**T2 Corporation Income Tax Return (2013 and later tax years)**

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.

**Protected B**  
when completed

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

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

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

**055 Do not use this area**

**Identification**

Business number (BN) **001** | 7 | 8 | 1 | 1 | 7 | 2 | 5 | 5 | 6 | R | C | 0 | 0 | 0 | 1

**002** Canadian Corporation No 2 2014 October NO 8

**060** 2013 | 08 | 01 **061** 2014 | 07 | 31

Address of head office: **010** 1 Yes  2 No  **011** **012** **015** **016** **017** **018**

Mailing address: **020** 1 Yes  2 No  **021** **022** **023** **025** **026** **027** **028**

Location of books and records: **030** 1 Yes  2 No  **031** **032** **035** **036** **037** **038**

**040** Type of corporation at the end of the tax year: 1  Canadian-controlled private corporation (CCPC) 4  Corporation controlled by a public corporation 2  Other private corporation 5  Other corporation (specify, below) 3  Public corporation

**043** If the type of corporation changed during the tax year, provide the effective date of the change: YYYY MM DD

To which tax year does this return apply? Tax year start: **060** 2013 | 08 | 01 Tax year-end: **061** 2014 | 07 | 31

Has there been an acquisition of control to which subsection 249(4) applies since the tax year start on line 060? **063** 1 Yes  2 No  **065** YYYY MM DD

If yes, provide the date control was acquired: **065** YYYY MM DD

Is the date on line 061 a deemed tax year-end according to: subsection 249(3.1)? **066** 1 Yes  2 No

Is the corporation a professional corporation that is a member of a partnership? **067** 1 Yes  2 No

Is this the first year of filing after: Incorporation? **070** 1 Yes  2 No  Amalgamation? **071** 1 Yes  2 No

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

Has there been a wind-up of a subsidiary under section 88 during the current tax year? **072** 1 Yes  2 No

If yes, complete and attach Schedule 24.

Is this the final tax year before amalgamation? **076** 1 Yes  2 No

Is this the final return up to dissolution? **078** 1 Yes  2 No

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

Is the corporation a resident of Canada? **080** 1 Yes  2 No  If no, give the country of residence on line 081 and complete and attach Schedule 97. **081** \_\_\_\_\_

Is the non-resident corporation claiming an exemption under an income tax treaty? **082** 1 Yes  2 No

If yes, complete and attach Schedule 91.

If the corporation is exempt from tax under section 149, tick one of the following boxes: **085** 1  Exempt under paragraph 149(1)(e) or (l) 2  Exempt under paragraph 149(1)(j) 3  Exempt under paragraph 149(1)(t) 4  Exempt under other paragraphs of section 149

**095** Do not use this area **096**

**Attachments**

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

**Yes Schedule**

**Schedules** – Answer the following questions. For each **yes** response, **attach** the schedule to the T2 return, unless otherwise instructed.

Is the corporation related to any other corporations? .....	<b>150</b>	<input type="checkbox"/>	9
Is the corporation an associated CCPC? .....	<b>160</b>	<input type="checkbox"/>	23
Is the corporation an associated CCPC that is claiming the expenditure limit? .....	<b>161</b>	<input type="checkbox"/>	49
Does the corporation have any non-resident shareholders who own voting shares? .....	<b>151</b>	<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 .....	<b>162</b>	<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? .....	<b>163</b>	<input type="checkbox"/>	44
Has the corporation paid any royalties, management fees, or other similar payments to residents of Canada? .....	<b>164</b>	<input type="checkbox"/>	14
Is the corporation claiming a deduction for payments to a type of employee benefit plan? .....	<b>165</b>	<input type="checkbox"/>	15
Is the corporation claiming a loss or deduction from a tax shelter? .....	<b>166</b>	<input type="checkbox"/>	T5004
Is the corporation a member of a partnership for which a partnership account number has been assigned? .....	<b>167</b>	<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)? .....	<b>168</b>	<input type="checkbox"/>	22
Did the corporation have any foreign affiliates during the year? .....	<b>169</b>	<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> ? .....	<b>170</b>	<input type="checkbox"/>	29
Has the corporation had any non-arm's length transactions with a non-resident? .....	<b>171</b>	<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? .....	<b>173</b>	<input checked="" type="checkbox"/>	50
Has the corporation made payments to, or received amounts from, a retirement compensation plan arrangement during the year? .....	<b>172</b>	<input type="checkbox"/>	
Does the corporation earn income from one or more Internet webpages or websites? .....	<b>180</b>	<input type="checkbox"/>	88
Is the net income/loss shown on the financial statements different from the net income/loss for income tax purposes? .....	<b>201</b>	<input checked="" type="checkbox"/>	1
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? .....	<b>202</b>	<input type="checkbox"/>	2
Has the corporation received any dividends or paid any taxable dividends for purposes of the dividend refund? .....	<b>203</b>	<input type="checkbox"/>	3
Is the corporation claiming any type of losses? .....	<b>204</b>	<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? .....	<b>205</b>	<input type="checkbox"/>	5
Has the corporation realized any capital gains or incurred any capital losses during the tax year? .....	<b>206</b>	<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	<b>207</b>	<input type="checkbox"/>	7
ii) does the corporation have aggregate investment income at line 440? .....	<b>208</b>	<input checked="" type="checkbox"/>	8
Does the corporation have any property that is eligible for capital cost allowance? .....	<b>210</b>	<input type="checkbox"/>	10
Does the corporation have any property that is eligible capital property? .....	<b>212</b>	<input type="checkbox"/>	12
Is the corporation claiming deductible reserves (other than transitional reserves under section 34.2)? .....	<b>213</b>	<input type="checkbox"/>	13
Is the corporation claiming a patronage dividend deduction? .....	<b>216</b>	<input type="checkbox"/>	16
Is the corporation a credit union claiming a deduction for allocations in proportion to borrowing or an additional deduction? .....	<b>217</b>	<input type="checkbox"/>	17
Is the corporation an investment corporation or a mutual fund corporation? .....	<b>218</b>	<input type="checkbox"/>	18
Is the corporation carrying on business in Canada as a non-resident corporation? .....	<b>220</b>	<input type="checkbox"/>	20
Is the corporation claiming any federal or provincial foreign tax credits, or any federal or provincial logging tax credits? .....	<b>221</b>	<input type="checkbox"/>	21
Does the corporation have any Canadian manufacturing and processing profits? .....	<b>227</b>	<input type="checkbox"/>	27
Is the corporation claiming an investment tax credit? .....	<b>231</b>	<input checked="" type="checkbox"/>	31
Is the corporation claiming any scientific research and experimental development (SR&ED) expenditures? .....	<b>232</b>	<input checked="" type="checkbox"/>	T661
Is the total taxable capital employed in Canada of the corporation and its related corporations over \$10,000,000? .....	<b>233</b>	<input type="checkbox"/>	
Is the total taxable capital employed in Canada of the corporation and its associated corporations over \$10,000,000? .....	<b>234</b>	<input type="checkbox"/>	
Is the corporation claiming a surtax credit? .....	<b>237</b>	<input type="checkbox"/>	37
Is the corporation subject to gross Part VI tax on capital of financial institutions? .....	<b>238</b>	<input type="checkbox"/>	38
Is the corporation claiming a Part I tax credit? .....	<b>242</b>	<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? .....	<b>243</b>	<input type="checkbox"/>	43
Is the corporation agreeing to a transfer of the liability for Part VI.1 tax? .....	<b>244</b>	<input type="checkbox"/>	45
Is the corporation subject to Part II – Tobacco Manufacturers' surtax? .....	<b>249</b>	<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? .....	<b>250</b>	<input type="checkbox"/>	39
Is the corporation claiming a Canadian film or video production tax credit refund? .....	<b>253</b>	<input type="checkbox"/>	T1131
Is the corporation claiming a film or video production services tax credit refund? .....	<b>254</b>	<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.) .....	<b>255</b>	<input type="checkbox"/>	92

Attachments – continued from page 2

	Yes	Schedule
Did the corporation have any foreign affiliates that are not controlled foreign affiliates? . . . . .	<input type="checkbox"/>	T1134
Did the corporation have any controlled foreign affiliates? . . . . .	<input type="checkbox"/>	T1134
Did the corporation own specified foreign property in the year with a cost amount over \$100,000? . . . . .	<input type="checkbox"/>	T1135
Did the corporation transfer or loan property to a non-resident trust? . . . . .	<input type="checkbox"/>	T1141
Did the corporation receive a distribution from or was it indebted to a non-resident trust in the year? . . . . .	<input type="checkbox"/>	T1142
Has the corporation entered into an agreement to allocate assistance for SR&ED carried out in Canada? . . . . .	<input type="checkbox"/>	T1145
Has the corporation entered into an agreement to transfer qualified expenditures incurred in respect of SR&ED contracts? . . . . .	<input type="checkbox"/>	T1146
Has the corporation entered into an agreement with other associated corporations for salary or wages of specified employees for SR&ED? . . . . .	<input type="checkbox"/>	T1174
Did the corporation pay taxable dividends (other than capital gains dividends) in the tax year? . . . . .	<input type="checkbox"/>	55
Has the corporation made an election under subsection 89(11) not to be a CCPC? . . . . .	<input type="checkbox"/>	T2002
Has the corporation revoked any previous election made under subsection 89(11)? . . . . .	<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? . . . . .	<input checked="" 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? . . . . .	<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 checked="" type="checkbox"/>
Is the corporation inactive? . . . . .	280	1 Yes <input type="checkbox"/>	2 No <input checked="" 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	clothing manufacturing	285 100 %
	286		287 %
	288		289 %
Did the corporation immigrate to Canada during the tax year? . . . . .	291	1 Yes <input type="checkbox"/>	2 No <input checked="" type="checkbox"/>
Did the corporation emigrate from Canada during the tax year? . . . . .	292	1 Yes <input type="checkbox"/>	2 No <input checked="" 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 checked="" 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	1,579,740	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")		1,579,740	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	1,579,740	
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) . . . . .		1,579,740	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 .....	<b>400</b>	1,579,740	A
Taxable income from line 360 on page 3, <b>minus</b> 100/28 of the amount on line 632* on page 7, <b>minus</b> 1/(0.38 – X**) times the amount on line 636*** on page 7, and <b>minus</b> any amount that, because of federal law, is exempt from Part I tax .....	<b>405</b>	1,579,740	B
Business limit (see notes 1 and 2 below) .....	<b>410</b>	500,000	C

**Notes:**

1. 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.
2. For associated CCPCs, use Schedule 23 to calculate the amount to be entered on line 410.

**Business limit reduction:**

Amount C <u>500,000</u> × $\frac{\text{415 ****}}{11,250}$ D = .....	E
Reduced business limit (amount C <b>minus</b> amount E) (if negative, enter "0") .....	<b>425</b> <u>500,000</u> F

**Small business deduction**

Amount A, B, C, or F, whichever is the least <u>500,000</u> × 17% = .....	<b>430</b> <u>85,000</u> G
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Enter amount G on line 1 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.
- \*\* General rate reduction percentage for the tax year. It has to be pro-rated based on the number of days in the tax year that are in each calendar year. See page 5.
- \*\*\* 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) .....				1,579,740	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 .....		500,000	F		
Aggregate investment income from line 440 on page 6* .....			G		
Total of amounts B to G .....		500,000		500,000	H
Amount A <b>minus</b> amount H (if negative, enter "0") .....				1,079,740	I

Amount I	1,079,740	×	Number of days in the tax year after December 31, 2010, and before January 1, 2012		×	11.5% =		J
			Number of days in the tax year	365				
Amount I	1,079,740	×	Number of days in the tax year after December 31, 2011	365	×	13% =	140,366	K
			Number of days in the tax year	365				

**General tax reduction for Canadian-controlled private corporations** – Amount J **plus** amount K ..... 140,366 L

Enter amount L 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) .....					M
Lesser of amounts V and Y from Part 9 of Schedule 27 .....			N		
Amount QQ from Part 13 of Schedule 27 .....			O		
Personal service business income .....	434		P		
Amount used to calculate the credit union deduction (amount F from Schedule 17) .....			Q		
Total of amounts N to Q .....					R
Amount M <b>minus</b> amount R (if negative, enter "0") .....					S

Amount S		×	Number of days in the tax year after December 31, 2010, and before January 1, 2012		×	11.5% =		T
			Number of days in the tax year	365				
Amount S		×	Number of days in the tax year after December 31, 2011	365	×	13% =		U
			Number of days in the tax year	365				

**General tax reduction** – Amount T **plus** amount U .....  V

Enter amount V 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** × 26 2/3% = A

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

**Deduct:**  
 Foreign investment income from Schedule 7 **445** × 9 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 1,579,740 F

**Deduct:**  
 Amount from line 400, 405, 410, or 425 on page 4, whichever is the least 500,000 G  
 Foreign non-business income tax credit from line 632 on page 7 × 100/35 = H  
 Foreign business income tax credit from line 636 on page 7 × 1/(0.38 - X\*) = I  
 Subtotal 500,000 J  
500,000 K × 26 2/3% = 287,931 L

Part I tax payable minus investment tax credit refund (line 700 minus line 780 from page 8) 208,122 M

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

\* General rate reduction percentage for the tax year. It has to be pro-rated based on the number of days in the tax year that are in each calendar year. See page 5.

**Refundable dividend tax on hand**

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

**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**

**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 × 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 (enter this amount on line 784 on page 8)

**Part I tax**

<b>Base amount Part I tax</b> – Taxable income from page 3 (line 360 or amount Z, whichever applies) multiplied by 38% . . . .	<b>550</b>	600,301	A
<b>Recapture of investment tax credit from Schedule 31</b> . . . . .	<b>602</b>		B
<b>Calculation for the refundable tax on the Canadian-controlled private corporation's (CCPC) investment income</b> (if it was a CCPC throughout the tax year)			
Aggregate investment income from line 440 on page 6 . . . . .			i
Taxable income from line 360 on page 3 . . . . .		1,579,740	
<b>Deduct:</b>			
Amount from line 400, 405, 410, or 425 on page 4, whichever is the least . . . . .		500,000	
Net amount . . . . .		1,079,740	ii
<b>Refundable tax on CCPC's investment income</b> – 6 2/3% of whichever is less: amount i or ii . . . . .	<b>604</b>		C
		Subtotal (add amounts A to C)	600,301 D
<b>Deduct:</b>			
Small business deduction from line 430 on page 4 . . . . .		85,000	1
Federal tax abatement . . . . .	<b>608</b>	157,974	
Manufacturing and processing profits deduction from Schedule 27 . . . . .	<b>616</b>		
Investment corporation deduction . . . . .	<b>620</b>		
Taxed capital gains <b>624</b> . . . . .			
Additional deduction – credit unions from Schedule 17 . . . . .	<b>628</b>		
Federal foreign non-business income tax credit from Schedule 21 . . . . .	<b>632</b>		
Federal foreign business income tax credit from Schedule 21 . . . . .	<b>636</b>		
General tax reduction for CCPCs from amount L on page 5 . . . . .	<b>638</b>	140,366	
General tax reduction from amount V on page 5 . . . . .	<b>639</b>		
Federal logging tax credit from Schedule 21 . . . . .	<b>640</b>		
Federal qualifying environmental trust tax credit . . . . .	<b>648</b>		
Investment tax credit from Schedule 31 . . . . .	<b>652</b>	8,839	
		Subtotal	392,179 E
<b>Part I tax payable</b> – Amount D minus amount E . . . . .		208,122	F

Enter amount F on line 700 on page 8.



**Summary of tax and credits**

**Federal tax**

Part I tax payable from page 7	700	208,122
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>		<b>208,122</b>

**Add provincial or territorial tax:**

Provincial or territorial jurisdiction	750	AB
(if more than one jurisdiction, enter "multiple" and complete Schedule 5)		
Net provincial or territorial tax payable (except Quebec and Alberta)	760	
Provincial tax on large corporations (Nova Scotia Schedule 342) (The Nova Scotia tax on large corporations is eliminated effective July 1, 2012.)	765	
<b>Total provincial tax</b>		
<b>Total tax payable</b>	770	<b>208,122</b> A

**Deduct other credits:**

Investment tax credit refund from Schedule 31	780	
Dividend refund from page 6	784	
Federal capital gains refund from Schedule 18	788	
Federal qualifying environmental trust tax credit refund	792	
Canadian film or video production tax credit refund (Form T1131)	796	
Film or video production services tax credit refund (Form T1177)	797	
Tax withheld at source	800	
Total payments on which tax has been withheld	801	
Provincial and territorial capital gains refund from Schedule 18	808	
Provincial and territorial refundable tax credits from Schedule 5	812	
Tax instalments paid	840	200,000
<b>Total credits</b>	890	<b>200,000</b> B

Refund code **894**  Overpayment

Balance (amount A minus amount B) 8,122

**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** \_\_\_\_\_ **918** \_\_\_\_\_  
Institution number Account number

If the result is negative, you have an **overpayment**.  
If the result is positive, you have a **balance unpaid**.  
Enter the amount on whichever line applies.

Generally, we do not charge or refund a difference of \$2 or less.

Balance unpaid \_\_\_\_\_

Enclosed payment **898** 8,122

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** T8314

**Certification**

I, **950** Sweeney **951** Jordon **954** Director  
Last name (print) First name (print) 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** 2015/01/16 **956** 403-266-1599  
Date (yyyy/mm/dd) Signature of the authorized signing officer of the corporation Telephone number

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

**958** \_\_\_\_\_ **959** \_\_\_\_\_  
Name (print) 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





**Net Income (Loss) for Income Tax Purposes  
(2011 and later tax years)**

Protected B when completed

Corporation's name Canadian Corporation No 2 2014 October NO 8	Business number 781172556RC0001	Tax year-end Year: 2   0   1   4   Month: 0   7   Day: 3   1
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- The purpose of this schedule is to provide a reconciliation between the corporation's net income (loss) as reported on the financial statements and its net income (loss) for tax purposes. For more information, see the *T2 Corporation Income Tax Guide*.
- All legislative references are to the *Income Tax Act*.

Amount calculated on line 9999 from Schedule 125		1,553,587	A
<b>Add:</b>			
Provision for income taxes – current	101	19,890	
Provision for income taxes – deferred	102		
Interest and penalties on taxes	103	692	
Amortization of tangible assets	104	25,156	
Amortization of natural resource assets	105		
Amortization of intangible assets	106		
Recapture of capital cost allowance from Schedule 8	107		
Gain on sale of eligible capital property from Schedule 10	108		
Loss in equity of subsidiaries and affiliates	110		
Loss on disposal of assets	111		
Charitable donations and gifts from Schedule 2	112		
Taxable capital gains from Schedule 6	113		
Political donations	114		
Holdbacks	115		
Deferred and prepaid expenses	116		
Depreciation in inventory – end of year	117		
Scientific research expenditures deducted per financial statements	118	18,379	
Capitalized interest	119		
Non-deductible club dues and fees	120		
Non-deductible meals and entertainment expenses	121	846	
Non-deductible automobile expenses	122		
Non-deductible life insurance premiums	123		
Non-deductible company pension plans	124		
Other reserves on lines 270 and 275 from Schedule 13	125		
Reserves from financial statements – balance at the end of the year	126		
Soft costs on construction and renovation of buildings	127		
Non-deductible fines and penalties under section 67.6	128		
Income or loss for tax purposes – partnerships	129		
Amounts calculated under section 34.2 – Schedule 73	130		
Income shortfall adjustment and additional amount from Schedule 73	131		
Income or loss for tax purposes – joint ventures	132		
Total of lines 201 to 294 on page 3	199	2,960	
Total of lines 101 to 199	500	67,923	B

Amount A plus amount B ..... 1,621,510

**Deduct:**

Gain on disposal of assets per financial statements .....	<b>401</b>	_____
Non-taxable dividend under section 83 from Schedule 3 .....	<b>402</b>	_____
Capital cost allowance from Schedule 8 .....	<b>403</b>	<u>25,229</u>
Terminal loss from Schedule 8 .....	<b>404</b>	_____
Cumulative eligible capital deduction from Schedule 10 .....	<b>405</b>	_____
Allowable business investment loss – Schedule 6 .....	<b>406</b>	_____
Foreign non-business tax deduction under subsection 20(12) .....	<b>407</b>	_____
Holdbacks .....	<b>408</b>	_____
Deferred and prepaid expenses .....	<b>409</b>	_____
Depreciation in inventory – end of prior year .....	<b>410</b>	_____
SR&ED expenditures claimed in the year from Form T661 (line 460) .....	<b>411</b>	<u>16,541</u>
Other reserves on line 280 from Schedule 13 .....	<b>413</b>	_____
Reserves from financial statements – balance at the beginning of the year .....	<b>414</b>	_____
Patronage dividend deduction on line 116 from Schedule 16 .....	<b>416</b>	_____
Contributions to deferred income plans from Schedule 15 .....	<b>417</b>	_____
Total of lines 300 to 394 on page 4 .....	<b>499</b>	_____

Total of lines 401 to 499 **510** 41,770 ▶ 41,770

**Net income (loss) for income tax purposes** – enter on line 300 on page 3 of the T2 return ..... 1,579,740

**Add:**

Accounts payable and accruals for cash basis – closing	201	_____
Accounts receivable and prepaid for cash basis – opening	202	_____
Accrual inventory – opening	203	_____
Accrued dividends – prior year	204	_____
Book loss on joint ventures or partnerships	205	_____
Capital items expensed	206	_____
Debt issue expense	208	_____
Deemed dividend income	209	_____
Deemed interest on loans to non-residents	210	_____
Deemed interest received	211	_____
Development expenses claimed in current year	212	_____
Dividend stop-loss adjustment	213	_____
Dividends credited to the investment account	214	_____
Exploration expenses claimed in current year	215	_____
Financing fees deducted in books	216	_____
Foreign accrual property income	217	_____
Foreign affiliate property income	218	_____
Foreign exchange included in retained earnings	219	_____
Gain on settlement of debt	220	_____
Interest paid on income debentures	221	_____
Limited partnership losses from Schedule 4	222	_____
Loss from international banking centres	223	_____
Mandatory inventory adjustment – included in current year	224	_____
Non-deductible advertising	226	_____
Non-deductible interest	227	_____
Non-deductible legal and accounting fees	228	_____
Optional value of inventory – included in current year	229	_____
Other expenses from financial statements	230	_____
Recapture of SR&ED expenditures – Form T661	231	_____
Resource amounts deducted	232	_____
Restricted farm losses – current year – Schedule 4	233	_____
Sales tax assessments	234	_____
Share issue expense	235	_____
Write-down of capital property	236	_____
Amounts received in respect of qualifying environmental trust per paragraphs 12(1)(z.1) and 12(1)(z.2)	237	_____
Contractors' completion method adjustment: revenue net of costs on contracts under 2 years – previous year	238	_____
Taxable/non-deductible other comprehensive income items	239	_____

**Other additions:**

<b>600</b> Miscellaneous	290	2,960
<b>601</b> _____	291	_____
<b>602</b> _____	292	_____
<b>603</b> _____	293	_____
<b>604</b> _____	294	_____

Total of lines 201 to 294 (enter this amount at line 199 on page 1) 2,960

**Deduct:**

Accounts payable and accruals for cash basis – opening . . . . .	<b>300</b>	_____
Accounts receivable and prepaid for cash basis – closing . . . . .	<b>301</b>	_____
Accrual inventory – closing . . . . .	<b>302</b>	_____
Accrued dividends – current year . . . . .	<b>303</b>	_____
Bad debt . . . . .	<b>304</b>	_____
Book income of joint venture or partnership . . . . .	<b>305</b>	_____
Equity in income from subsidiaries or affiliates . . . . .	<b>306</b>	_____
Exempt income under section 81 . . . . .	<b>307</b>	_____
Income from international banking centres . . . . .	<b>308</b>	_____
Mandatory inventory adjustment – included in prior year . . . . .	<b>309</b>	_____
Contributions to a qualifying environmental trust . . . . .	<b>310</b>	_____
Non-Canadian advertising expenses – broadcasting . . . . .	<b>311</b>	_____
Non-Canadian advertising expenses – printed materials . . . . .	<b>312</b>	_____
Optional value of inventory – included in prior year . . . . .	<b>313</b>	_____
Other income from financial statements . . . . .	<b>314</b>	_____
Payments made for allocations in proportion to borrowing and bonus interest payments from Schedule 17 . . . . .	<b>315</b>	_____
Contractors' completion method adjustment: revenue net of costs on contracts under 2 years – current year . . . . .	<b>316</b>	_____
Non-taxable/deductible other comprehensive income items . . . . .	<b>347</b>	_____

**Resource deductions:**

Canadian development expenses from Schedule 12 . . . . .	<b>340</b>	_____
Canadian exploration expenses from Schedule 12 . . . . .	<b>341</b>	_____
Canadian oil and gas property expenses from Schedule 12 . . . . .	<b>342</b>	_____
Depletion from Schedule 12 . . . . .	<b>344</b>	_____
Foreign exploration and development expenses from Schedule 12 . . . . .	<b>345</b>	_____

**Other deductions:**

<b>700</b> _____	<b>390</b>	_____
<b>701</b> _____	<b>391</b>	_____
<b>702</b> _____	<b>392</b>	_____
<b>703</b> _____	<b>393</b>	_____
<b>704</b> _____	<b>394</b>	_____

Total of lines 300 to 394 (enter this amount at line 499 on page 2) \_\_\_\_\_



**Capital Cost Allowance (CCA)  
(2006 and later tax years)**

Corporation's name <b>Canadian Corporation No 2, 2014 October NO 8</b>	Business Number <b>781172556RC0001</b>	Tax year-end Year: <b>2014</b> Month: <b>07</b> Day: <b>13</b>
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For more information, see the section called "Capital Cost Allowance" in the *T2 Corporation Income Tax Guide*.

Is the corporation electing under *Regulation 1101(5q)*? **101** 1 Yes  2 No

1 Class number	2 Undepreciated capital cost at the beginning of the year (amount from column 13 of last year's schedule 8)	3 Cost of acquisitions during the year (new property must be available for use) (see note 1 below)	4 Adjustments and transfers (show amounts that will reduce the undepreciated capital cost in brackets) (see note 2 below)	5 Proceeds of dispositions during the year (amount not to exceed the capital cost)	6 Undepreciated capital cost (column 2 plus or minus column 4 minus column 5)	7 50% rule (1/2 of the amount, if any, by which the net cost of acquisitions exceeds column 5) (see note 3 below)	8 Reduced undepreciated capital cost (column 6 minus column 7)	9 CCA rate % (see note 4 below)	10 Recapture of capital cost allowance (see note 5 below)	11 Terminal loss	12 Capital cost allowance (for declining balance method, column 8 multiplied by column 9, or a lower amount (see note 6 below))	13 Undepreciated capital cost at the end of the year (column 6 minus column 12)
8	34,128	203	205	207	34,128	211	34,128	212	213	215	217	220
10	39,287				39,287		39,287	30			11,786	27,501
29	24,771				24,771		24,771	NA			6,617	18,154
4.												
5.												
6.												
7.												
8.												

Note 1. Include any property acquired in previous years that has now become available for use. This property would have been previously excluded from column 3. List separately any acquisitions that are not subject to the 50% rule, see *Regulation 1100(2)* and (2.2).

Note 2. Enter in column 4, "Adjustments and transfers", amounts that increase or reduce the undepreciated capital cost (column 6). Items that **increase** the undepreciated capital cost include amounts transferred under section 85, or transferred on amalgamation or winding-up of a subsidiary. Items that **reduce** the undepreciated capital cost (show amounts that reduce the undepreciated capital cost in brackets) include government assistance received or entitled to be received in the year, or a reduction of capital cost after the application of section 80. See the *T2 Corporation Income Tax Guide* for other examples of adjustments and transfers to include in column 4.

Note 3. The net cost of acquisitions is the cost of acquisitions (column 3) **plus** or **minus** certain adjustments and transfers from column 4. For exceptions to the 50% rule, see Interpretation Bulletin IT-285, *Capital Cost Allowance - General Comments*.

Note 4. Enter a rate only if you are using the declining balance method. For any other method (for example the straight-line method, where calculations are always based on the cost of acquisitions), enter N/A. Then enter the amount you are claiming in column 12.

Note 5. For every entry in column 10, the "Recapture of capital cost allowance" there must be a corresponding entry in column 5, "Proceeds of dispositions during the year". The recapture and terminal loss rules do not apply to passenger vehicles in Class 10.1.

Note 6. If the tax year is shorter than 365 days, prorate the CCA claim. Some classes of property do not have to be prorated. See the *T2 Corporation Income Tax Guide* for more information.

<b>Totals</b>	<b>25,229</b>
Enter the total of column 10 on line 107 of Schedule 1.	
Enter the total of column 11 on line 404 of Schedule 1.	
Enter the total of column 12 on line 403 of Schedule 1.	



## Investment Tax Credit – Corporations (2012 and later tax years)

### General information

- Use this schedule:
  - to calculate an investment tax credit (ITC) earned during the tax year;
  - to claim a deduction against Part I tax payable;
  - to claim a refund of credit earned during the current tax year;
  - to claim a carryforward of credit from previous tax years;
  - to transfer a credit following an amalgamation or wind-up of a subsidiary, as described under subsections 87(1) and 88(1) of the federal *Income Tax Act*;
  - to request a credit carryback to one or more previous years; or
  - if you are subject to a recapture of ITC.
- The ITC is eligible for a three-year carryback (if not deductible in the year earned). It is also eligible for a twenty-year carryforward.
- All legislative references are to the federal *Income Tax Act* and *Income Tax Regulations*.
- Investments or expenditures, described in subsection 127(9) of the Act and Part XLVI of the Regulations, that earn an ITC are:
  - qualified property and qualified resource property (Parts 4 to 7 of this schedule);
  - expenditures that are part of the SR&ED qualified expenditure pool (Parts 8 to 17). File Form T661, *Scientific Research and Experimental Development (SR&ED) Expenditures Claim*;
  - pre-production mining expenditures (Parts 18 to 20);
  - apprenticeship job creation expenditures (Parts 21 to 23); and
  - child care spaces expenditures (Parts 24 to 28).
- Include a completed copy of this schedule with the *T2 Corporation Income Tax Return*. If you need more space, attach additional schedules.
- For more information on ITCs, see "Investment Tax Credit" in Guide T4012, *T2 Corporation – Income Tax Guide*, Information Circular IC 78-4, *Investment Tax Credit Rates*, and its related Special Release.
- For more information on SR&ED, see Brochure RC4472, *Overview of the Scientific Research and Experimental Development Program (SR&ED) Tax Incentive Program*; Brochure RC4467, *Support for your R&D in Canada*, and T4088, *Guide to Form T661 – Scientific Research and Experimental Development (SR&ED) Expenditures Claim*. Also see the *Eligibility of Work for SR&ED Investment Tax Credits Policy* at [www.cra.gc.ca/txcrdt/sred-rsde/clmng/lgblywrkfrsrdnvmntxcrdts-eng.html](http://www.cra.gc.ca/txcrdt/sred-rsde/clmng/lgblywrkfrsrdnvmntxcrdts-eng.html).

### Detailed information

- For the purpose of this schedule, **investment** means the capital cost of the property (excluding amounts added by an election under section 21 of the Act), determined without reference to subsections 13(7.1) and 13(7.4), minus the amount of any government or non-government assistance that the corporation has received, is entitled to receive, or can reasonably be expected to receive for that property when it files the income tax return for the year in which the property was acquired.
- An ITC deducted or refunded in a tax year for a depreciable property, other than a depreciable property deductible under paragraph 37(1)(b), reduces the capital cost of that property in the next tax year. It also reduces the undepreciated capital cost of that class in the next tax year. An ITC for SR&ED deducted or refunded in a tax year will reduce the balance in the pool of deductible SR&ED expenditures and the adjusted cost base (ACB) of an interest in a partnership in the next tax year. An ITC from pre-production mining expenditures deducted in a tax year reduces the balance in the pool of deductible cumulative Canadian exploration expenses in the next tax year.
- Property acquired has to be **available for use** before a claim for an ITC can be made. See subsections 127(11.2) and 248(19) for more information.
- Expenditures for SR&ED and capital costs for a property qualifying for an ITC must be identified by the claimant on Form T661 and Schedule 31 no later than 12 months after the claimant's income tax return is due for the tax year in which it incurred the expenditures or capital costs.
- Partnership allocations – Subsection 127(8) provides for the allocation of the amount that may reasonably be considered to be a partner's share of the ITCs of the partnership at the end of the fiscal period of the partnership. An allocation of ITCs is generally considered to be the partner's reasonable share of the ITCs if it is made in the same proportion in which the partners have agreed to share any income or loss and if section 103 is not applicable for the agreement to share any income or loss. Special rules apply to specified and limited partners. For more information, see Guide T4068, *Guide for the Partnership Information Return*.
- For SR&ED expenditures, the expression **in Canada** includes the "exclusive economic zone" (as defined in the *Oceans Act* to generally consist of an area that is within 200 nautical miles from the Canadian coastline), including the airspace, seabed and subsoil for that zone.
- For the purpose of this schedule, the expression **Atlantic Canada** includes the Gaspé Peninsula and the provinces of Newfoundland and Labrador, Prince Edward Island, Nova Scotia, and New Brunswick, as well as their respective offshore regions (prescribed in Regulation 4609).
- For the purpose of this schedule, **qualified property** means property in Atlantic Canada that is used primarily for manufacturing and processing, farming or fishing, logging, storing grain, or harvesting peat. Property in Atlantic Canada that is used primarily for oil and gas, and mining activities is considered qualified property only if acquired by the taxpayer **before** March 29, 2012. Qualified property includes new buildings and new machinery and equipment (prescribed in Regulation 4600), and if acquired by the taxpayer **after** March 28, 2012, new energy generation and conservation property (prescribed in Regulation 4600). Qualified property can also be used primarily to produce or process electrical energy or steam in a prescribed area (as described in Regulation 4610). See the definition of **qualified property** in subsection 127(9) of the Act for more information.
- For the purpose of this schedule, **qualified resource property** means property in Atlantic Canada that is used primarily for oil and gas, and mining activities, if acquired by the taxpayer **after** March 28, 2012, and **before** January 1, 2016. Qualified resource property includes new buildings and new machinery and equipment (prescribed in Regulation 4600). See the definition of **qualified resource property** in subsection 127(9) of the Act for more information.

**Detailed information (continued)**

- For the purpose of this schedule, **pre-production mining exploration expenditures** are pre-production mining expenditures incurred **after** March 28, 2012, by the taxpayer to determine the existence, location, extent, or quality of certain mineral resources in Canada, excluding expenses incurred in the exploration of an oil or gas well. See subparagraph (a)(i) of the definition of **pre-production mining expenditure** in subsection 127(9) for more information.
- For the purpose of this schedule, **pre-production mining development expenditures** are pre-production mining expenditures incurred **after** March 28, 2012, by the taxpayer to bring a new mineral resource mine in Canada into production, excluding expenses in the development of a bituminous sands deposit or an oil shale deposit. See subparagraph (a)(ii) of the definition of **pre-production mining expenditure** in subsection 127(9) for more information.

**Part 1 – Investments, expenditures, and percentages**

	<b>Specified percentage</b>
<b>Investments</b>	
Qualified property acquired primarily for use in Atlantic Canada . . . . .	10%
Qualified resource property acquired primarily for use in Atlantic Canada and acquired:	
– after March 28, 2012, and before 2014 . . . . .	10%
– after 2013 and before 2016 . . . . .	5%
– after 2015* . . . . .	0%
<b>Expenditures</b>	
If you are a Canadian-controlled private corporation (CCPC), this percentage may apply to the portion that you claim of the SR&ED qualified expenditure pool that does not exceed your expenditure limit (see Part 10 on page 5) . . . . .	35%
<b>Note:</b> If your current year's qualified expenditures are more than the corporation's expenditure limit (see Part 10 on page 5), the excess is eligible for an ITC calculated at the 20% rate**.	
If you are a corporation that is not a CCPC and have incurred qualified expenditures for SR&ED in any area in Canada:	
– before 2014** . . . . .	20%
– after 2013** . . . . .	15%
If you are a taxable Canadian corporation that incurred pre-production mining expenditures before March 29, 2012 . . . . .	10%
If you are a taxable Canadian corporation that incurred pre-production mining exploration expenditures***:	
– after March 28, 2012, and before 2013 . . . . .	10%
– in 2013 . . . . .	5%
– after 2013*** . . . . .	0%
If you are a taxable Canadian corporation that incurred pre-production mining development expenditures****:	
– after March 28, 2012, and before 2014**** . . . . .	10%
– in 2014 . . . . .	7%
– in 2015 . . . . .	4%
– after 2015**** . . . . .	0%
If you paid salary and wages to apprentices in the first 24 months of their apprenticeship contract for employment . . . . .	10%
If you incurred eligible expenditures after March 18, 2007, for the creation of licensed child care spaces for the children of your employees and, potentially, for other children . . . . .	25%
* A transitional relief rate of 10% may apply to property acquired after 2013 and before 2017, if the property is acquired under a written agreement entered into before March 29, 2012, or the property is acquired as part of a <b>phase</b> of a project where the construction or the engineering and design work for the construction started before March 29, 2012. See paragraph (a.1) of the definition of <b>specified percentage</b> in subsection 127(9) for more information.	
** The reduction of the rate from 20% to 15% applies to 2014 and later tax years, except that, for 2014 tax years that start before 2014, the reduction is pro-rated based on the number of days in the tax year that are after 2013.	
*** Pre-production mining exploration expenditures are described in subparagraph (a)(i) of the definition of <b>pre-production mining expenditure</b> in subsection 127(9).	
**** A transitional relief rate of 10% may apply to expenditures incurred after 2013 and before 2016, if the expenditure is incurred under a written agreement entered into before March 29, 2012, or the expenditure is incurred as part of the development of a new mine where the construction or the engineering and design work for the construction of the new mine started before March 29, 2012. See subparagraph (k)(ii) of the definition of <b>specified percentage</b> in subsection 127(9) for more information. Pre-production mining development expenditures are described in subparagraph (a)(ii) of the definition of <b>pre-production mining expenditure</b> in subsection 127(9).	



Corporation's name Canadian Corporation No 2 2014 October NO 8	Business number 781172556RC0001	Tax year-end Year: 2   0   1   4 Month: 0   7 Day: 3   1
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**Part 2 – Determination of a qualifying corporation**

Is the corporation a qualifying corporation? ..... **101** 1 Yes  2 No

For the purpose of a refundable ITC, a **qualifying corporation** is defined under subsection 127.1(2). The corporation has to be a CCPC and its taxable income (before any loss carrybacks) for its previous tax year cannot be more than its **qualifying income limit** for the particular tax year. If the corporation is associated with any other corporations during the tax year, the total of the taxable incomes of the corporation and the associated corporations (before any loss carrybacks), for their last tax year ending in the previous calendar year, cannot be more than their qualifying income limit for the particular tax year.

**Note:** A CCPC calculating a refundable ITC is considered to be associated with another corporation if it meets any of the conditions in subsection 256(1), except where:

- one corporation is associated with another corporation solely because one or more persons own shares of the capital stock of both corporations; and
- one of the corporations has at least one shareholder who is not common to both corporations.

If you are a **qualifying** corporation, you will earn a **100%** refund on your share of any ITCs earned at the 35% rate on qualified **current** expenditures for SR&ED, up to the allocated expenditure limit. The 100% refund does not apply to qualified **capital** expenditures eligible for the 35% credit rate. They are only eligible for the **40%** refund\*.

Some CCPCs that are **not qualifying** corporations may also earn a **100%** refund on their share of any ITCs earned at the 35% rate on qualified **current** expenditures for SR&ED, up to the allocated expenditure limit. The expenditure limit can be determined in Part 10 on page 5. The 100% refund does not apply to qualified **capital** expenditures eligible for the 35% credit rate. They are only eligible for the **40%** refund\*.

The 100% refund will not be available to a corporation that is an **excluded corporation** as defined under subsection 127.1(2). A corporation is an excluded corporation if, at any time during the year, it is a corporation that is either controlled by (directly or indirectly, in any manner whatever) or is related to:

- one or more persons exempt from Part I tax under section 149;
- Her Majesty in right of a province, a Canadian municipality, or any other public authority; or
- any combination of persons referred to in a) or b) above.

\* Capital expenditures incurred after December 31, 2013, including lease payments for property that would have been a capital expenditure if purchased directly, are **not** qualified SR&ED expenditures and are **not** eligible for an ITC on SR&ED expenditures.

**Part 3 – Corporations in the farming industry**

Complete this area if the corporation is making SR&ED contributions.

Is the corporation claiming a contribution in the current year to an agricultural organization whose goal is to finance SR&ED work (for example, check-off dues)? ..... **102** 1 Yes  2 No

Contributions to agricultural organizations for SR&ED\* ..... **103** \_\_\_\_\_

If **yes**, complete Schedule 125, *Income Statement Information*, to identify the type of farming industry the corporation is involved in. For more information on Schedule 125, see Guide RC4088, *General Index of Financial Information (GIFI)*. Enter contributions on line 350 of Part 8.

\* Enter only contributions not already included on Form T661. Include all of the contributions made before 2013 and 80% of the contributions made after 2012.

**Qualified Property and Qualified Resource Property**

**Part 4 – Eligible investments for qualified property and qualified resource property from the current tax year**

CCA* class number <b>105</b>	Description of investment <b>110</b>	Date available for use <b>115</b>	Location used (province or territory) <b>120</b>	Amount of investment <b>125</b>
1.				
2.				
3.				
4.				

**Total of investments for qualified property and qualified resource property** \_\_\_\_\_ A

\* CCA: capital cost allowance

**Part 5 – Current-year credit and account balances – ITC from investments in qualified property and qualified resource property**

ITC at the end of the previous tax year ..... B

**Deduct:**

Credit deemed as a remittance of co-op corporations ..... 210 \_\_\_\_\_

Credit expired ..... 215 \_\_\_\_\_

Subtotal (line 210 plus line 215) ..... **▶** \_\_\_\_\_ C

ITC at the beginning of the tax year (amount B minus amount C) ..... 220 \_\_\_\_\_

**Add:**

Credit transferred on amalgamation or wind-up of subsidiary ..... 230 \_\_\_\_\_

ITC from repayment of assistance ..... 235 \_\_\_\_\_

Qualified property; and qualified resource property acquired after March 28, 2012, and before January 1, 2014\* (applicable part of amount A from Part 4) .....  $\times 10\% =$  240 \_\_\_\_\_

Qualified resource property acquired after December 31, 2013, and before January 1, 2016 (applicable part of amount A from Part 4) .....  $\times 5\% =$  242 \_\_\_\_\_

Credit allocated from a partnership ..... 250 \_\_\_\_\_

Subtotal (total of lines 230 to 250) ..... **▶** \_\_\_\_\_ D

Total credit available (line 220 plus amount D) ..... E

**Deduct:**

Credit deducted from Part I tax (enter at amount D in Part 30) ..... 260 \_\_\_\_\_

Credit carried back to the previous year(s) (amount H from Part 6) ..... a \_\_\_\_\_

Credit transferred to offset Part VII tax liability ..... 280 \_\_\_\_\_

Subtotal (total of line 260, amount a, and line 280) ..... **▶** \_\_\_\_\_ F

Credit balance before refund (amount E minus amount F) ..... G

**Deduct:**

Refund of credit claimed on investments from qualified property and qualified resource property (from Part 7) ..... 310 \_\_\_\_\_

**ITC closing balance of investments from qualified property and qualified resource property** (amount G minus line 310) ..... 320 \_\_\_\_\_

\* Include investments acquired after 2013 and before 2017 that are eligible for transitional relief.

**Part 6 – Request for carryback of credit from investments in qualified property and qualified resource property**

	Year	Month	Day	
1st previous tax year				..... Credit to be applied 901 _____
2nd previous tax year				..... Credit to be applied 902 _____
3rd previous tax year				..... Credit to be applied 903 _____
				Total (enter at amount a in Part 5) ..... <b>=====</b> H

**Part 7 – Refund of ITC for qualifying corporations on investments from qualified property and qualified resource property**

Current-year ITCs (total of lines 240, 242, and 250 from Part 5) ..... I

Credit balance before refund (amount G from Part 5) ..... J

**Refund** (40% of amount I or J, whichever is less) ..... K

Enter amount K or a lesser amount on line 310 in Part 5 (also enter it on line 780 of the T2 return if the corporation does not claim an SR&amp;ED ITC refund).

Corporation's name Canadian Corporation No 2 2014 October NO 8	Business number 781172556RC0001	Tax year-end Year: 2   0   1   4 Month: 0   7 Day: 3   1
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### SR&ED

#### Part 8 – Qualified SR&ED expenditures

Current expenditures (line 557 on Form T661 plus line 103 from Part 3)*	350	25,253
Capital expenditures incurred before 2014 (from line 558 on Form T661)**	360	
Repayments made in the year (from line 560 on Form T661)	370	
<b>Qualified SR&amp;ED expenditures</b> (total of lines 350 to 370)	<b>380</b>	<b>25,253</b>

\* If you are claiming only contributions made to agricultural organizations for SR&ED, line 350 should equal line 103 in Part 3. Do not file Form T661.  
 \*\* Capital expenditures incurred after December 31, 2013, are not qualified SR&ED expenditures.

#### Part 9 – Components of the SR&ED expenditure limit calculation

Part 9 only applies if the corporation is a CCPC.

**Note:** A CCPC that calculates an SR&ED expenditure limit is considered to be associated with another corporation if it meets any of the conditions in subsection 256(1), except where:

- one corporation is associated with another corporation solely because one or more persons own shares of the capital stock of the corporation; and
- one of the corporations has at least one shareholder who is not common to both corporations.

Is the corporation associated with another CCPC for the purpose of calculating the SR&ED expenditure limit? . . . . **385** 1 Yes  2 No

Complete lines 390 and 398 if you answered **no** to the question at line 385 above or if the corporation is not associated with any other corporations (the amounts for associated corporations will be determined on Schedule 49).

Enter your taxable income for the previous tax year* (prior to any loss carry-backs applied)	390	187,530
Enter your taxable capital employed in Canada for the previous tax year minus \$10 million. If this amount is nil or negative, enter "0". If this amount is over \$40 million, enter \$40 million	398	

\* If either of the tax years referred to at line 390 is less than 51 weeks, **multiply** the taxable income by the following result: 365 **divided** by the number of days in these tax years.

#### Part 10 – SR&ED expenditure limit for a CCPC

<b>For a stand-alone corporation:</b>		<b>\$8,000,000</b>	
<b>Deduct:</b>			
Taxable income for the previous tax year (line 390 from Part 9) or \$500,000, whichever is more	500,000 × 10 =	5,000,000	A
Excess (\$8,000,000 minus amount A; if negative, enter "0")		3,000,000	B
\$40,000,000 minus line 398 from Part 9	40,000,000 a		
Amount a <b>divided</b> by \$40,000,000		1	C
<b>Expenditure limit for the stand-alone corporation</b> (amount B <b>multiplied</b> by amount C)		<b>3,000,000</b>	D*
<b>For an associated corporation:</b>			
If associated, the allocation of the SR&ED expenditure limit as provided on Schedule 49	400		E*
<b>Where the tax year of the corporation is less than 51 weeks, calculate the amount of the expenditure limit as follows:</b>			
Amount D or E	×	Number of days in the tax year 365 =	F
<b>Your SR&amp;ED expenditure limit for the year</b> (enter the amount from line D, E, or F, whichever applies)	410	<b>3,000,000</b>	

\* Amount D or E cannot be more than \$3,000,000.

**Part 11 – Investment tax credits on SR&ED expenditures**

Current expenditures (line 350 from Part 8) or the expenditure limit (line 410 from Part 10), whichever is less*	<b>420</b>	<u>25,253</u>	× 35% =	<u>8,839</u>	G
Line 350 <b>minus</b> line 410 (if negative, enter "0")**	<b>430</b>		× 20% =		H
Line 410 <b>minus</b> line 350 (if negative, enter "0")		<u>2,974,747</u>	b		
Capital expenditures (line 360 from Part 8) or amount b above, whichever is less*	<b>440</b>		× 35% =		I
Line 360 <b>minus</b> amount b above (if negative, enter "0")**	<b>450</b>		× 20% =		J
<b>Repayments</b> (amount from line 370 in Part 8)					
If a corporation makes a repayment of any government or non-government assistance, or contract payments that reduced the amount of qualified expenditures for ITC purposes, the amount of the repayment is eligible for a credit at the rate that would have applied to the repaid amount. Enter the amount of the repayment on the line that corresponds to the appropriate rate.**					
	<b>460</b>		× 35% =		c
	<b>480</b>		× 20% =		d
			Subtotal (amount c <b>plus</b> amount d)		K
<b>Current-year SR&amp;ED ITC</b> (total of amounts G to K; enter on line 540 in Part 12)				<u>8,839</u>	L

\* For corporations that are not CCPCs, enter "0" for amounts G and I.

\*\*For tax years that end after 2013, the general SR&ED rate is reduced from 20% to 15%, except that, for 2014 tax years that start before 2014, the reduction is pro-rated based on the number of days in the tax year that are after 2013.

**Part 12 – Current-year credit and account balances – ITC from SR&ED expenditures**

ITC at the end of the previous tax year					M
<b>Deduct:</b>					
Credit deemed as a remittance of co-op corporations	<b>510</b>				
Credit expired	<b>515</b>				
			Subtotal (line 510 <b>plus</b> line 515)		N
ITC at the beginning of the tax year (amount M <b>minus</b> amount N)				<b>520</b>	
<b>Add:</b>					
Credit transferred on amalgamation or wind-up of subsidiary	<b>530</b>				
Total current-year credit (from amount L in Part 11)	<b>540</b>	<u>8,839</u>			
Credit allocated from a partnership	<b>550</b>				
		<u>8,839</u>		<u>8,839</u>	O
Total credit available (line 520 <b>plus</b> amount O)				<u>8,839</u>	P
<b>Deduct:</b>					
Credit deducted from Part I tax (enter at amount E in Part 30)	<b>560</b>	<u>8,839</u>			
Credit carried back to the previous year(s) (amount S from Part 13)					e
Credit transferred to offset Part VII tax liability	<b>580</b>				
		<u>8,839</u>		<u>8,839</u>	Q
Credit balance before refund (amount P <b>minus</b> amount Q)					R
<b>Deduct:</b>					
Refund of credit claimed on SR&ED expenditures (from Part 14 or 15, whichever applies)	<b>610</b>				
<b>ITC closing balance on SR&amp;ED</b> (amount R <b>minus</b> line 610)	<b>620</b>				

**Part 13 – Request for carryback of credit from SR&ED expenditures**

	Year	Month	Day	
1st previous tax year				..... Credit to be applied <b>911</b> _____
2nd previous tax year				..... Credit to be applied <b>912</b> _____
3rd previous tax year				..... Credit to be applied <b>913</b> _____
<b>Total</b> (enter at amount e in Part 12)				_____ S

**Part 14 – Refund of ITC for qualifying corporations – SR&ED**

Complete this part only if you are a qualifying corporation as determined at line 101 in Part 2.

Is the corporation an excluded corporation as defined under subsection 127.1(2)? ..... **650** 1 Yes  2 No

Current-year ITC (lines 540 **plus** 550 from Part 12 **minus** amount K from Part 11) ..... 8,839 f

Refundable credits (amount f above or amount R from Part 12, whichever is less)\* ..... \_\_\_\_\_ T

**Deduct:**

Amount T or amount G from Part 11, whichever is less ..... \_\_\_\_\_ U

Net amount (amount T **minus** amount U; if negative, enter "0") ..... \_\_\_\_\_ V

Amount V **multiplied** by 40% ..... \_\_\_\_\_ W

**Add:**

Amount U ..... \_\_\_\_\_ X

**Refund of ITC** (amount W **plus** amount X – enter this, or a lesser amount, on line 610 in Part 12) ..... \_\_\_\_\_ Y

Enter the total of lines 310 from Part 5 and 610 from Part 12 on line 780 of the T2 return.

\* If you are also an excluded corporation [as defined in subsection 127.1(2)], this amount must be multiplied by 40%. Claim this, or a lesser amount, as your refund of ITC for amount Y.

**Part 15 – Refund of ITC for CCPCs that are not qualifying or excluded corporations – SR&ED**

Complete this box only if you are a CCPC that is not a qualifying or excluded corporation as determined at line 101 in Part 2.

Credit balance before refund (amount R from Part 12) ..... \_\_\_\_\_ Z

**Deduct:**

Amount Z or amount G from Part 11, whichever is less ..... \_\_\_\_\_ AA

Net amount (amount Z **minus** amount AA; if negative, enter "0") ..... \_\_\_\_\_ BB

Amount BB or amount I from Part 11, whichever is less ..... \_\_\_\_\_ CC

Amount CC **multiplied** by 40% ..... \_\_\_\_\_ DD

**Add:**

Amount AA ..... \_\_\_\_\_ EE

**Refund of ITC** (amount DD **plus** amount EE) ..... \_\_\_\_\_ FF

Enter FF, or a lesser amount, on line 610 in Part 12 and also on line 780 of the T2 return.

Corporation's name	Business number	<table style="width:100%; border-collapse: collapse;"> <tr> <td style="text-align: center;">Tax year-end</td> </tr> <tr> <td style="text-align: center;">Year      Month      Day</td> </tr> <tr> <td style="text-align: center;">               </td> </tr> </table>	Tax year-end	Year      Month      Day	
Tax year-end					
Year      Month      Day					

## Recapture – SR&ED

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

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

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

**Note:**

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

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

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

**Calculation 1 – If you meet all of the above conditions**

	Amount of ITC you originally calculated for the property you acquired, or the original user's ITC where you acquired the property from a non-arm's length party, as described in the note above	Amount calculated using ITC rate at the date of acquisition (or the original user's date of acquisition) on either the proceeds of disposition (if sold in an arm's length transaction) or the fair market value of the property (in any other case)	Amount from column 700 or 710, whichever is less
<b>700</b>	<b>710</b>		
1.			
2.			
3.			
4.			
<b>Subtotal</b> (enter this amount at amount C in Part 17)			

A

**Calculation 2 – Only if you transferred all or a part of the qualified expenditure to another person under an agreement described in subsection 127(13); otherwise, enter nil in amount B in Part 16 on page 9.**

	<b>A</b>	<b>B</b>	<b>C</b>
<b>720</b>	<b>730</b>	<b>740</b>	
1.			
2.			
3.			
4.			

Calculation 2 is continued on page 9.

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

**Calculation 2 (continued)** – Only if you transferred all or a part of the qualified expenditure to another person under an agreement described in subsection 127(13); otherwise, enter nil in amount B below.

	<b>D</b> Amount determined by the formula (A × B) – C (using the columns on page 8)	<b>E</b> ITC earned by the transferee for the qualified expenditures that were transferred	<b>F</b> Amount from column D or E, whichever is less
1.		<b>750</b>	
2.			
3.			
4.			
<b>Subtotal</b> (enter this amount at amount D in Part 17)			B

**Calculation 3**

As a member of the partnership, you will report your share of the SR&ED ITC of the partnership after the SR&ED ITC has been reduced by the amount of the recapture. If this amount is a positive amount, you will report it on line 550 in Part 12 on page 6. However, if the partnership does not have enough ITC otherwise available to offset the recapture, then the amount by which reductions to ITC exceed additions (the excess) will be determined and reported on line 760 below.

Corporate partner's share of the excess of SR&ED ITC (amount to be reported at amount E in Part 17) **760** \_\_\_\_\_

**Part 17 – Total recapture of SR&ED investment tax credit**

Recaptured ITC for calculation 1 from amount A in Part 16 .....		C
Recaptured ITC for calculation 2 from amount B in Part 16 .....		D
Recaptured ITC for calculation 3 from line 760 in Part 16 .....		E
<b>Total recapture of SR&amp;ED investment tax credit</b> – total of amounts C to E .....		<b>F</b>

Enter amount F at amount A in Part 29.



Corporation's name	Business number	<table style="width:100%; border-collapse: collapse;"> <tr> <td style="text-align: center;">Tax year-end</td> </tr> <tr> <td style="text-align: center;">Year      Month      Day</td> </tr> <tr> <td style="text-align: center;">               </td> </tr> </table>	Tax year-end	Year      Month      Day	
Tax year-end					
Year      Month      Day					

## Pre-Production Mining

### Part 18 – Pre-production mining expenditures

#### Exploration information

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

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

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

	List of minerals <b>800</b>	Project name <b>805</b>
1.		
2.		
3.		

	Mineral title <b>806</b>	Mining division <b>807</b>
1.		
2.		
3.		

#### Pre-production mining expenditures\*

**Exploration:**

Pre-production mining expenditures that the corporation incurred in the tax year for the purpose of determining the existence, location, extent, or quality of a mineral resource in Canada:

Prospecting .....	<b>810</b>	
Geological, geophysical, or geochemical surveys .....	<b>811</b>	
Drilling by rotary, diamond, percussion, or other methods .....	<b>812</b>	
Trenching, digging test pits, and preliminary sampling .....	<b>813</b>	

**Development:**

Pre-production mining expenditures incurred in the tax year for bringing a new mine in a mineral resource in Canada into production in reasonable commercial quantities and incurred before the new mine comes into production in such quantities:

Clearing, removing overburden, and stripping .....	<b>820</b>	
Sinking a mine shaft, constructing an adit, or other underground entry .....	<b>821</b>	

Other pre-production mining expenditures incurred in the tax year:

	Description <b>825</b>	Amount <b>826</b>
1.		
2.		
3.		
Add amounts in column 826		<div style="display: flex; justify-content: space-between; align-items: center;"> <span>▶</span> <span style="border-bottom: 1px solid black; width: 100px;"></span> <span>A</span> </div>

\* A pre-production mining expenditure is defined under subsection 127(9).

**Part 18 – Pre-production mining expenditures (continued)**

Total pre-production mining expenditures (total of lines 810 to 821 and amount A) ..... **830** \_\_\_\_\_

**Deduct:**

Total of all assistance (grants, subsidies, rebates, and forgivable loans) or reimbursements that the corporation has received or is entitled to receive in respect of the amounts referred to at line 830 above ..... **832** \_\_\_\_\_

Excess (line 830 minus line 832) (if negative, enter "0") ..... \_\_\_\_\_ B

**Add:**

Repayments of government and non-government assistance ..... **835** \_\_\_\_\_

**Pre-production mining expenditures** (amount B plus line 835) ..... \_\_\_\_\_ C

**Part 19 – Current-year credit and account balances – ITC from pre-production mining expenditures**

ITC at the end of the previous tax year ..... \_\_\_\_\_ D

**Deduct:**

Credit deemed as a remittance of co-op corporations ..... **841** \_\_\_\_\_

Credit expired ..... **845** \_\_\_\_\_

Subtotal (line 841 plus line 845) ..... \_\_\_\_\_ E

ITC at the beginning of the tax year (amount D minus amount E) ..... **850** \_\_\_\_\_

**Add:**

Credit transferred on amalgamation or wind-up of subsidiary ..... **860** \_\_\_\_\_

Pre-production mining expenditures\* incurred before January 1, 2013 (applicable part of amount C from Part 18) ..... **870** \_\_\_\_\_ × 10% = \_\_\_\_\_ a

Pre-production mining exploration expenditures incurred in 2013 (applicable part of amount C from Part 18) ..... **872** \_\_\_\_\_ × 5% = \_\_\_\_\_ b

Pre-production mining development expenditures incurred in 2014 (applicable part of amount C from Part 18) ..... **874** \_\_\_\_\_ × 7% = \_\_\_\_\_ c

Pre-production mining development expenditures incurred in 2015 (applicable part of amount C from Part 18) ..... **876** \_\_\_\_\_ × 4% = \_\_\_\_\_ d

Current year credit (total of amounts a to d) **880** ..... \_\_\_\_\_ F

Total credit available (total of lines 850, 860, and amount F) ..... \_\_\_\_\_ G

**Deduct:**

Credit deducted from Part I tax (enter at amount F in Part 30) ..... **885** \_\_\_\_\_

Credit carried back to the previous year(s) (amount I from Part 20) ..... \_\_\_\_\_ e

Subtotal (line 885 plus amount e) ..... \_\_\_\_\_ H

**ITC closing balance from pre-production mining expenditures** (amount G minus amount H) ..... **890** \_\_\_\_\_

\* Also include pre-production mining development expenditures incurred before 2014 and pre-production mining development expenditures incurred after 2013 and before 2016 that are eligible for transitional relief.

**Part 20 – Request for carryback of credit from pre-production mining expenditures**

	Year	Month	Day		
1st previous tax year				.....	Credit to be applied <b>921</b> _____
2nd previous tax year				.....	Credit to be applied <b>922</b> _____
3rd previous tax year				.....	Credit to be applied <b>923</b> _____
<b>Total</b> (enter at amount e in Part 19)					<u>_____</u> I

Corporation's name	Business number	<table style="width:100%; border-collapse: collapse;"> <tr> <td style="border: none;">Tax year-end</td> <td style="border: none;">Year</td> <td style="border: none;">Month</td> <td style="border: none;">Day</td> </tr> <tr> <td style="border: none;"> </td> <td style="border: none;"> </td> <td style="border: none;"> </td> <td style="border: none;"> </td> </tr> </table>	Tax year-end	Year	Month	Day				
Tax year-end	Year	Month	Day							

## Apprenticeship Job Creation

### Part 21 – Total current-year credit – ITC from apprenticeship job creation expenditures

If you are a related person as defined under subsection 251(2), has it been agreed in writing that you are the only employer who will be claiming the apprenticeship job creation tax credit for this tax year for each apprentice whose contract number (or social insurance number or name) appears below? (If not, you cannot claim the tax credit.) ..... **611** 1 Yes  2 No

For each apprentice in their first 24 months of the apprenticeship, enter the apprenticeship contract number registered with Canada, or a province or territory, under an apprenticeship program designed to certify or license individuals in the trade. For the province, the trade must be a Red Seal trade. If there is no contract number, enter the social insurance number (SIN) or the name of the eligible apprentice.

	A Contract number (SIN or name of apprentice) <b>601</b>	B Name of eligible trade <b>602</b>	C Eligible salary and wages* <b>603</b>	D Column C x 10% <b>604</b>	E Lesser of column D or \$2000 <b>605</b>
1.					
2.					
3.					
4.					
Total current-year credit (enter at line 640 in Part 22)					A

\* Net of any other government or non-government assistance received or to be received.

### Part 22 – Current-year credit and account balances – ITC from apprenticeship job creation expenditures

ITC at the end of the previous tax year .....		B
<b>Deduct:</b>		
Credit deemed as a remittance of co-op corporations ..... <b>612</b>		
Credit expired after 20 tax years ..... <b>615</b>		
Subtotal (line 612 plus line 615)	▶	C
ITC at the beginning of the tax year (amount B minus amount C) .....	<b>625</b>	
<b>Add:</b>		
Credit transferred on amalgamation or wind-up of subsidiary ..... <b>630</b>		
ITC from repayment of assistance ..... <b>635</b>		
Total current-year credit (amount A from Part 21) .....	<b>640</b>	
Credit allocated from a partnership ..... <b>655</b>		
Subtotal (total of lines 630 to 655)	▶	D
Total credit available (line 625 plus amount D) .....		E
<b>Deduct:</b>		
Credit deducted from Part I tax (enter at amount G in Part 30) .....	<b>660</b>	
Credit carried back to the previous year(s) (amount G from Part 23) .....	a	
Subtotal (line 660 plus amount a)	▶	F
<b>ITC closing balance from apprenticeship job creation expenditures</b> (amount E minus amount F) .....	<b>690</b>	

Corporation's name	Business number	<table style="width:100%; border-collapse: collapse;"> <tr> <td style="text-align: center;">Tax year-end</td> </tr> <tr> <td style="text-align: center;">Year      Month      Day</td> </tr> <tr> <td style="text-align: center;">               </td> </tr> </table>	Tax year-end	Year      Month      Day	
Tax year-end					
Year      Month      Day					

**Part 23 – Request for carryback of credit from apprenticeship job creation expenditures**

	<table border="1" style="width:100%; border-collapse: collapse;"> <tr> <td style="width:33%; text-align: center;">Year</td> <td style="width:33%; text-align: center;">Month</td> <td style="width:33%; text-align: center;">Day</td> </tr> <tr> <td style="text-align: center;">     </td> <td style="text-align: center;">   </td> <td style="text-align: center;">     </td> </tr> </table>	Year	Month	Day					
Year	Month	Day							
1st previous tax year		..... Credit to be applied	<b>931</b> _____						
2nd previous tax year		..... Credit to be applied	<b>932</b> _____						
3rd previous tax year		..... Credit to be applied	<b>933</b> _____						
<b>Total</b> (enter at amount a in Part 22)			_____ <b>G</b>						

**Child Care Spaces**

**Part 24 – Eligible child care spaces expenditures**

Enter the eligible expenditures that the corporation incurred to create licensed child care spaces for the children of the employees and, potentially, for other children. The corporation cannot be carrying on a child care services business. The eligible expenditures include:

- the cost of depreciable property (other than specified property); and
  - the specified child care start-up expenditures;
- acquired or incurred only to create new child care spaces at a licensed child care facility.

**Cost of depreciable property from the current tax year**

CCA* class number	Description of investment	Date available for use	Amount of investment
<b>665</b>	<b>675</b>	<b>685</b>	<b>695</b>
1.			
2.			
3.			
4.			
5.			
Total cost of depreciable property from the current tax year			<b>715</b> _____

**Add:**

Specified child care start-up expenditures from the current tax year ..... **705** \_\_\_\_\_

Total gross eligible expenditures for child care spaces (line 715 plus line 705) ..... **A**

**Deduct:**

Total of all assistance (including grants, subsidies, rebates, and forgivable loans) or reimbursements that the corporation has received or is entitled to receive in respect of the amounts referred to at line A ..... **725** \_\_\_\_\_

Excess (amount A minus line 725) (if negative, enter "0") ..... **B**

**Add:**

Repayments by the corporation of government and non-government assistance ..... **735** \_\_\_\_\_

**Total eligible expenditures for child care spaces** (amount B plus line 735) ..... **745** \_\_\_\_\_

\* CCA: capital cost allowance

**Part 25 – Current-year credit – ITC from child care spaces expenditures**

The credit is equal to 25% of eligible child care spaces expenditures incurred to a maximum of \$10,000 per child care space created in a licensed child care facility.

Eligible expenditures (from line 745) ..... \_\_\_\_\_ × 25% = \_\_\_\_\_ C

Number of child care spaces ..... **755** \_\_\_\_\_ × \$10,000 = \_\_\_\_\_ D

**ITC from child care spaces expenditures** (amount C or D, whichever is less) ..... \_\_\_\_\_ E

**Part 26 – Current-year credit and account balances – ITC from child care spaces expenditures**

ITC at the end of the previous tax year ..... \_\_\_\_\_ F

**Deduct:**

Credit deemed as a remittance of co-op corporations ..... **765** \_\_\_\_\_

Credit expired after 20 tax years ..... **770** \_\_\_\_\_

Subtotal (line 765 plus line 770) ..... **775** \_\_\_\_\_ ▶ G

ITC at the beginning of the tax year (amount F minus amount G) ..... **775** \_\_\_\_\_

**Add:**

Credit transferred on amalgamation or wind-up of subsidiary ..... **777** \_\_\_\_\_

Total current-year credit (amount E from Part 25) ..... **780** \_\_\_\_\_

Credit allocated from a partnership ..... **782** \_\_\_\_\_

Subtotal (total of lines 777 to 782) ..... \_\_\_\_\_ ▶ H

Total credit available (line 775 plus amount H) ..... \_\_\_\_\_ I

**Deduct:**

Credit deducted from Part I tax (enter at amount H in Part 30) ..... **785** \_\_\_\_\_

Credit carried back to the previous year(s) (amount K from Part 27) ..... \_\_\_\_\_ a

Subtotal (line 785 plus amount a) ..... \_\_\_\_\_ ▶ J

**ITC closing balance from child care spaces expenditures** (amount I minus amount J) ..... **790** \_\_\_\_\_

**Part 27 – Request for carryback of credit from child care space expenditures**

	Year	Month	Day
1st previous tax year			
2nd previous tax year			
3rd previous tax year			

..... Credit to be applied **941** \_\_\_\_\_

..... Credit to be applied **942** \_\_\_\_\_

..... Credit to be applied **943** \_\_\_\_\_

**Total** (enter at amount a in Part 26) ..... \_\_\_\_\_ K

Corporation's name	Business number	Tax year-end Year    Month    Day
--------------------	-----------------	--------------------------------------

## Recapture – Child Care Spaces

### Part 28 – Recapture of ITC for corporations and corporate partnerships – Child care spaces

The ITC will be recovered against the taxpayer's tax otherwise payable under Part I of the Act if, at any time within 60 months of the day on which the taxpayer acquired the property:

- the new child care space is no longer available; or
- property that was an eligible expenditure for the child care space is:
  - disposed of or leased to a lessee; or
  - converted to another use.

If the property disposed of is a child care space, the amount that can reasonably be considered to have been included in the original ITC (paragraph 127(27.12)(a)) **792** \_\_\_\_\_

In the case of eligible expenditures (paragraph 127(27.12)(b)), the lesser of:

The amount that can reasonably be considered to have been included in the original ITC **795** \_\_\_\_\_

25% of either the proceeds of disposition (if sold in an arm's length transaction) or the fair market value (in any other case) of the property **797** \_\_\_\_\_

Amount from line 795 or line 797, whichever is less \_\_\_\_\_ **A**

#### Corporate partnerships

As a member of the partnership, you will report your share of the child care spaces ITC of the partnership after the child care spaces ITC has been reduced by the amount of the recapture. If this amount is a positive amount, you will report it on line 782 in Part 26 on page 14. However, if the partnership does not have enough ITC otherwise available to offset the recapture, then the amount by which reductions to ITC exceed additions (the excess) will be determined and reported on line 799 below.

Corporate partner's share of the excess of ITC **799** \_\_\_\_\_

**Total recapture of child care spaces investment tax credit** (total of line 792, amount A, and line 799) \_\_\_\_\_ **B**

Enter amount B at amount B in Part 29.

## Summary of Investment Tax Credits

### Part 29 – Total recapture of investment tax credit

Recaptured SR&ED ITC (from amount F in Part 17) \_\_\_\_\_ **A**

Recaptured child care spaces ITC (from amount B in Part 28) \_\_\_\_\_ **B**

**Total recapture of investment tax credit** (amount A plus amount B) \_\_\_\_\_ **C**

Enter amount C on line 602 on page 7 of the T2 return.

### Part 30 – Total ITC deducted from Part I tax

ITC from investments in qualified property deducted from Part I tax (from line 260 in Part 5) \_\_\_\_\_ **D**

ITC from SR&ED expenditures deducted from Part I tax (from line 560 in Part 12) **8,839** **E**

ITC from pre-production mining expenditures deducted from Part I tax (from line 885 in Part 19) \_\_\_\_\_ **F**

ITC from apprenticeship job creation expenditures deducted from Part I tax (from line 660 in Part 22) \_\_\_\_\_ **G**

ITC from child care space expenditures deducted from Part I tax (from line 785 in Part 26) \_\_\_\_\_ **H**

**Total ITC deducted from Part I tax** (total of amounts D to H) **8,839** **I**

Enter amount I at line 652 on page 7 of the T2 return.

## SCIENTIFIC RESEARCH AND EXPERIMENTAL DEVELOPMENT (SR&ED) EXPENDITURES CLAIM

**Use this form:**

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

**To claim an ITC, use either:**

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

The information requested in this form and documents supporting your expenditures are prescribed information.

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

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

**Part 1 – General information**

<p><b>010</b> Name of claimant</p> <p style="text-align: center; font-size: 1.2em;">Canadian Corporation No 2 2014 October NO 8</p> <p>Tax year</p> <p>From: <table style="display: inline-table; border: 1px solid black; text-align: center; width: 100px;"><tr><td style="width: 25px;"> </td><td style="width: 25px;"> </td><td style="width: 25px;"> </td><td style="width: 25px;"> </td></tr><tr><td>Year</td><td>Month</td><td>Day</td><td> </td></tr></table></p> <p>To: <table style="display: inline-table; border: 1px solid black; text-align: center; width: 100px;"><tr><td style="width: 25px;"> </td><td style="width: 25px;"> </td><td style="width: 25px;"> </td><td style="width: 25px;"> </td></tr><tr><td>Year</td><td>Month</td><td>Day</td><td> </td></tr></table></p>					Year	Month	Day						Year	Month	Day		<p>Enter one of the following:</p> <table style="margin: 10px auto; border-collapse: collapse;"> <tr> <td style="border: 1px solid black; padding: 2px 5px;">7</td><td style="border: 1px solid black; padding: 2px 5px;">8</td><td style="border: 1px solid black; padding: 2px 5px;">1</td><td style="border: 1px solid black; padding: 2px 5px;">1</td><td style="border: 1px solid black; padding: 2px 5px;">7</td><td style="border: 1px solid black; padding: 2px 5px;">2</td><td style="border: 1px solid black; padding: 2px 5px;">5</td><td style="border: 1px solid black; padding: 2px 5px;">5</td><td style="border: 1px solid black; padding: 2px 5px;">6</td><td style="border: 1px solid black; padding: 2px 5px;">R</td><td style="border: 1px solid black; padding: 2px 5px;">C</td><td style="border: 1px solid black; padding: 2px 5px;">0</td><td style="border: 1px solid black; padding: 2px 5px;">0</td><td style="border: 1px solid black; padding: 2px 5px;">0</td><td style="border: 1px solid black; padding: 2px 5px;">1</td> </tr> <tr> <td colspan="15" style="text-align: center; font-size: 0.8em;">Business number (BN)</td> </tr> <tr> <td colspan="15" style="text-align: center; height: 20px;"> </td> </tr> <tr> <td colspan="15" style="text-align: center; font-size: 0.8em;">Social insurance number (SIN)</td> </tr> </table>	7	8	1	1	7	2	5	5	6	R	C	0	0	0	1	Business number (BN)																														Social insurance number (SIN)														
Year	Month	Day																																																																											
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7	8	1	1	7	2	5	5	6	R	C	0	0	0	1																																																															
Business number (BN)																																																																													
Social insurance number (SIN)																																																																													
<p><b>050</b> Total number of projects you are claiming this tax year:</p> <p style="text-align: center; font-size: 1.2em;">1</p>	<p><b>100</b> Contact person for the financial information</p> <p style="font-size: 1.1em;">Leo Hanley</p>	<p><b>105</b> Telephone number/extension</p> <p style="text-align: center; font-size: 1.1em;">403 266 4883</p>	<p><b>110</b> Fax number</p> <p style="text-align: center; font-size: 1.1em;">403 266 4875</p>																																																																										
<p><b>115</b> Contact person for the technical information</p> <p style="font-size: 1.1em;">Leo Hanley</p>	<p><b>120</b> Telephone number/extension</p> <p style="text-align: center; font-size: 1.1em;">403 266 4883</p>	<p><b>125</b> Fax number</p> <p style="text-align: center; font-size: 1.1em;">403 266 4875</p>																																																																											

<b>151</b> If this claim is filed for a partnership, was Form T5013 filed? .....	1	<input type="checkbox"/> Yes	2	<input type="checkbox"/> No
If you answered <b>no</b> to line 151, complete lines 153, 156 and 157.				
<b>153</b> Names of the partners	<b>156</b> %	<b>157</b> BN or SIN		
1				
2				
3				
4				
5				



**Part 2 – Project information**

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

<b>Section A – Project identification</b>																										
<b>200</b> Project title (and identification code if applicable)																										
Fur 2014.1																										
<b>202</b> Project start date	<b>204</b> Completion or expected completion date	<b>206</b> Field of science or technology code (See guide for list of codes)																								
<table border="1" style="margin: auto;"> <tr> <td style="width: 20px; text-align: center;">2</td> <td style="width: 20px; text-align: center;">0</td> <td style="width: 20px; text-align: center;">1</td> <td style="width: 20px; text-align: center;">3</td> <td style="width: 20px; text-align: center;">0</td> <td style="width: 20px; text-align: center;">8</td> </tr> <tr> <td style="font-size: 8px;">Year</td> <td></td> <td style="font-size: 8px;">Month</td> <td></td> <td></td> <td></td> </tr> </table>	2	0	1	3	0	8	Year		Month				<table border="1" style="margin: auto;"> <tr> <td style="width: 20px; text-align: center;">2</td> <td style="width: 20px; text-align: center;">0</td> <td style="width: 20px; text-align: center;">1</td> <td style="width: 20px; text-align: center;">5</td> <td style="width: 20px; text-align: center;">0</td> <td style="width: 20px; text-align: center;">3</td> </tr> <tr> <td style="font-size: 8px;">Year</td> <td></td> <td style="font-size: 8px;">Month</td> <td></td> <td></td> <td></td> </tr> </table>	2	0	1	5	0	3	Year		Month				2.05.05
2	0	1	3	0	8																					
Year		Month																								
2	0	1	5	0	3																					
Year		Month																								
Project claim history																										
<b>208</b> 1 <input type="checkbox"/> Continuation of a previously claimed project <b>210</b> 1 <input checked="" type="checkbox"/> First claim for the project																										
<b>218</b> Was any of the work done jointly or in collaboration with other businesses? ..... 1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No																										
If you answered <b>yes</b> to line 218, complete lines 220 and 221.																										
<b>220</b>	Names of the businesses	<b>221</b> BN																								
1																										
2																										
3																										
<b>Section B – Project descriptions</b>																										
<b>242</b> What scientific or technological uncertainties did you attempt to overcome – uncertainties that could not be removed using standard practice? (Maximum 350 words)																										
Any previously acquired knowledge and experience could not help in this project, since it was the first time we attempted to develop concepts for paint brushed fur. We faced many obstacles and (continue in attached paper)																										
<b>244</b> What work did you perform in the tax year to overcome the scientific or technological uncertainties described in Line 242? (Summarize the systematic investigation or search) (Maximum 700 words)																										
Based on new print technologies and initial experiment made, printing on fur to obtain a stencil will result in: the print placement will be used on the top of the fur in order to take the best quality of the fur.																										
<b>246</b> What scientific or technological advancements did you achieve as a result of the work described in Line 244? (Maximum 350 words)																										
We have advanced the company's technological knowledge and manufacturing processes capabilities in the following areas: - Many kind of furs, because of their long and short hairs, give soft hand, but (continue in attached paper)																										

**242** What scientific or technological uncertainties did you attempt to overcome – uncertainties that could not be removed using standard practice? (Maximum 350 words)

Any previously acquired knowledge and experience could not help in this project, since it was the first time we attempted to develop concepts for paint brushed fur. We faced many obstacles and complexities.

- Will the method of applying the print to the fur be possible?
- How large will the fur panels be when printed?
- Will any kind of fur, with its long hair and short hair, be suitable for the print?
- Is the print more suited to a skin with only one type of hair?
- How resistant will be the print to any surface?

**244** What work did you perform in the tax year to overcome the scientific or technological uncertainties described in Line 242? (Summarize the systematic investigation or search) (Maximum 700 words)

Based on new print technologies and initial experiment made, printing on fur to obtain a stencil will result in: the print placement will be used on the top of the fur in order to take the best quality of the fur.

**246** What scientific or technological advancements did you achieve as a result of the work described in Line 244? (Maximum 350 words)

We have advanced the company's technological knowledge and manufacturing process capabilities

in the following areas:

- Many kind of furs, because of their long and short hairs, give soft hand, but the overall piece of fur is not usable to the maximum. There is a lot of loss because it rapidly degrades when subject to wear rub testing. It is not cost effective because so little fur remains usable.

**Part 2 – Project information (continued)**

Section C – Additional project information			
Who prepared the responses for Section B?			
<b>253</b>	1	<input checked="" type="checkbox"/> Employee directly involved in the project	<b>254</b> Name Leo Hanley
<b>255</b>	1	<input type="checkbox"/> Other employee of the company	<b>256</b> Name
<b>257</b>	1	<input type="checkbox"/> External consultant	<b>258</b> Name <span style="float: right;"><b>259</b> Firm</span>
List the key individuals directly involved in the project and indicate their qualifications/experience.			
<b>260</b>		Names	<b>261</b> Qualifications/experience and position title
	1	Leo Hanley	team leader
	2	Peter Mendoza	technician
	3		
<b>265</b>	Are you claiming any salary or wages for SR&ED performed outside Canada? .....		1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No
<b>266</b>	Are you claiming expenditures for SR&ED carried out on behalf of another party? .....		1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No
<b>267</b>	Are you claiming expenditures for SR&ED performed by people other than your employees? .....		1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No
If you answered <b>yes</b> to line 267, complete lines 268 and 269.			
<b>268</b>		Names of individuals or companies	<b>269</b> BN
	1		
	2		
What evidence do you have to support your claim? (Check any that apply) You do not need to submit these items with the claim. However, you are required to retain them in the event of a review.			
<b>270</b>	1	<input type="checkbox"/> Project planning documents	<b>276</b> 1 <input type="checkbox"/> Progress reports, minutes of project meetings
<b>271</b>	1	<input checked="" type="checkbox"/> Records of resources allocated to the project, time sheets	<b>277</b> 1 <input type="checkbox"/> Test protocols, test data, analysis of test results, conclusions
<b>272</b>	1	<input checked="" type="checkbox"/> Design of experiments	<b>278</b> 1 <input type="checkbox"/> Photographs and videos
<b>273</b>	1	<input type="checkbox"/> Project records, laboratory notebooks	<b>279</b> 1 <input checked="" type="checkbox"/> Samples, prototypes, scrap or other artefacts
<b>274</b>	1	<input type="checkbox"/> Design, system architecture and source code	<b>280</b> 1 <input type="checkbox"/> Contracts
<b>275</b>	1	<input checked="" type="checkbox"/> Records of trial runs	<b>281</b> 1 <input type="checkbox"/> Others, specify <b>282</b> _____

What did you spend on your SR&ED projects?

**Section A – Select the method to calculate the SR&ED expenditures**

I elect (choose) to use the following method to calculate my SR&ED expenditures and related investment tax credits (ITC) for this tax year.  
I understand that my election is irrevocable (cannot be changed) for this tax year.

**160**  I elect to use the proxy method  
(Enter "0" on line 360. Complete Part 5 and you do not need to track any expenditure incurred for overhead)

**162**  I choose to use the traditional method  
(Enter "0" on line 355. Complete line 360, and track any expenditure incurred for overhead)

**Section B – Calculation of allowable SR&ED expenditures (to the nearest dollar)**

• SR&ED portion of salary or wages of employees directly engaged in the SR&ED:			
a) Employees other than specified employees for work performed in Canada	300	+	12,073
b) Specified employees for work performed in Canada	305	+	4,881
	306	=	16,954
<b>Subtotal</b> (add lines 300 and 305)	306	=	16,954
c) Employees other than specified employees for work performed outside Canada (subject to limitations – see guide)	307	+	
d) Specified employees for work performed outside Canada (subject to limitations – see guide)	309	+	
• Salary or wages identified on line 315 in prior years that were paid in this tax year	310	+	
• Salary or wages incurred in the year but not paid within 180 days of the tax year end	315		
• Cost of materials consumed in performing SR&ED	320	+	1,425
• Cost of materials transformed in performing SR&ED	325	+	
• Contract expenditures for SR&ED performed on your behalf:			
a) Arm's length contracts (see note 1)	340	+	
b) Non-arm's length contracts (see note 1)	345	+	
• Lease costs of equipment used before 2014:			
a) All or substantially all (90% of the time or more) for SR&ED	350	+	
b) Primarily (more than 50% of the time but less than 90%) for SR&ED. (Enter 50% of lease costs if you use the proxy method or enter "0" if you use the traditional method)	355	+	
• Overhead and other expenditures (enter "0" if you use the proxy method)	360	+	
• Third-party payments (see note 2) (complete Form T1263*)	370	+	
<b>Total current SR&amp;ED expenditures</b> (add lines 306 to 370; do not add line 315) (Corporations need to adjust line 118 of schedule T2SCH1)	380	=	18,379
• Capital expenditures for depreciable property available for use before 2014 (Do not include these capital expenditures on schedule T2SCH8)	390	+	
<b>Total allowable SR&amp;ED expenditures</b> (add lines 380 and 390)	400	=	18,379

**Section C – Calculation of pool of deductible SR&ED expenditures (to the nearest dollar)**

Amount from line 400	420		18,379
<b>Deduct</b>			
• provincial government assistance for expenditures included on line 400	429	-	1,838
• other government assistance for expenditures included on line 400	431	-	
• non-government assistance for expenditures included on line 400	432	-	
• SR&ED ITCs applied and/or refunded in the prior year (see guide)	435	-	
• sale of SR&ED capital assets and other deductions	440	-	
<b>Subtotal</b> (line 420 minus lines 429 to 440)	442	=	16,541
<b>Add</b>			
• repayments of government and non-government assistance that previously reduced the SR&ED expenditure pool	445	+	
• prior year's pool balance of deductible SR&ED expenditures (from line 470 of prior year T661)	450	+	
• SR&ED expenditure pool transfer from amalgamation or wind-up	452	+	
• amount of SR&ED ITC recaptured in the prior year	453	+	
<b>Amount available for deduction</b> (add lines 442 to 453) (enter positive amount only, include negative amount in income)	455	=	16,541
• Deduction claimed in the year (Corporations should enter this amount on line 411 of schedule T2SCH1)	460	-	16,541
<b>Pool balance of deductible SR&amp;ED expenditures to be carried forward to future years</b> (line 455 minus 460)	470	=	

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

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

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

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

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

Enter the breakdown between current and capital expenditures (to the nearest dollar)		Current Expenditures	Capital Expenditures
<b>Total expenditures for SR&amp;ED</b> (from lines 380 and 390) . . . . .	492	18,379	496
<b>Add</b>			
• payment of prior years' unpaid amounts (other than salary or wages) . . . . .	500	+	
• prescribed proxy amount (complete Part 5) (Enter "0" if you use the traditional method) . . . . .	502	+	9,680
• expenditures on shared-use equipment for property acquired before 2014 . . . . .			504 +
• qualified expenditures transferred to you (see note 3) (complete Form T1146**) . . . . .	508	+	510 +
<b>Subtotal</b> (add lines 492 to 508, and add lines 496 to 510) . . . . .	511	=	28,059 512 =
<b>Deduct (see note 4)</b>			
• provincial government assistance . . . . .	513	-	2,806 514 -
• other government assistance . . . . .	515	-	516 -
• non-government assistance and contract payments . . . . .	517	-	518 -
• current expenditures (other than salary or wages) not paid within 180 days of the tax year end . . . . .	520	-	
• amounts paid in respect of an SR&ED contract to a person or partnership that is not a taxable supplier . . . . .	528	-	
• 20% of expenditures included on lines 340 and 370 that were incurred after December 31, 2012 . . . . .	529	-	
• prescribed expenditures not allowed by regulations (see guide) . . . . .	530	-	532 -
• other deductions (see guide) . . . . .	533	-	535 -
• non-arm's length transactions – assistance allocated to you (complete Form T1145*) . . . . .	538	-	540 -
– expenditures for non-arm's length SR&ED contracts (from line 345) . . . . .	541	-	
– adjustments to purchases (limited to costs) of goods and services from non-arm's length suppliers (see guide) . . . . .	542	-	543 -
– qualified expenditures you transferred (complete Form T1146**) . . . . .	544	-	546 -
<b>Subtotal</b> (line 511 minus lines 513 to 544 and line 512 minus lines 514 to 546) . . . . .	557	=	25,253 558 =
<b>Qualified SR&amp;ED expenditures</b> (add lines 557 and 558) . . . . .			559 = 25,253
<b>Add</b>			
• repayments of assistance and contract payments made in the year . . . . .			560 +
<b>Total qualified SR&amp;ED expenditures for ITC purposes</b> (add lines 559 and 560) . . . . .			570 = 25,253

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

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

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

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

**Part 5 – Calculation of prescribed proxy amount (PPA)**

Protected B when completed

**A notional amount representing your overhead and other expenditures.**

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

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

**Section A – Salary base**

Salary or wages of employees other than specified employees (from lines 300 and 307) ..... **810** + **12,073**

**Deduct**

Bonuses, remuneration based on profits, and taxable benefits that were included on line 810 ..... **812** -

**Subtotal** (line 810 minus 812) ..... **814** = **12,073**

**Salary or wages of specified employees**

850 Column 1	852 Column 2	854 Column 3	856 Column 4	858 Column 5	860 Column 6	
Name of specified employee	Total salary or wages for the year (SR&ED and non-SR&ED) excluding bonuses, remuneration based on profits, and taxable benefits (to the nearest dollar)	% of time spent on SR&ED (maximum 75%)	Amount in column 2 multiplied by percentage in column 3	2.5 × A × B/365 A = Year's maximum pensionable earnings B = Number of days employed in tax year	Amount in column 4 or 5, whichever amount is less	
1 Leo Hanley	53,424	2.95	1,576	131,250	1,576	
2 Peter Mendoza	28,970	11.41	3,305	131,250	3,305	
3						
4						
5						
(Enter total of column 6 on line 816)					<b>4,881</b>	<b>816</b> + <b>4,881</b>
<b>Salary base</b> (total of lines 814 and 816) .....						<b>818</b> = <b>16,954</b>

**Section B – Prescribed proxy amount (PPA)**

Enter 65% of the salary base (line 818) less 5% of the salary base for the number of 2013 calendar days in the tax year, and less 10% of the salary base for number of days after 2013 in the tax year (use the formula in the guide-line 820) ..... **820** = **9,680**

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

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

**Part 6 – Project costs**

Information requested in this part must be provided for all SR&ED projects claimed in the year.

Expenditures should be recorded and allocated on a project basis.

750	752	754	756
Project title or identification code	Salary or wages in the tax year (Total of lines 306 to 309)	Cost of materials in the tax year (Total of lines 320 and 325)	Contract expenditures for SR&ED performed on your behalf in the tax year (Total of lines 340 and 345)
1 Fur 2014.1	16,954	1,425	
2			
3			
4			
5			
<b>Total</b>	<b>16,954</b>	<b>1,425</b>	



Part 7 – Additional information

Expenditures for SR&ED performed by you in Canada (line 400 minus lines 307, 309, 340, 345, and 370) 605 18,379

From the total you entered on line 605, estimate the percentage of distribution of the sources of funds for SR&ED performed within your organization.

Table with 4 columns: Source, Canadian (%), Foreign (%), and Reference Number. Rows include Internal, Parent companies, Federal grants, Federal contracts, Provincial funding, SR&ED contract work, and Other funding.

For statistical purposes indicate whether the work you performed falls within the realm of Basic or Applied research (to advance scientific knowledge) or Experimental development (to achieve a technological advancement):

620 [X] Basic or Applied research 622 [ ] Experimental development

Enter the number of SR&ED personnel in full-time equivalents (FTE):

Table with 4 columns: Personnel Type, FTE Count, Reference Number, and Input Field. Rows include Scientists and engineers, Technologists and technicians, Managers and administrators, and Other technical supporting staff.

Part 8 – Claim checklist

To ensure your claim is complete, make sure you have:

- 1. used the current version of this form
2. entered the method you have chosen for reporting your SR&ED expenditures in Section A of Part 3
3. completed Part 2 for each project
4. filed a completed Schedule T2SCH31 or Form T2038(IND) to claim ITCs on your qualified SR&ED expenditures
5. filed a completed Form T1145\*, T1146\*\*, T1174\*\*\* and/or T1263\*\*\*\* including any required attachments, if applicable

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

- 1. completed Form T2, Corporation Income Tax Return or Form T1, Income Tax and Benefit Return
2. filed the appropriate provincial and/or territorial tax credit forms, if applicable
3. retained documents to support the SR&ED work performed and SR&ED expenditures you claimed
4. checked boxes 231 and 232 on page 2 of your T2 return to indicate attachment of Form T661 and Schedule T2SCH31

\* Form T1145, Agreement to Allocate Assistance for SR&ED Between Persons Not Dealing at Arm's Length
\*\* Form T1146, Agreement to Transfer Qualified Expenditures Incurred in Respect of SR&ED Contracts Between Persons Not Dealing at Arm's Length
\*\*\* Form T1174, Agreement Between Associated Corporations to Allocate Salary or Wages of Specified Employees for Scientific Research and Experimental Development (SR&ED)
\*\*\*\* Form T1263, Third-Party Payments for Scientific Research and Experimental Development (SR&ED)

**Part 9 – Claim preparer information**

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

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

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

- 1.  Yes (complete the claim preparer information table and lines 970 and 975 below)
- 2.  No (complete lines 970 and 975)

**Claim preparer information table**

940	945	950	955	960	965
Name of claim preparer (company or individual)	Business number	Billing arrangement code (see codes*)	Billing rate (percentage, hourly/daily rate or flat fee)	Other billing arrangement(s) (Maximum 10 words)	Total fee paid, payable or expected to pay
1. Canadian Corporation No 2 2014 October NO 9	771890472RC0001	2	43.50		1,653
2.					
3.					
4.					
5.					
6.					
7.					
8.					
9.					
10.					
<b>Total</b>					1,653

**\* Billing arrangement codes**

Code	Type of billing arrangement
1	Contingency fee arrangement – where the fee is based on a percentage of the investment tax credit earned
2	Hourly rate
3	Daily rate
4	Flat fee arrangement (lump sum)
5	Other arrangements – describe the arrangement in box 960 in 10 words or less

**970** I, Jordan Sweeney certify that the information provided in this part is complete and accurate.  
Name of authorized signing officer of the corporation, or individual (print)

\_\_\_\_\_  
Signature

**975** 2 | 0 | 1 | 5 | 0 | 1 | 1 | 6  
Year Month Day

**Part 10 – Certification**

**Protected B** when completed

I certify that I have examined the information provided on this form and on the attachments and it is true, correct, and complete.

**165** Jordan Sweeney

Name of authorized signing officer of the corporation, or individual

[Redacted Signature]

Signature

**170** 2015/01/16

Date

**175** Leo Hanley

Name of person/firm who completed this form



Name of corporation <b>Canadian Corporation No 2 2014 October NO 8</b>	Business Number <b>781172556RC0001</b>	Tax year-end Year: <b>2014</b> Month: <b>07</b> Day: <b>31</b>
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All private corporations must complete this schedule for any shareholder who holds 10% or more of the corporation's common and/or preferred shares.

Provide only one number per shareholder						
1.	Name of shareholder (after name, indicate in brackets if the shareholder is a corporation, partnership, individual, or trust)	Business Number (If a corporation is not registered, enter "NR")	Social insurance number	Trust number	Percentage common shares	Percentage preferred shares
1.	Jordan Sweeney	<b>200</b>	<b>300</b>	<b>350</b>	100	<b>500</b>
2.						
3.						
4.						
5.						
6.						
7.						
8.						
9.						
10.						



**GENERAL RATE INCOME POOL (GRIP) CALCULATION**  
(2009 and later tax years)

Name of corporation <b>Canadian Corporation No 2 2014 October NO 8</b>	Business Number <b>781172556RC0001</b>	Tax year-end Year: <b>2</b>   <b>0</b>   <b>1</b>   <b>4</b>   <b>0</b>   <b>7</b>   <b>3</b>   <b>1</b> Month:   Day:
---	---	--

- If you are a Canadian-controlled private corporation (CCPC) or a deposit insurance corporation (DIC), use this schedule to determine the general rate income pool (GRIP).
- When an eligible dividend was paid in the tax year, file a completed copy of this schedule with your *T2 Corporation Income Tax Return*. Do not send your worksheets with your return, but keep them in your records in case we ask to see them later.
- Subsections referred to in this schedule are from the *Income Tax Act*.
- Subsection 89(1) defines the terms eligible dividend, excessive eligible dividend designation, general rate income pool, and low rate income pool.

**Part 1 – Calculation of general rate income pool (GRIP)**

GRIP at the end of the previous tax year .....	<b>100</b>			A
Taxable income for the year (DICs enter "0") * .....	<b>110</b>	1,579,740	B	
Income for the credit union deduction * (amount E in Part 3 of Schedule 17) .....	<b>120</b>			
Amount on line 400, 405, 410, or 425 of the T2 return, whichever is less * .....	<b>130</b>	500,000		
For a CCPC, the lesser of aggregate investment income (line 440 of the T2 return) and taxable income * .....	<b>140</b>			
Subtotal (add lines 120, 130, and 140) .....		500,000	▶	500,000 C
Income taxable at the general corporate rate (line B minus line C) (if negative enter "0") .....	<b>150</b>	1,079,740		
After-tax income (line 150 × general rate factor for the tax year **) .....	<b>190</b>	777,413		D
Eligible dividends received in the tax year .....	<b>200</b>			
Dividends deductible under section 113 received in the tax year .....	<b>210</b>			
Subtotal (add lines 200 and 210) .....			▶	E
GRIP addition:				
Becoming a CCPC (line PP from Part 4) .....	<b>220</b>			
Post-amalgamation (total of lines EE from Part 3 and lines PP from Part 4) .....	<b>230</b>			
Post-wind-up (total of lines EE from Part 3 and lines PP from Part 4) .....	<b>240</b>			
Subtotal (add lines 220, 230, and 240) .....			▶	<b>290</b> F
Subtotal (add lines A, D, E, and F) .....		777,413		G
Eligible dividends paid in the previous tax year .....	<b>300</b>			
Excessive eligible dividend designations made in the previous tax year .....	<b>310</b>			
<b>Note:</b> If becoming a CCPC (subsection 89(4) applies), enter "0" on lines 300 and 310.				
Subtotal (line 300 minus line 310) .....			▶	H
GRIP before adjustment for specified future tax consequences (line G minus line H) (amount can be negative) .....	<b>490</b>	777,413		
Total GRIP adjustment for specified future tax consequences to previous tax years (amount W from Part 2) .....	<b>560</b>			
<b>GRIP at the end of the tax year</b> (line 490 minus line 560) .....	<b>590</b>	777,413		

Enter this amount on line 160 of Schedule 55.

\* For lines 110, 120, 130, and 140, the income amount is the amount before considering specified future tax consequences. This phrase is defined in subsection 248(1). It includes the deduction of a loss carryback from subsequent tax years, a reduction of Canadian exploration expenses and Canadian development expenses that were renounced in subsequent tax years (e.g., flow-through share renunciations), reversals of income inclusions where an option is exercised in subsequent tax years, and the effect of certain foreign tax credit adjustments.

\*\* The **general rate factor** for a tax year is 0.68 for any portion of the tax year that falls before 2010, 0.69 for any portion of the tax year that falls in 2010, 0.70 for any portion of the tax year that falls in 2011, and 0.72 for any portion of the tax year that falls after 2011. Calculate the general rate factor in Part 5 on page 5 for tax years that straddle these dates.

**Part 2 – GRIP adjustment for specified future tax consequences to previous tax years**

Complete this part if the corporation's taxable income of any of the previous three tax years took into account the specified future tax consequences defined in subsection 248(1) from the current tax year. Otherwise, enter "0" on line 560 on page 1.

**First previous tax year**

Taxable income before specified future tax consequences from the current tax year ..... J1

Enter the following amounts before specified future tax consequences from the current tax year:

Income for the credit union deduction (amount E in Part 3 of Schedule 17) ..... K1

Amount on line 400, 405, 410, or 425 of the T2 return, whichever is less ..... L1

Aggregate investment income (line 440 of the T2 return) ..... M1

Subtotal (add lines K1, L1, and M1) ..... N1

Subtotal (line J1 minus line N1) (if negative, enter "0") ..... O1

Taxable income after specified future tax consequences ..... P1

Enter the following amounts after specified future tax consequences:

Income for the credit union deduction (amount E in Part 3 of Schedule 17) ..... Q1

Amount on line 400, 405, 410, or 425 of the T2 return, whichever is less ..... R1

Aggregate investment income (line 440 of the T2 return) ..... S1

Subtotal (add lines Q1, R1, and S1) ..... T1

Subtotal (line P1 minus line T1) (if negative, enter "0") ..... U1

Subtotal (line O1 minus line U1) (if negative, enter "0") ..... V1

**GRIP adjustment for specified future tax consequences to the first previous tax year**

(line V1 multiplied by the general rate factor for the tax year) ..... **500**

**Second previous tax year**

Taxable income before specified future tax consequences from the current tax year ..... J2

Enter the following amounts before specified future tax consequences from the current tax year:

Income for the credit union deduction (amount E in Part 3 of Schedule 17) ..... K2

Amount on line 400, 405, 410, or 425 of the T2 return, whichever is less ..... L2

Aggregate investment income (line 440 of the T2 return) ..... M2

Subtotal (add lines K2, L2, and M2) ..... N2

Subtotal (line J2 minus line N2) (if negative, enter "0") ..... O2

Taxable income after specified future tax consequences ..... P2

Enter the following amounts after specified future tax consequences:

Income for the credit union deduction (amount E in Part 3 of Schedule 17) ..... Q2

Amount on line 400, 405, 410, or 425 of the T2 return, whichever is less ..... R2

Aggregate investment income (line 440 of the T2 return) ..... S2

Subtotal (add lines Q2, R2, and S2) ..... T2

Subtotal (line P2 minus line T2) (if negative, enter "0") ..... U2

Subtotal (line O2 minus line U2) (if negative, enter "0") ..... V2

**GRIP adjustment for specified future tax consequences to the second previous tax year**

(line V2 multiplied by the general rate factor for the tax year) ..... **520**

**Part 2 – GRIP adjustment for specified future tax consequences to previous tax years (continued)**

**Third previous tax year**

Taxable income before specified future tax consequences from the current tax year ..... J3

Enter the following amounts before specified future tax consequences from the current tax year:

Income for the credit union deduction (amount E in Part 3 of Schedule 17) ..... K3

Amount on line 400, 405, 410, or 425 of the T2 return, whichever is less ..... L3

Aggregate investment income (line 440 of the T2 return) ..... M3

Subtotal (add lines K3, L3, and M3) ..... N3

Subtotal (line J3 minus line N3) (if negative, enter "0") ..... O3

Taxable income after specified future tax consequences ..... P3

Enter the following amounts after specified future tax consequences:

Income for the credit union deduction (amount E in Part 3 of Schedule 17) ..... Q3

Amount on line 400, 405, 410, or 425 of the T2 return, whichever is less ..... R3

Aggregate investment income (line 440 of the T2 return) ..... S3

Subtotal (add lines Q3, R3, and S3) ..... T3

Subtotal (line P3 minus line T3) (if negative, enter "0") ..... U3

Subtotal (line O3 minus line U3) (if negative, enter "0") ..... V3

**GRIP adjustment for specified future tax consequences to the third previous tax year**

(line V3 multiplied by the general rate factor for the tax year) ..... **540**

**Total GRIP adjustment for specified future tax consequences to previous tax years:**

(add lines 500, 520, and 540) (if negative, enter "0") ..... W

Enter amount W on line 560 on page 1.

**Part 3 – Worksheet to calculate the GRIP addition post-amalgamation or post-wind-up (predecessor or subsidiary was a CCPC or a DIC in its last tax year)**

Complete this part when there has been an amalgamation (within the meaning assigned by subsection 87(1)) or a wind-up (to which subsection 88(1) applies) and the predecessor or subsidiary corporation was a CCPC or a DIC in its last tax year. In the calculation below, **corporation** means a predecessor or a subsidiary. The last tax year for a predecessor corporation was its tax year that ended immediately before the amalgamation and for a subsidiary corporation was its tax year during which its assets were distributed to the parent on the wind-up.

For a post-wind-up, include the GRIP addition in calculating the parent's GRIP at the end of its tax year that immediately follows the tax year during which it receives the assets of the subsidiary.

Complete a separate worksheet for **each** predecessor and **each** subsidiary that was a CCPC or a DIC in its last tax year. Keep a copy of this calculation for your records, in case we ask to see it later.

Corporation's GRIP at the end of its last tax year ..... AA

Eligible dividends paid by the corporation in its last tax year ..... BB

Excessive eligible dividend designations made by the corporation in its last tax year ..... CC

Subtotal (line BB minus line CC) ..... DD

**GRIP addition post-amalgamation or post-wind-up (predecessor or subsidiary was a CCPC or a DIC in its last tax year)**

(line AA minus line DD) ..... EE

After you complete this calculation for each predecessor and each subsidiary, calculate the total of all the EE lines. Enter this total amount on:

- line 230 on page 1 for post-amalgamation; or
- line 240 on page 1 for post-wind-up.

**Part 4 – Worksheet to calculate the GRIP addition post-amalgamation, post-wind-up (predecessor or subsidiary was not a CCPC or a DIC in its last tax year), or the corporation is becoming a CCPC**

Complete this part when there has been an amalgamation (within the meaning assigned by subsection 87(1)) or a wind-up (to which subsection 88(1) applies) and the predecessor or subsidiary was not a CCPC or a DIC in its last tax year. Also, use this part for a corporation becoming a CCPC. In the calculation below, **corporation** means a corporation becoming a CCPC, a predecessor, or a subsidiary.

For a post-wind-up, include the GRIP addition in calculating the parent's GRIP at the end of its tax year that immediately follows the tax year during which it receives the assets of the subsidiary.

Complete a separate worksheet for **each** predecessor and **each** subsidiary that was not a CCPC or a DIC in its last tax year. Keep a copy of this calculation for your records, in case we ask to see it later.

Cost amount to the corporation of all property immediately before the end of its previous/last tax year ..... \_\_\_\_\_ **FF**  
 The corporation's money on hand immediately before the end of its previous/last tax year ..... \_\_\_\_\_ **GG**

Total of subsection 111(1) losses that would have been deductible in calculating the corporation's taxable income for the previous/last tax year if the corporation had had unlimited income from each business carried on and each property held and had realized an unlimited amount of capital gains for the previous/last tax year:

Non-capital losses ..... \_\_\_\_\_  
 Net capital losses ..... \_\_\_\_\_  
 Farm losses ..... \_\_\_\_\_  
 Restricted farm losses ..... \_\_\_\_\_  
 Limited partnership losses ..... \_\_\_\_\_  
 Subtotal                      ▶ \_\_\_\_\_ **1**

Total of all amounts deducted under subsection 111(1) in calculating the corporation's taxable income for the previous/last tax year:

Non-capital losses ..... \_\_\_\_\_  
 Net capital losses ..... \_\_\_\_\_  
 Farm losses ..... \_\_\_\_\_  
 Restricted farm losses ..... \_\_\_\_\_  
 Limited partnership losses ..... \_\_\_\_\_  
 Subtotal                      ▶ \_\_\_\_\_ **2**

Unused and unexpired losses at the end of the corporation's previous/last tax year (line 1 **minus** line 2) ..... \_\_\_\_\_ ▶ \_\_\_\_\_ **HH**  
 Subtotal (**add** lines FF, GG, and HH) ..... \_\_\_\_\_ **II**

All the corporation's debts and other obligations to pay that were outstanding immediately before the end of its previous/last tax year ..... \_\_\_\_\_ **JJ**  
 Paid-up capital of all the corporation's issued and outstanding shares of capital stock immediately before the end of its previous/last tax year ..... \_\_\_\_\_ **KK**  
 All the corporation's reserves deducted in its previous/last tax year ..... \_\_\_\_\_ **LL**  
 The corporation's capital dividend account immediately before the end of its previous/last tax year ..... \_\_\_\_\_ **MM**  
 The corporation's low rate income pool immediately before the end of its previous/last tax year ..... \_\_\_\_\_ **NN**  
 Subtotal (**add** lines JJ, KK, LL, MM, and NN)                      ▶ \_\_\_\_\_ **OO**

**GRIP addition post-amalgamation or post-wind-up (predecessor or subsidiary was not a CCPC or a DIC in its last tax year), or the corporation is becoming a CCPC (line II minus line OO) (if negative, enter "0")** ..... \_\_\_\_\_ **PP**

After you complete this worksheet for each predecessor and each subsidiary, calculate the total of all the PP lines. Enter this total amount on:

- line 220 on page 1 for a corporation becoming a CCPC;
- line 230 on page 1 for post-amalgamation; or
- line 240 on page 1 for post-wind-up.



**Part 5 – General rate factor for the tax year**

Complete this part to calculate the general rate factor for the tax year. Calculate your results to four decimal places.

$$\frac{0.68}{\quad} \times \frac{\text{number of days in the tax year before January 1, 2010}}{\text{number of days in the tax year}} = \dots\dots\dots \underline{\hspace{2cm}} \text{ QQ}$$

$$\frac{0.69}{\quad} \times \frac{\text{number of days in the tax year in 2010}}{\text{number of days in the tax year}} = \dots\dots\dots \underline{\hspace{2cm}} \text{ RR}$$

$$\frac{0.70}{\quad} \times \frac{\text{number of days in the tax year in 2011}}{\text{number of days in the tax year}} = \dots\dots\dots \underline{\hspace{2cm}} \text{ SS}$$

$$\frac{0.72}{\quad} \times \frac{\text{number of days in the tax year after December 31, 2011}}{\text{number of days in the tax year}} = \dots\dots\dots \underline{\hspace{2cm}} \underline{0.7200} \text{ TT}$$

**General rate factor for the tax year** (total of lines QQ to TT)  $\dots\dots\dots$  0.7200 UU



## Notes checklist (2010 and later tax years)

Corporation's name <b>Canadian Corporation No 2 2014 October NO 8</b>	Business number <b>781172556RC0001</b>	Tax year-end Year: <b>2014</b>   Month: <b>07</b>   Day: <b>31</b>
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- Parts 1, 2, and 3 of this schedule must be completed from the perspective of the person (referred to in these parts as the **accountant**) who prepared or reported on the financial statements. If the person preparing the tax return is not the accountant referred to above, they must still complete Parts 1, 2, 3, and 4, as applicable.
- For more information, see Guide RC4088, *General Index of Financial Information (GIFI)* and Guide T4012, *T2 Corporation – Income Tax Guide*.
- Complete this schedule and include it with your T2 return along with the other GIFI schedules.

### Part 1 – Information on the accountant who prepared or reported on the financial statements

Does the accountant have a professional designation? ..... **095** 1 Yes  2 No

Is the accountant connected\* with the corporation? ..... **097** 1 Yes  2 No

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

**Note**

If the accountant does not have a professional designation or is connected to the corporation, you do not have to complete Parts 2 and 3 of this schedule. However, you **do have** to complete Part 4, as applicable.

### Part 2 – Type of involvement with the financial statements

Choose the option that represents the highest level of involvement of the accountant: ..... **198**

Completed an auditor's report ..... 1

Completed a review engagement report ..... 2

Conducted a compilation engagement ..... 3

### Part 3 – Reservations

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

Has the accountant expressed a reservation? ..... **099** 1 Yes  2 No

### Part 4 – Other information

If you have a professional designation and are not the accountant associated with the financial statements in Part 1 above, choose one of the following options: ..... **110**

Prepared the tax return (financial statements prepared by client) ..... 1

Prepared the tax return and the financial information contained therein (financial statements have not been prepared) ..... 2

Were notes to the financial statements prepared? ..... **101** 1 Yes  2 No

If **yes**, complete lines 104 to 107 below:

Are subsequent events mentioned in the notes? ..... **104** 1 Yes  2 No

Is re-evaluation of asset information mentioned in the notes? ..... **105** 1 Yes  2 No

Is contingent liability information mentioned in the notes? ..... **106** 1 Yes  2 No

Is information regarding commitments mentioned in the notes? ..... **107** 1 Yes  2 No

Does the corporation have investments in joint venture(s) or partnership(s)? ..... **108** 1 Yes  2 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** 1 Yes  2 No

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

**In net income**  
Increase (decrease)

**In OCI**  
Increase (decrease)

Property, plant, and equipment .....	<b>210</b> _____	<b>211</b> _____
Intangible assets .....	<b>215</b> _____	<b>216</b> _____
Investment property .....	<b>220</b> _____	
Biological assets .....	<b>225</b> _____	
Financial instruments .....	<b>230</b> _____	<b>231</b> _____
Other .....	<b>235</b> _____	<b>236</b> _____

**Financial instruments**

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

**250** 1 Yes  2 No

Did the corporation apply hedge accounting during the tax year? .....

**255** 1 Yes  2 No

Did the corporation discontinue hedge accounting during the tax year? .....

**260** 1 Yes  2 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** 1 Yes  2 No

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



<b>Other comprehensive income</b>	
<b>A</b>	<b>B</b>
Field code	Amount
<b>7000</b>	
<b>7002</b>	
<b>7004</b>	
<b>7006</b>	
<b>7008</b>	
<b>7010</b>	
<b>7020</b>	
<b>*9998</b>	

<b>Extraordinary items and Income taxes</b>	
<b>A</b>	<b>B</b>
Field code	Amount
9,970	1,573,477
9,990	19,890
<b>*9999</b>	<b>1,553,587</b>

