


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

The **Annual Return** (common page 1 and MGS Schedule A on pages 18 and 19, and Schedule K on page 20) contains non-tax information collected under the authority of the *Corporations Information Act* for the purpose of maintaining a public database of corporate information. This return must be completed by Ontario share capital corporations or Foreign-Business share-capital corporations that have an extra-provincial licence to operate in Ontario.

MGS Annual Return Required? *(Not required if already filed or Annual Return exempt. Refer to guide)* Yes No

Page 1 of 20

Ministry Use

Corporation's Legal Name <i>(including punctuation)</i>			Ontario Corporations Tax Account No. (MOF)		
Mailing Address			This Return covers the Taxation Year		
			Start		
			year month day		
			End		
			year month day		
Has the mailing address changed since last filed CT23 Return? <input type="checkbox"/> Yes	Date of Change	year month day	Date of Incorporation or Amalgamation		
			year month day		
Registered/Head Office Address			Ontario Corporation No. (MGS)		
Location of Books and Records			Canada Revenue Agency Business No.		
			If applicable, enter		
			RC		
Name of person to contact regarding this CT23 Return	Telephone No.	Fax No.	Jurisdiction Incorporated		
Address of Principal Office in Ontario <i>(Extra-Provincial Corporations only)</i>		(MGS)	If not incorporated in Ontario, indicate the date Ontario business activity commenced and ceased:		
			Commenced		
			year month day		
			Ceased		
			year month day		
Former Corporation Name <i>(Extra-Provincial Corporations only)</i>		<input type="checkbox"/> Not Applicable (MGS)	<input type="checkbox"/> Not Applicable		
Information on Directors/Officers/Administrators must be completed on MGS Schedule A or K as appropriate. If additional space is required for Schedule A, only this schedule may be photocopied. State number submitted (MGS).		No. of Schedule(s)	Preferred Language / <i>Langue de préférence</i>		
			English <input type="checkbox"/> <i>anglais</i> French <input type="checkbox"/> <i>français</i>		
If there is no change to the Directors'/Officers'/Administrators' information previously submitted to MGS, please check <input checked="" type="checkbox"/> this box. Schedule(s) A and K are not required (MGS).		<input type="checkbox"/> No Change	Ministry Use		
					

Certification (MGS)

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

Name of Authorized Person *(Print clearly or type in full)*

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

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

Taxation Year End		
year	month	day



Exempt From Filing (EFF) Corporations Tax Return Declaration

Corporation's Legal Name	Ontario Corporations Tax Account No. (MOF)

This EFF Declaration must be filed for each taxation year that the corporation is exempt from filing and must be filed within 6 months after the corporation's taxation year end.

Criteria for exempt from filing status:

- a) has filed a federal Income Tax Return (T2) with Canada Revenue Agency for the taxation year;
- b) had no Ontario taxable income for the taxation year (subject to the provisions in Note 2 below);
- c) had no Ontario Corporations Tax payable for the taxation year;
- d) was a Canadian-controlled private corporation throughout the taxation year (i.e. generally a private corporation with 50% or more shares owned by Canadian residents as defined by the *Income Tax Act* (Canada));
- e) has provided its Canada Revenue Agency business number to the Ministry of Finance; and
- f) is **not** subject to the Corporate Minimum Tax (i.e. alone or as part of an associated group whose total assets exceed \$5 million or whose total revenues exceed \$10 million for the taxation year).

Note 1: Filing of this declaration and the Annual Return does not constitute the filing of a Corporations Tax Return under section 75 of the *Corporations Tax Act*.

Note 2: The following loss situations will require otherwise EFF corporations to file a CT23 tax return complete with all related schedules and financial statements:

- If a corporation has a loss in the current taxation year that is to be carried back and applied to a previous taxation year(s), regardless of whether the loss is the same as for federal purposes or not, a CT23 tax return is required for the current taxation year. The corporation must also provide information indicating that the loss is to be carried back and specify the year and the amount of loss to be carried back to each taxation year.
- If a corporation has a prior year loss, that is not the same for both federal and Ontario purposes and the corporation is applying a loss carryforward from the prior year to the current year, a CT23 tax return is required for the current taxation year, and if not previously filed, a CT23 tax return for the prior taxation year in which the loss was incurred is also required. Although a tax return for the loss year is not required where the loss is not being applied, the ministry will accept the filing of a tax return for a loss year at the time the loss is incurred.
- If a corporation has a prior year loss, that is the same for both federal and Ontario purposes, but in the current taxation year the corporation is applying a different amount of loss for Ontario than the loss amount being applied for federal income tax purposes, the corporation is required to file a CT23 tax return for the current taxation year only.

The following 3 items **MUST** be completed for EFF declarations only. In cases where the Annual Return, which includes page 1, is **also** being filed, completion of these fields is **not** required.

1. Corporation's Mailing Address	2. Ontario Corporation No. (MGS)	3. Canada Revenue Agency Business No.
		If applicable, enter RC

(Please print name in full)

I, _____ declare that:

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

Signature	Title/Relationship to Corporation	Telephone Number	Date

Please note that making a false statement to avoid compliance with the *Corporations Tax Act* is an offence which can result in a penalty and/or fine.

If you check "Yes" to ALL of the following criteria, you are eligible to file the **CT23 Short-Form Corporations Tax Return**. To obtain a copy, contact the Ministry of Finance at the numbers listed on page 3 of the guide.

<p>Yes <input type="checkbox"/> No <input type="checkbox"/></p> <p>(a) The corporation is a Canadian-controlled private corporation (CCPC) throughout the taxation year.</p> <p>Indicate Share Capital with full voting rights owned by Canadian Residents <input type="text"/> (nearest whole percentage) %</p> <p><input type="checkbox"/> <input type="checkbox"/> (b) The corporation's taxable income for the taxation year is \$200,000 or less. For a taxation year with less than 51 weeks, taxable income must be grossed-up. (<i>Refer to guide</i>)</p> <p><input type="checkbox"/> <input type="checkbox"/> (c) The corporation is not a member of a partnership/joint venture or a member of an associated group of corporations during the taxation year.</p>	<p>Yes <input type="checkbox"/> No <input type="checkbox"/></p> <p>(d) The corporation's taxation year ends on or after January 1, 2001, and its gross revenue and total assets are each \$1,500,000 or less and the corporation is not a financial institution; or The corporation's taxation year commences after September 30, 2001, and its gross revenue and total assets are each \$3,000,000 or less and the corporation is not a financial institution.</p> <p><input type="checkbox"/> <input type="checkbox"/> (e) The corporation is not claiming a tax credit other than the Incentive Deduction for Small Business Corporations (IDSBC), Co-operative Education Tax Credit (CETC), Graduate Transitions Tax Credit (GTTC) or Apprenticeship Training Tax Credit (ATTC).</p> <p><input type="checkbox"/> <input type="checkbox"/> (f) The corporation's Ontario allocation factor is 100%.</p>
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Note: Family Farm or Fishing corporations that have a taxation year ending on or after January 1, 2000 and that are **not** subject to the Corporate Minimum Tax, may also use the **CT23 Short-Form Corporations Tax Return** if the corporation checks "Yes" to (a), (b), (c), (e) and (f) above.

CT23 Corporations Tax Return

Identification continued (for CT23 filers only)

Please check applicable (✓) box(es) and complete required information.

- 1**
- 1 Canadian-controlled Private (CCPC) all year (Generally a private corporation of which 50% or more shares are owned by Canadian residents.) (fed.s.125(7)(b))
 - 2 Other Private
 - 3 Public
 - 4 Non-share Capital
 - 5 Other (Specify) ▼

Share Capital with full voting rights owned by Canadian Residents (nearest percent) %

- 2**
- 1 Family Farm corporation s.1(2)
 - 2 Family Fishing corporation s.1(2)
 - 3 Mortgage Investment corporation s.47
 - 4 Credit Union s.51
 - 5 Bank Mortgage subsidiary s.61(4)
 - 6 Bank s.1(2)
 - 7 Loan and Trust corporation s.61(4)
 - 8 Non-resident corporation s.2(2)(a) or (b)
 - 9 Non-resident corporation s.2(2)(c)
 - 10 Mutual Fund corporation s.48
 - 11 Non-resident owned investment corporation s.49
 - 12 Non-resident ship or aircraft under reciprocal agreement with Canada s.28(b)
 - 14 Bare Trustee corporation
 - 15 Branch of Non-resident s.63(1)
 - 16 Financial institution prescribed by Regulation only
 - 17 Investment Dealer
 - 18 Generator of electrical energy for sale or producer of steam for use in the generation of electrical energy for sale
 - 19 Hydro successor, municipal electrical utility or subsidiary of either
 - 20 Producer and seller of steam for uses other than for the generation of electricity
 - 21 Insurance Exchange s.74.4
 - 22 Farm Feeder Finance Co-operative corporation
 - 23 Professional corporation (incorporated professionals only)

- This is the first year filing after incorporation or an amalgamation (if checked, attach Ontario Schedule 24.)
- Amended Return
- Taxation year end change - Canada Revenue Agency approval required
- Final taxation year up to dissolution (*Note: for discontinued businesses, see guide.*)
- Final taxation year before amalgamation
- The corporation has a floating fiscal year end
- There has been a transfer or receipt of asset(s) involving a corporation having a Canadian permanent establishment outside Ontario
- There was an acquisition of control to which subsection 249(4) of the federal *Income Tax Act* (ITA) applies since the previous taxation year
If checked, date control was acquired

year	month	day
- The corporation was involved in a transaction where all or substantially all (90% or more) of the assets of a non-arm's length corporation were received in the taxation year and subsection 85(1) or 85(2) of the federal ITA applied to the transaction (If checked, attach Ontario Schedule 44.)
- First year filing of a parent corporation after winding-up a subsidiary corporation(s) under section 88 of the federal ITA during the taxation year. (If checked, attach Ontario Schedule 24.)
- Section 83.1 of the CTA applies (redirection of payments for certain electricity corporations)

- | Yes | No | |
|-------------------------------------|--------------------------|--|
| <input type="checkbox"/> | <input type="checkbox"/> | Was the corporation inactive throughout the taxation year? |
| <input type="checkbox"/> | <input type="checkbox"/> | Has the corporation's Federal T2 Return been filed with the Canada Revenue Agency? |
| Are you requesting a refund due to: | | |
| <input type="checkbox"/> | <input type="checkbox"/> | the Carry-back of a Loss? |
| <input type="checkbox"/> | <input type="checkbox"/> | an Overpayment? |
| <input type="checkbox"/> | <input type="checkbox"/> | a Specified Refundable Tax Credit? |
| <input type="checkbox"/> | <input type="checkbox"/> | Are you a member of a Partnership or Joint Venture? |

Complete if applicable

Ontario Retail Sales Tax Vendor Permit no. (use head office no.)	Ontario Employer Health Tax Account no. (Use head office no.)

Specify major business activity

Income Tax

Allocation - If you carry on a business through a permanent establishment in a jurisdiction outside Ontario, you may allocate that portion of taxable income deemed earned in that jurisdiction to that jurisdiction (s.39) (Int. B. 3008).

Net Income (loss) for Ontario purposes (per reconciliation schedule, page 15)	± From	690	
Subtract: Charitable donations	-	1	
Subtract: Gifts to Her Majesty in right of Canada or a province and gifts of cultural property (Attach schedule 2)	-	2	
Subtract: Taxable dividends deductible, per federal Schedule 3	-	3	
Subtract: Ontario political contributions (Attach Schedule 2A) (Int.B 3002R)	-	4	
Subtract: Federal Part VI.1 tax	• X 3	5	
Subtract: Prior years' losses applied – Non-capital losses	- From	704	
Net Capital losses	From 715 (page 16) • X inclusion rate		714
Farm losses	- From	724	
Restricted farm losses	- From	734	
Limited partnership losses	- From	754	
Taxable Income (Non-capital loss)	=	10	

Addition to taxable income for unused foreign tax deduction for federal purposes. = 11

Adjusted Taxable Income 10 + 11 (if 10 is negative, enter 11) = 20

Taxable Income

From 10 (or 20 if applicable)	• X 30	Ontario Allocation	% X 12.5%	X 33	÷ 73	= + 29
From 10 (or 20 if applicable)	• X 30	Ontario Allocation	% X 14.0%	X 34	÷ 73	= + 32
Income Tax Payable (before deduction of tax credits)						29 + 32 = 40

Incentive Deduction for Small Business Corporations (IDSBC) (s.41)

If section is not completed, IDSBC will be denied.

Did you claim the federal Small Business Deduction (fed.s.125(1)) in the taxation year or would you have claimed the federal Small Business Deduction had the provisions of fed.s.125(5.1) not been applicable in the taxation year? Yes No

* Income from active business carried on in Canada for federal purposes (fed.s.125(1)(a))		50
Federal taxable income, less adjustment for foreign tax credit (fed.s.125(1)(b))	+ 51	
Add: Losses of other years deducted for federal purposes (fed.s.111)	+ 52	
Subtract: Losses of other years deducted for Ontario purposes (s.34)	- 53	
	=	54
Federal Business limit (line 410 of the T2 Return) for the year before the application of fed.s.125(5.1)		55

Ontario Business Limit Calculation

320,000 X	31	÷ **365	= + 46
400,000 X	34	÷ **365	= + 47
Business Limit for Ontario purposes	46 + 47	= 44	
	• X 48	Percentage of Federal Business limit (from T2 Schedule 23). Enter 100% if not associated.	= 45
Income eligible for the IDSBC	From 30	***Ontario Allocation	% X 56 = 60
		Least of 50, 54 or 45	

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

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

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

Income Tax *Continued from Page 4*

Calculation of IDSBC Rate 7.0% X $\frac{31}{73} = + 89$

8.5% X $\frac{34}{73} = + 90$

IDSBC Rate for Taxation Year $89 + 90 = 78$

Claim From $60 \times$ From 78% = 70

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

Surtax on Canadian-controlled Private Corporations (s.41.1)

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

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

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

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

Name of associated corporation (Canadian & foreign) <i>(if insufficient space, attach schedule)</i>	Ontario Corporations Tax Account No. (MOF) <i>(if applicable)</i>	Taxation Year End	* Taxable Income <i>(If loss, enter nil)</i>
			+ 82
			+ 83
			+ 84

Aggregate Taxable Income $80 + 82 + 83 + 84$, etc. = 85

Number of Days in Taxation Year

320,000 X $\frac{31}{73} = + 115$

400,000 X $\frac{34}{73} = + 116$

$115 + 116 = 114$

(If negative, enter NIL) = 86

Calculation of Specified Rate for Surtax 4.667% X $\frac{38}{73} = + 97$

From $86 \times$ From 97% = 87

From $87 \times$ From $60 \div$ From 114 = 88

Surtax Lesser of 70 or 88 = 100

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

Additional Deduction for Credit Unions (s.51(4)) (attach schedule 17) •

Manufacturing and Processing Profits Credit (M&P) (s.43)

Applies to Eligible Canadian Profits from manufacturing and processing, farming, mining, logging and fishing carried on in Canada, as determined by regulations.

Eligible Canadian Profits from mining are the "resource profits from the mining operations", as determined for Ontario depletion purposes, after deducting depletion and resource allowances but excluding amounts from sale of Canadian resource property, rentals or royalties. If you are claiming this credit, attach a copy of Ontario schedule 27.

The whole of the active business income qualifies as Eligible Canadian Profits if: **a)** your active business income from sources other than manufacturing and processing, mining, farming, logging or fishing is 20% or less of the total active business income and **b)** the total active business income is \$250,000 or less.

Eligible Canadian Profits + •
Subtract: Income eligible for the Incentive Deduction for Small Business Corporations (IDSBC) - From •

Add: Adjustment for Surtax on Canadian-controlled private corporations
From • + From Ontario Allocation % + From % = •

Lesser of or + •

- + = •

Taxable Income + From •

Subtract: Income eligible for the Incentive Deduction for Small Business Corporations (IDSBC) - From •

Add: Adjustments for Surtax on Canadian-controlled private corporations + From •

Subtract: Taxable Income X Allocation % to jurisdictions outside Canada - •

Subtract: Amount by which Canadian and foreign investment income exceeds net capital losses - •

- + - - = •

Claim

• X From Ontario Allocation % X 1.5% X Days after Dec. 31, 2002 and before Jan. 1, 2004 ÷ Total Days = + •

• X From Ontario Allocation % X 2.0% X Days after Dec. 31, 2003 ÷ Total Days = + •

M&P claim for taxation year + = •

* **Note:** Ontario Allocation for M&P Credit purposes may differ from if Taxable Income is allocated to foreign jurisdictions. See special rules (s.43(1))

Manufacturing and Processing Profits Credit for Electrical Generating Corporations = •

Manufacturing and Processing Profits Credit for Corporations that Produce and Sell Steam for uses other than the Generation of Electricity = •

Credit for Foreign Taxes Paid (s.40)

Applies if you paid tax to a jurisdiction outside Canada on foreign investment income (Int.B. 3001R). (Attach schedule) •

Credit for Investment in Small Business Development Corporations (SBDC)

Applies if you have an unapplied, previously approved credit from prior years' investments in new issues of equity shares in Small Business Development Corporations. Any unused portion may be carried forward indefinitely and applied to reduce subsequent years' income taxes. (Refer to the former *Small Business Development Corporations Act*)

Eligible Credit • Credit Claimed •

Subtotal of Income Tax - + - - - - - - = •

Income Tax *Continued from Page 6*

Specified Tax Credits *(Refer to guide)*

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

Eligible Credit From OITC Claim Form *(Attach original Claim Form)* +

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

Eligible Credit From CT23 Schedule 113 *(Attach Schedule 113)* +

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

Applies to qualifying Ontario labour expenditures for eligible Canadian content film and television productions.

Name of Production

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

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

Applies to employment of eligible unemployed post-secondary graduates, for employment commencing prior to July 6, 2004 and expenditures incurred prior to January 1, 2005.

No. of Graduates From

Eligible Credit From CT23 Schedule 115 *(Attach Schedule 115)* +

Ontario Book Publishing Tax Credit (OBPTC) (s.43.7)

Applies to qualifying expenditures in respect of eligible literary works by first-time Canadian authors.

Eligible Credit From OBPTC Claim Form *(Attach both the original Claim Form and the Certificate of Eligibility)* +

Ontario Computer Animation and Special Effects Tax Credit (OCASE) (s.43.8)

Applies to labour relating to computer animation and special effects on an eligible production.

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

Ontario Business-Research Institute Tax Credit (OBRITC) (s.43.9)

Applies to qualifying R&D expenditures under an eligible research institute contract.

Eligible Credit From OBRITC Claim Form *(Attach original Claim Form)* +

Ontario Production Services Tax Credit (OPSTC) (s.43.10)

Applies to qualifying Ontario labour expenditures for eligible productions where the OFTTC has not been claimed.

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

Ontario Interactive Digital Media Tax Credit (OIDMTC) (s.43.11)

Applies to qualifying labour expenditures of eligible products for the taxation year.

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

Ontario Sound Recording Tax Credit (OSRTC) (s.43.12)

Applies to qualifying expenditures in respect of eligible Canadian sound recordings.

Eligible Credit From OSRTC Claim Form *(Attach both the original Claim Form and the Certificate of Eligibility)* +

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

Applies to employment of eligible apprentices.

No. of Graduates From

Eligible Credit From CT23 Schedule 114 *(Attach Schedule 114)* +

Total Specified Tax Credits + + + + + + + + + + =

Specified Tax Credits *Applied to reduce Income Tax* =

Income Tax - OR Enter NIL if reporting Non-Capital Loss *(amount cannot be negative)* =

To determine if the Corporate Minimum Tax (CMT) is applicable to your Corporation, see **Determination of Applicability** section for the CMT on **Page 8**. If CMT is not applicable, transfer amount in to Income Tax in **Summary** section on **Page 17**.

OR

If CMT is not applicable for the current taxation year but your corporation has CMT Credit Carryovers that you want to apply to reduce income tax otherwise payable, then proceed to and complete the **Application of CMT Credit Carryovers** section part B, on **Page 8**.

DOLLARS ONLY

Total Assets of the corporation +
Total Revenue of the corporation +

The above amounts include the corporation's and associated corporation's share of any partnership(s) / joint venture(s) total assets and total revenue.

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

Name of associated corporation (Canadian & foreign) <small>(if insufficient space, attach schedule)</small>	Ontario Corporations Tax Account No. (MOF) <small>(if applicable)</small>	Taxation Year End	Total Assets	Total Revenue
			+ <input type="text" value="243"/>	+ <input type="text" value="244"/>
			+ <input type="text" value="245"/>	+ <input type="text" value="246"/>
			+ <input type="text" value="247"/>	+ <input type="text" value="248"/>
Aggregate of Total Assets			<input type="text" value="240"/> + <input type="text" value="243"/> + <input type="text" value="245"/> + <input type="text" value="247"/> , etc. = <input type="text" value="249"/>	
Aggregate of Total Revenue			<input type="text" value="241"/> + <input type="text" value="244"/> + <input type="text" value="246"/> + <input type="text" value="248"/> , etc. = <input type="text" value="250"/>	

Determination of Applicability

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

Short Taxation Years - Special rules apply for determining total revenue where the taxation year of the corporation or any associated corporation or any fiscal period of any partnership(s) / joint venture(s) of which the corporation or associated corporation is a member, is less than 51 weeks.

Associated Corporation -The total assets or total revenue of associated corporations is the total assets or total revenue for the taxation year ending on or before the date of the claiming corporation's taxation year end.

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

Calculation: CMT (Attach Schedule 101)

Gross CMT Payable CMT Base From Schedule 101 X From Ontario Allocation % X 4% =
 Subtract: Foreign Tax Credit for CMT purposes (Attach schedule) -
 Subtract: Income Tax - From
Net CMT Payable (If negative, enter NIL on Page 17.) =

If is less than zero and you do not have a CMT credit carryover, transfer from **Page 7 to Income Tax Summary, on Page 17**.

If is less than zero and you have a CMT credit carryover, complete A & B below.

If is greater than or equal to zero, transfer to **Page 17** and transfer to **Page 17, and to Part 4 of Schedule 101: Continuity of CMT Credit Carryovers**.

CMT Credit Carryover available From Schedule 101 From

Application of CMT Credit Carryovers

A. Income Tax (before deduction of specified credits) + From
 Gross CMT Payable + From
 Subtract: Foreign Tax Credit for CMT purposes - From
 If - is negative, enter NIL in =
Income Tax eligible for CMT Credit =

B. Income Tax (after deduction of specified credits) + From
 Subtract: CMT credit used to reduce income taxes -
Income Tax =

Transfer to page 17

If A & B apply, cannot exceed the lesser of , and your CMT credit carryover available .

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

Capital Tax (Refer to guide and Int.B. 3011R)

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

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

Members of a partnership (limited or general) or a joint venture, must attach all financial statements of each partnership (any reference to partnership includes joint venture). The Paid-up Capital of each corporate partner must include its share of liabilities that would otherwise be included if the partnership were a corporation. If Investment Allowance is claimed, Total Assets must be adjusted by adding the

corporation's share of the partnership's Total Assets and by deducting investments in the partnership as it appears on the corporation's balance sheet, in addition to any other required adjustments (s.61(5)). Special rules apply to limited partnerships (Inf.B.3017R).

Any assets and liabilities of a corporation that are being utilized in a joint venture must be included along with the corporation's other assets and liabilities when calculating its Taxable Paid-up Capital.

Special rules and rates apply to Non-Resident corporations (s.63, s.64 and s.69(3)).

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

Paid-up capital

Paid-up capital stock (Int.B. 3012R and 3015R)	+	350		•
Retained earnings (if deficit, deduct) (Int.B. 3012R)	±	351		•
Capital and other surpluses, excluding appraisal surplus (Int.B. 3012R)	+	352		•
Loans and advances (Attach schedule) (Int.B. 3013R)	+	353		•
Bank loans (Int.B. 3013R)	+	354		•
Bankers acceptances (Int.B. 3013R)	+	355		•
Bonds and debentures payable (Int.B. 3013R)	+	356		•
Mortgages payable (Int.B. 3013R)	+	357		•
Lien notes payable (Int.B. 3013R)	+	358		•
Deferred credits (including income tax reserves, and deferred revenue where it would also be included in paid-up capital for the purposes of the large corporations tax) (Int.B. 3013R)	+	359		•
Contingent, investment, inventory and similar reserves (Int.B. 3012R)	+	360		•
Other reserves not allowed as deductions for income tax purposes (Attach schedule) (Int.B. 3012R)	+	361		•
Share of partnership(s) or joint venture(s) paid-up capital (Attach schedule(s)) (Int.B. 3017R)	+	362		•
Subtotal	=	370		•
Subtract: Amounts deducted for income tax purposes in excess of amounts booked (Retain calculations. Do not submit.) (Int.B. 3012R)	-	371		•
Deductible R & D expenditures and ONTTI costs deferred for income tax if not already deducted for book purposes (Int.B. 3015R)	-	372		•
Total Paid-up Capital	=	380		•
Subtract: Deferred mining exploration and development expenses (s.62(1)(d)) (Int.B. 3015R)	-	381		•
Electrical Generating Corporations Only - All amounts with respect to electrical generating assets, except to the extent that they have been deducted by the corporation in corrupting its income for income tax purposes for the current or any prior taxation year, that are deductible by the corporation under clause 11(10)(a) of the Corporations Tax Act, and the assets are used both in generating electricity from a renewable or alternative energy source and are qualifying property as prescribed by regulation	-	382		•
Net Paid-up Capital	=	390		•

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

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

Bonds, lien notes and similar obligations, (similar obligations, e.g. stripped interest coupons, applies to taxation years ending after October 30, 1998)	+	402		•
Mortgages due from other corporations	+	403		•
Shares in other corporations (certain restrictions apply) (Refer to guide)	+	404		•
Loans and advances to unrelated corporations	+	405		•
Eligible loans and advances to related corporations (certain restrictions apply) (Refer to guide)	+	406		•
Share of partnership(s) or joint venture(s) eligible investments (Attach schedule)	+	407		•
Total Eligible Investments	=	410		•

continued on Page 10

Capital Tax *continued from Page 12*

Calculation of Capital Tax for Financial Institutions

1.1. Credit Unions only

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

1.2. Other than Credit Unions

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

• X % X From % X Days in taxation year
 Lesser of adjusted Taxable Paid Up Capital and Basic Capital Amount in accordance with Division B.1 Capital Tax Rate (1) (Refer to guide) Ontario Allocation *365 (366 if leap year) = +

• X % X From % X Days in taxation year
 Adjusted Taxable Paid up Capital in accordance with Division B.1 in excess of Basic Capital Amount Capital Tax Rate (2) (Refer to guide) Ontario Allocation *365 (366 if leap year) = +

Capital Tax for Financial Institutions – other than Credit Unions (before Sections 2) + =

** if floating taxation year, refer to guide.*

2. Small Business Investment Tax Credit

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

Allowable Credit for Eligible Investments =

Financial institutions: Claiming a tax credit for investment in Community Small Business Investment Fund (CSBIF)? () (Yes)

Capital Tax - Financial Institutions - =
Transfer to on Page 12

Premium Tax (s.74.2 & 74.3) *(Refer to guide)*

(1) Uninsured Benefits Arrangements • X 2% =
Applies to Ontario-related uninsured benefits arrangements.

(2) Unlicensed Insurance (enter premium tax payable in and attach a detailed schedule of calculations. If subject to tax under (1) above, add both taxes together and enter total tax in .)
Applies to Insurance Brokers and other persons placing insurance for persons resident or property situated in Ontario with unlicensed insurers.

Deduct: Specified Tax Credits applied to reduce premium tax *(Refer to guide)* =

Premium Tax - =
Transfer to page 17

Reconcile net income (loss) for federal income tax purposes with net income (loss) for Ontario purposes if amounts differ

Net Income (loss) for federal income tax purposes, per federal T2 Schedule 1 ± Transfer to page 15

Add:

Federal capital cost allowance	+	<input type="text" value="601"/>	<input type="text"/>	•
Federal cumulative eligible capital deduction	+	<input type="text" value="602"/>	<input type="text"/>	•
Ontario taxable capital gain	+	<input type="text" value="603"/>	<input type="text"/>	•
Federal non-allowable reserves. Balance beginning of year	+	<input type="text" value="604"/>	<input type="text"/>	•
Federal allowable reserves. Balance end of year	+	<input type="text" value="605"/>	<input type="text"/>	•
Ontario non-allowable reserves. Balance end of year	+	<input type="text" value="606"/>	<input type="text"/>	•
Ontario allowable reserves. Balance beginning of year	+	<input type="text" value="607"/>	<input type="text"/>	•
Federal exploration expenses (e.g. CEDE, CEE, CDE, COGPE)	+	<input type="text" value="608"/>	<input type="text"/>	•
Federal resource allowance (Refer to guide)	+	<input type="text" value="609"/>	<input type="text"/>	•
Federal depletion allowance	+	<input type="text" value="610"/>	<input type="text"/>	•
Federal foreign exploration and development expenses	+	<input type="text" value="611"/>	<input type="text"/>	•
Crown charges, royalties, rentals, etc. deducted for Federal purposes (Refer to guide)	+	<input type="text" value="617"/>	<input type="text"/>	•
Management fees, rents, royalties and similar payments to non-arms' length non-residents ▼				

Number of Days in Taxation Year

• X 5/12.5 X
 Days after Dec. 31, 2002 and before Jan. 1, 2004 Total Days
 ÷
 = + •

• X 5/14.0 X
 Days after Dec. 31, 2003 Total Days
 ÷
 = + •

Total add-back amount for Management fees, etc. + = + •

Federal Scientific Research Expenses claimed in year from line of fed. form T661 excluding any negative amount in from Ont. CT23 Schedule 161 + •

Add any negative amount in from Ont. CT23 Schedule 161 + •

Federal allowable business investment loss + •

Total of other items not allowed by Ontario but allowed federally (Attach schedule) + •

Total of Additions to + + + + + + = Transfer to page 15

Deduct:

Ontario capital cost allowance (excludes amounts deducted under <input type="text" value="675"/>)	+	<input type="text" value="650"/>	<input type="text"/>	•
Ontario cumulative eligible capital deduction	+	<input type="text" value="651"/>	<input type="text"/>	•
Federal taxable capital gain	+	<input type="text" value="652"/>	<input type="text"/>	•
Ontario non-allowable reserves. Balance beginning of year	+	<input type="text" value="653"/>	<input type="text"/>	•
Ontario allowable reserves. Balance end of year	+	<input type="text" value="654"/>	<input type="text"/>	•
Federal non-allowable reserves. Balance end of year	+	<input type="text" value="655"/>	<input type="text"/>	•
Federal allowable reserves. Balance beginning of year	+	<input type="text" value="656"/>	<input type="text"/>	•
Ontario exploration expenses (e.g. CEDE, CEE, CDE, COGPE) (Retain calculations. Do not submit.)	+	<input type="text" value="657"/>	<input type="text"/>	•
Ontario depletion allowance	+	<input type="text" value="658"/>	<input type="text"/>	•
Ontario resource allowance (Refer to guide)	+	<input type="text" value="659"/>	<input type="text"/>	•
Ontario current cost adjustment (Attach schedule)	+	<input type="text" value="661"/>	<input type="text"/>	•
CCA on assets used to generate electricity from natural gas, alternative or renewable resources.	+	<input type="text" value="675"/>	<input type="text"/>	•

Subtotal of deductions for this page to + + = •

Transfer to page 15

Reconcile net income (loss) for federal income tax purposes with net income (loss) for Ontario purposes if amounts differ

continued from Page 14

Net Income (loss) for federal income tax purposes, per federal Schedule 1. From ±

Total of Additions on page 14 From =

Subtotal of deductions on page 14. From =

Deduct:

Ontario New Technology Tax Incentive (ONTTI) Gross-up
(Applies only to those corporations whose Ontario allocation is less than 100 % in the current taxation year.)

Capital Cost Allowance (Ontario) (CCA) on prescribed qualifying intellectual property deducted in the current taxation year

ONTTI Gross-up deduction calculation:

Gross-up of CCA

From <input type="text" value="662"/> <input type="text"/>	X	100	-	From <input type="text" value="662"/> <input type="text"/>	=	<input type="text" value="663"/> <input type="text"/>
From <input type="text" value="30"/> <input type="text"/>		Ontario Allocation				

Workplace Child Care Tax Incentive (WCCT)
(Applies to eligible expenditures incurred prior to January 1, 2005.)

Qualifying expenditures: X 30% X

From

Ontario Allocation

=

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

Qualifying expenditures: X 100% X

From

Ontario Allocation

=

Number of Employees accommodated

Ontario School Bus Safety Tax Incentive (OSBSTI)
(Applies to the eligible acquisition of school buses purchased after May 4, 1999 and before January 1, 2006.) (Refer to guide)

Qualifying expenditures: X 30% X

From

Ontario Allocation

=

Educational Technology Tax Incentive (ETTI)
(Applies to the eligible expenditures incurred prior to January 1, 2005.)

Qualifying expenditures: X 15% X

From

Ontario Allocation

=

Ontario allowance business investment loss +

Ontario Scientific Research Expenses claimed in year in from Ont. CT23 Schedule 161 +

Amount added to income federally for an amount that was negative on federal form T661, line 454 or 455 (if filed after June 30, 2003) +

Total of other deductions allowed by Ontario *(Attach schedule)* +

Total of Deductions + + + + + + + + + =

Net income (loss) for Ontario Purposes + - =

Transfer to Page 4

Continuity of Losses Carried Forward

	Non-Capital Losses (1)	Total Capital Losses	Farm Losses	Restricted Farm Losses	Listed Personal Property Losses	Limited Partnership Losses (6)
Balance at Beginning of Year	700 (2)	710 (2)	720 (2)	730	740	750
Add:						
Current year's losses (7)	701	711	721	731	741	751
Losses from predecessor corporations (3)	702	712	722	732		752
Subtotal	703	713	723	733	743	753
Subtract:						
Utilized during the year to reduce taxable income	704 (2)	715 (2)(4)	724 (2)	734 (2)(4)	744 (4)	754 (4)
Expired during the year	705		725	735	745	
Carried back to prior years to reduce taxable income (5)	706 (2) to Page 17	716 (2) to Page 17	726 (2) to Page 17	736 (2) to Page 17	746	
Subtotal	707	717	727	737	747	757
Balance at End of Year	709 (8)	719	729	739	749	759

Analysis of Balance at End of Year by Year of Origin

Year of Origin (oldest year first)		Non-Capital Losses	Non-Capital Losses of Predecessor Corporations	Total Capital Losses from Listed Personal Property only	Farm Losses	Restricted Farm Losses	
year	month	day					
800	9th preceding	taxation year	817 (9)	860 (9)		850	870
801	8th preceding	taxation year	818 (9)	861 (9)		851	871
802	7th preceding	taxation year	819 (9)	862 (9)		852	872
803	6th preceding	taxation year	820	830	840	853	873
804	5th preceding	taxation year	821	831	841	854	874
805	4th preceding	taxation year	822	832	842	855	875
806	3rd preceding	taxation year	823	833	843	856	876
807	2nd preceding	taxation year	824	834	844	857	877
808	1st preceding	taxation year	825	835	845	858	878
809	Current	taxation year	826	836	846	859	879
Total			829	839	849	869	889

Notes:

- (1) Non-capital losses include allowable business investment losses, fed.s.111(8)(b), as made applicable by s.34.
- (2) Where acquisition of control of the corporation has occurred, the utilization of losses can be restricted. See fed.s.111(4) through 111(5.5), as made applicable by s.34.
- (3) Includes losses on amalgamation (fed.s.87(2.1) and s.87(2.11)) and/or wind-up (fed.s.88(1.1) and 88(1.2)), as made applicable by s.34.
- (4) To the extent of applicable gains/income/at-risk amount only.
- (5) Generally a three year carry-back applies. See fed.s.111(1) and fed.s.41(2)(b), as made applicable by s.34.
- (6) Where a limited partner has limited partnership losses, attach loss calculation for each partnership.
- (7) Include amount from 11 if taxable income is adjusted to claim unused foreign tax credit for federal purposes.
- (8) Amount in 709 must equal total of 829 + 839.
- (9) Include non-capital losses incurred in taxation years ending after March 22, 2004.

Request for Loss Carry-Back (s.80(16))

Applies to corporations requesting a reassessment of the return of one or more previous taxation years under s.80(16) with respect to one or more types of losses carried back.

- If, after applying a loss carry-back to one or more previous years, there is a balance of loss available to carry forward to a future year, it is the corporation's responsibility to claim such a balance for those years following the year of loss within the limitations of fed.s.111, as made applicable by s.34.
- Where control of a corporation has been acquired by a person or group of persons, certain restrictions apply to the carry-forward and carry-back provisions of losses under fed.s.111(4) through 111(5.5), as made applicable by s.34.
- Refunds arising from the loss carry-back adjustment may be applied by the Minister of Finance to amounts owing under **any Act administered by the Ministry of Finance**.

- Any late filing penalty applicable to the return for which the loss is being applied will not be reduced by the loss carry-back.
- The application of a loss carry-back will be available for interest calculation purposes on the day that is the latest of the following:
 - 1) the first day of the taxation year after the loss year,
 - 2) the day on which the corporation's return for the loss year is delivered to the Minister, or
 - 3) the day on which the Minister receives a request in writing from the corporation to reassess the particular taxation year to take into account the deduction of the loss.
- If a loss is being carried back to a **predecessor corporation**, enter the predecessor corporation's account number and taxation year end in the spaces provided under Application of Losses below.

Application of Losses

	Non-Capital Losses	Total Capital Losses	Farm Losses	Restricted Farm Losses
Total amount of loss	910	920	930	940
Deduct: Loss to be carried back to preceding taxation years and applied to reduce taxable income				
	Predecessor Ontario Corporation's Tax Account No. (MOF)	Taxation Year Ending year month day		
i) 3 rd preceding	901	911	931	941
ii) 2 nd preceding	902	912	932	942
iii) 1 st preceding	903	913	933	943
Total loss to be carried back	From 706	From 716	From 726	From 736
Balance of loss available for carry-forward	919	929	939	949

Summary

Income tax	+ From 230 or 320	•
Corporation Minimum Tax	+ From 280	•
Capital Tax	+ From 550	•
Premium Tax	+ From 590	•
Total Tax Payable	= 950	•
Subtract: Payments	- 960	•
Capital Gains Refund (s.48)	- 965	•
Qualifying Environmental Trust Tax Credit (Refer to guide)	- 985	•
Specified Tax Credit (Refer to guide)	- 955	•
Balance	= 970	•
If payment due	Enclosed * 990	•
If overpayment: Refund (Refer to guide)	= 975	•
Apply to	year month day 980 (includes credit interest)	•

*Make your cheque (drawn on a Canadian financial institution) or a money order in Canadian funds, payable to the **Minister of Finance** and print your Ontario Corporation's Tax Account No. (MOF) on the back of cheque or money order. (Refer to guide for other payment methods.)

Certification

I am an authorized signing officer of the corporation. I certify that this CT23 return, including all schedules and statements filed with or as part of this CT23 return, has been examined by me and is a true, correct and complete return and that the information is in agreement with the books and records of the corporation. I further certify that the financial statements accurately reflect the financial position and operating results of the corporation as required under section 75 of the *Corporations Tax Act*. The method of computing income for this taxation year is consistent with that of the previous year, except as specifically disclosed in a statement attached.

Name (please print) _____

Title _____

Full Residence Address _____

Signature _____ Date _____

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

Schedule K: Information on Foreign Business Corporations

(Corporations that are incorporated, continued or amalgamated in a jurisdiction outside Canada)



Only one Schedule K may be submitted. Please **do not** photocopy.

Identification																
Corporation's Legal Name <i>(including punctuation)</i>	Ontario Corporation No.(MGS) <table border="1" style="width:100%; height: 20px; border-collapse: collapse;"> <tr><td style="width: 12.5%;"></td><td style="width: 12.5%;"></td><td style="width: 12.5%;"></td><td style="width: 12.5%;"></td><td style="width: 12.5%;"></td><td style="width: 12.5%;"></td><td style="width: 12.5%;"></td><td style="width: 12.5%;"></td></tr> </table>									Date of Incorporation or Amalgamation <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														

Chief Officer/Manager Information															
Name and Office Address of the Chief Officer/Manager in Ontario: <input type="checkbox"/> <i>Not Applicable</i>															
Last Name	First Name	Middle Name(s)													
Street Number and Name		Suite													
City/Town/Village	Province	Country	Postal Code <table border="1" style="width:100%; border-collapse: collapse;"> <tr><td style="width: 12.5%;"></td><td style="width: 12.5%;"></td><td style="width: 12.5%;"></td><td style="width: 12.5%;"></td><td style="width: 12.5%;"></td><td style="width: 12.5%;"></td></tr> </table>												
State the appointment period for the position of Chief Officer/Manager:															
		Date Appointed	Date Ceased												
		<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				<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													
year	month	day													

Agent for Service Information									
State if the Agent for Service is an individual or a corporation: <i>Please check <input checked="" type="checkbox"/> box if applicable</i> <input type="checkbox"/> Individual									
Agent's Last Name	First Name	Middle Name(s)							
Street Number and Name		Suite							
City/Town/Village	Province	Country	Postal Code <table border="1" style="width:100%; border-collapse: collapse;"> <tr><td style="width: 12.5%;"></td><td style="width: 12.5%;"></td><td style="width: 12.5%;"></td><td style="width: 12.5%;"></td><td style="width: 12.5%;"></td><td style="width: 12.5%;"></td></tr> </table>						
<i>Please check <input checked="" type="checkbox"/> box if applicable</i> <input type="checkbox"/> Corporation			Ontario Corporation No. <table border="1" style="width:100%; border-collapse: collapse;"> <tr><td style="width: 12.5%;"></td><td style="width: 12.5%;"></td><td style="width: 12.5%;"></td><td style="width: 12.5%;"></td><td style="width: 12.5%;"></td><td style="width: 12.5%;"></td></tr> </table>						
Corporation Name <i>(including punctuation)</i>									
Care Of									
Street Number and Name		Suite							
City/Town/Village	Province	Country	Postal Code <table border="1" style="width:100%; border-collapse: collapse;"> <tr><td style="width: 12.5%;"></td><td style="width: 12.5%;"></td><td style="width: 12.5%;"></td><td style="width: 12.5%;"></td><td style="width: 12.5%;"></td><td style="width: 12.5%;"></td></tr> </table>						

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