

**YUKON CORPORATION TAX CALCULATION
(2011 and later tax years)**

Name of corporation	Business number	Tax year-end		
		Year	Month	Day

- Use this schedule if your corporation had a permanent establishment (as defined in section 400 of the federal *Income Tax Regulations*) in the Yukon and had taxable income earned in the year in the Yukon.
- This schedule is a worksheet only. You do not have to file it with your *T2 Corporation Income Tax Return*.

Part 1 – Calculation of income subject to Yukon lower and higher tax rates**Period before January 1, 2011**

If there are days in the tax year in the period mentioned above, calculate the income subject to Yukon lower and higher tax rates as follows:

Taxable income for Yukon * A

Income eligible for Yukon lower tax rate:

Amount from line 400 of the T2 return ** B

Amount from line 405 of the T2 return C

Amount from line 425
of the T2 return $\times \frac{400,000}{500,000} =$ D

Amount B, C, or D, whichever is the least E

Amount E $\times \frac{\text{taxable income for Yukon}^*}{\text{taxable income for all provinces}^{***}} =$ F

Income subject to Yukon higher tax rate (amount A minus amount F) G

Enter amount F and/or amount G on the applicable line(s) in Part 3.

Period after December 31, 2010

If there are days in the tax year in the period mentioned above, calculate the income subject to Yukon lower and higher tax rates as follows:

Taxable income for Yukon * A1

Income eligible for Yukon lower tax rate:

Amount from line 400 of the T2 return B1

Amount from line 405 of the T2 return C1

Amount from line 425 of the T2 return D1

Amount B1, C1, or D1, whichever is the least E1

Amount E1 $\times \frac{\text{taxable income for Yukon}^*}{\text{taxable income for all provinces}^{***}} =$ F1

Income subject to Yukon higher tax rate (amount A1 minus amount F1) G1

Enter amount F1 and/or amount G1 on the applicable line(s) in Part 3.

* If the corporation has a permanent establishment only in the Yukon, enter the taxable income from line 360 of the T2 return. Otherwise, enter the taxable income allocated to the Yukon from column F in Part 1 of Schedule 5, *Tax Calculation Supplementary – Corporations*.

** If the corporation is a member of a partnership, complete Part 2 to calculate income from active business.

*** Includes the territories and the offshore jurisdictions for Nova Scotia and Newfoundland and Labrador.

Part 2 – Calculation of income from active business when there is partnership income

Complete this part only if the amount on line 450 of Schedule 7, *Calculation of Aggregate Investment Income and Active Business Income*, is positive.

Period before January 1, 2011

If there are days in the tax year in this period, calculate the income from active business as follows:

Amount RR from Part 5 of Schedule 7 **H**

Deduct partnership income:

Amount II from Part 4 of Schedule 7 **I**

J	K	L	M
Amounts from column E in Part 3 of Schedule 7	Amounts from column G in Part 3 of Schedule 7 multiplied by 400,000 500,000	Column J minus column K (if negative, enter "0")	Amounts from column J or K, whichever is less (if column J is negative, enter "0")
1.			
2.			
3.			
Totals		N	O

Amount on line 370 from Part 3 of Schedule 7 . . . **P**

Amount on line 380 from Part 3 of Schedule 7 . . . **Q**

Subtotal (amount P **plus** amount Q) **R**

Enter amount N or amount R, whichever is less **S**

Specified partnership income (amount O **plus** amount S) **T**

Partnership income (amount I **minus** amount T) **U**

Income from active business (amount H **minus** amount U) **V**

Enter the amount from line V on line B in Part 1.

Part 3 – Calculation of Yukon tax before credits**Yukon tax at the lower rate:**

Amount F $\times \frac{\text{Number of days in the tax year before January 1, 2011}}{\text{Number of days in the tax year}} = \dots\dots\dots 1$

Amount F1 $\times \frac{\text{Number of days in the tax year after December 31, 2010}}{\text{Number of days in the tax year}} = \dots\dots\dots 2$

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

Total Yukon tax at the lower rate (amount on line 3 **multiplied** by 4%) = **W**

Yukon tax at the higher rate:

Amount G $\times \frac{\text{Number of days in the tax year before January 1, 2011}}{\text{Number of days in the tax year}} = \dots\dots\dots 4$

Amount G1 $\times \frac{\text{Number of days in the tax year after December 31, 2010}}{\text{Number of days in the tax year}} = \dots\dots\dots 5$

Subtotal (amount 4 **plus** amount 5) **6**

Total Yukon tax at the higher rate (amount on line 6 **multiplied** by 15%) = **X**

Yukon tax before credits (amount W **plus** amount X) * **Y**

* If the corporation has a permanent establishment in more than one jurisdiction or is claiming a Yukon tax credit, enter amount Y on line 245 of Schedule 5. Otherwise, enter it on line 760 of the T2 return.