



Ontario Resource Tax Credit and Ontario Additional Tax re Crown Royalties (2015 and later tax years)

Corporation's name	Business number	Year	Tax year-end Month	Day
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- Use this schedule to calculate an Ontario resource tax credit, an Ontario additional tax re Crown royalties under sections 37 and 36 of the *Taxation Act, 2007* (Ontario) as well as to claim your unused resource tax credit.
Note: For tax years starting after April 22, 2015, the Ontario resource tax credit and the Ontario additional tax re Crown royalties are eliminated. The credit and the tax are calculated on a pro-rated basis for tax years that include April 23, 2015. Effective that date, Ontario will provide a deduction for royalties and mining taxes paid.
- The Ontario basic rate of tax referred to in Parts 3 and 4 is calculated in Part 1 of Schedule 500, *Ontario Corporation Tax Calculation*.
- File this schedule with your *T2 Corporation Income Tax Return*.

Part 1 – Notional resource allowance and adjusted Crown royalties

Notional resource allowance for the tax year as determined in subsection 7(3) of <i>Ontario Regulation 37/09</i> under the <i>Taxation Act, 2007</i> (Ontario)	105		A
Adjusted Crown royalties for the tax year. Complete Part 5 Amount T from Part 5	100		B

Part 2 – Ontario allocation factor (OAF)

If the provincial or territorial jurisdiction entered on line 750 of the T2 return is "Ontario," enter "1" on line C.

If the provincial or territorial jurisdiction entered on line 750 of the T2 return is "multiple," complete the following calculation and enter the result on line C:

Ontario taxable income *	=	_____
Taxable income **		_____

Ontario allocation factor C

* Enter the taxable income allocated to Ontario from column F in Part 1 of Schedule 5, *Tax Calculation Supplementary – Corporations*. If taxable income is nil, calculate the amount from column F as if taxable income were \$1,000.

** Enter taxable income from line 360 or amount Z from the T2 return, whichever applies. If taxable income is nil, enter \$1,000.

Part 3 – Ontario resource tax credit

Complete Part 4 to calculate the Ontario additional tax re Crown royalties (included in amount e). You can carry forward unexpired unused Ontario resource tax credits in the first five tax years beginning after April 23, 2015.

Ontario resource tax credit balance at the end of the previous tax year. Enter the amount from line 200 of Schedule 504 from the previous tax year, if applicable	115		a
Ontario resource tax credit balance transferred on an amalgamation or the windup of a subsidiary if subsection 87(1) or 88(1) of the federal <i>Income Tax Act</i> applies to the amalgamation or wind-up	120		b
Subtotal (amount a plus amount b)			c
Credit expired (after the first five tax years beginning after April 23, 2015)	125		d
Ontario resource tax credit balance at the beginning of the tax year (amount c minus amount d)			▶ D
Ontario corporate income tax payable before tax credits (amount C6 from Part 2 of Schedule 5)			e
For tax years that begin before April 24, 2015			
Current-year credit before the transitional calculation:			
Notional resource allowance for the tax year (amount A from Part 1)			f
Adjusted Crown royalties for the tax year (amount B from Part 1)			g
Subtotal (amount f minus amount g) (if negative, enter "0")			h
Amount h _____ × Ontario basic rate of tax * _____ % × OAF ** _____ =	130		i
Current-year credit:			
Amount i _____ ×	Number of days in the tax year before April 24, 2015 _____	=	_____ E
	Number of days in the tax year		

* Enter the rate used in the calculation of amount L from Part 4.

** Enter amount C from Part 2.

Part 3 – Ontario resource tax credit (continued)

Amount D _____	×	$\frac{\text{Number of days in the tax year before April 24, 2015}}{\text{Number of days in the tax year}}$	= j
Total Ontario resource tax credit available for the current year (amount E plus amount j) k				
Ontario resource tax credit claimed in the current year (amount e or amount k, whichever is less) Enter amount F on line 404 in Part 2 of Schedule 5 F				
Balance at the end of the tax year (amount D plus amount E minus amount F) G				
For tax years that begin after April 23, 2015				
Ontario resource tax credit claimed in the current year (amount D or amount e, whichever is less) Enter amount H on line 404 in Part 2 of Schedule 5 H				
Balance at the end of the tax year (amount D minus amount H) I				
Ontario resource tax credit balance at the end of the tax year (amount G or amount I, whichever applies) 200 J				

Part 4 – Ontario additional tax re Crown royalties

Adjusted Crown royalties for the tax year (amount B from Part 1)	l		
Notional resource allowance for the tax year (amount A from Part 1)	m		
Subtotal (amount l minus amount m) (if negative, enter "0")				▶ K
Ontario additional tax re Crown royalties:				
Amount K _____	×	$\frac{\text{Number of days in the tax year before April 24, 2015}}{\text{Number of days in the tax year}}$	×	Ontario basic rate of tax (from Part 1 of Schedule 500 -) _____ %
			×	OAF * _____ =
..... L				
Enter amount L on line 274 in Part 2 of Schedule 5.				
Note: For tax years starting after April 22, 2015, the Ontario additional tax re Crown royalties is eliminated.				
* Enter amount C from Part 2.				

Part 5 – Adjusted Crown royalties for the tax year

Add the following amounts as defined under subsection 36(2) of the *Taxation Act, 2007* (Ontario):

Provincial or territorial tax on income from mining operations, excluding amounts prescribed in subsection 108.1(2) of <i>Ontario Regulation 183</i> , as it applies under subsection 11.0.1(2) of the <i>Corporations Tax Act</i> (Ontario)		M
A Crown charge *, paid or payable to the Crown **, or receivable by the Crown under subsections 11.0.1(3) and (5) of the <i>Corporations Tax Act</i> (Ontario)		N
Adjustment to income where an operator, at any time in a tax year, disposes of or acquires production from a Canadian natural accumulation of petroleum or natural gas, an oil or gas well, or a mineral resource at less than or more than the fair market value under subsection 26(4.1) of the <i>Corporations Tax Act</i> (Ontario)		O
Payments made under contract to reimburse Crown charges * under paragraph 1 of subsection 26(7) of the <i>Corporations Tax Act</i> (Ontario)		P
The corporation's share of amounts M and N incurred by a partnership of which the corporation is a majority interest partner under subsection 31(1.2) of the <i>Corporations Tax Act</i> (Ontario)		Q
Subtotal (total of amounts M to Q)		R
Amounts received under contract as reimbursements of Crown charges * under paragraph 2 of subsection 26(7) of the <i>Corporations Tax Act</i> (Ontario)		S
Adjusted Crown royalties for the tax year (amount R minus amount S)		T
Enter amount T on line 100 in Part 1.		

* "Crown charge" is an amount to which the Crown is entitled and that is, or can reasonably be considered to be a royalty, tax, lease rental, or bonus relating to the acquisition, development, or ownership of a Canadian resource property, or relating to the production in Canada from certain resource properties. Crown charge does not include a municipal or school tax or amounts prescribed in section 108.2 of *Ontario Regulation 183* under the *Corporations Tax Act* (Ontario).

** "Crown" refers to Her Majesty in right of Canada or of a province, an agent of Her Majesty in right of Canada or of a province, or a corporation, commission, or association that is controlled by Her Majesty in right of Canada or of a province, or by an agent of Her Majesty in right of Canada or of a province.