



Low Rate Income Pool (LRIP) Calculation (2015 and later years)

Corporation's name	Business number	Tax year-end Year Month Day
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- Use this schedule to calculate the balance of the low rate income pool (LRIP) at any time in the tax year if you are a corporation resident in Canada that is:
 - a corporation **other** than a Canadian-controlled private corporation (CCPC) or a deposit insurance corporation (DIC); or
 - a corporation that elected under subsection 89(11) not to be a CCPC.
- When an eligible dividend was paid or there was a change in the LRIP balance 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.
- All legislative references are to the *Income Tax Act* and the *Income Tax Regulations*.
- Subsection 89(1) defines the terms eligible dividend, excessive eligible dividend designation, general rate income pool, and low rate income pool.

Part 1 – Low rate income pool (LRIP)

LRIP at the end of the immediately previous tax year	100	
Income for the credit union deduction (amount F in Part 3 of Schedule 17 of the previous year if the corporation was not a CCPC in the previous tax year for the purpose of paying eligible dividends, otherwise enter "0")	120	
Aggregate investment income of a corporation that has elected under subsection 89(11) not to be a CCPC (line 440 of the T2 return of the previous tax year)	140	
Subtotal (line 120 plus 140)	150	
Investment corporation deduction (line 620 of the T2 return of the previous tax year)	160	
Subtotal (add lines 100, 150, and 160)	190	

Part 2 – LRIP and excessive eligible dividend designations during the tax year

Complete this part if you paid an eligible dividend in the tax year.

	200	210	220	230	240	250
	Date ¹ (yyyy/mm/dd)	Total dividends ² receivable in the year before the date on line 200 that are deductible under section 112	Total adjustments for amalgamations, wind-ups, or on ceasing to be a CCPC ³	Subtotal (add lines 190, 210, and 220)	Total dividends ⁴ payable in the year before the date on line 200	Total of excessive eligible dividend designations made before the date on line 200
1.						
2.						
3.						
4.						
5.						

	260	270	280
	LRIP as of the date on line 200 (line 230 minus the total of line 240 and line 250)	Total eligible dividends paid on the date on line 200	Excessive eligible dividend designation (lesser of lines 260 and 270)
1.			
2.			
3.			
4.			
5.			

- 1 Enter on line 200 each date where:
 - an eligible dividend was paid in the year; or
 - an adjustment was made as a result of an amalgamation or the wind-up of a subsidiary or on ceasing to be a CCPC (by an election or otherwise).
- 2 Taxable dividends from a corporation resident in Canada (other than eligible dividends).
- 3 Complete the worksheets in Parts 4 to 6 separately for each predecessor, each subsidiary involved in the wind-up, and when the corporation ceases to be a CCPC or DIC. Add up the adjustments for this date and enter on line 220.
- 4 Includes taxable dividends (other than an eligible dividend, a capital gains dividend within the meaning assigned by subsection 130.1(4) or 131(1), or a dividend deductible under subsection 130.1(1))

Total excessive eligible dividend designations in the tax year (total of all amounts in column 280) A

Enter amount A at amount G of Schedule 55.

Part 3 – LRIP closing balance

Amount from line 190 in Part 1		B
Total dividends ⁵ receivable in the tax year that are deductible under section 112	510	_____
Total adjustments for amalgamations, wind-ups, or on ceasing to be a CCPC ⁶	520	_____
Subtotal (line 510 plus line 520) =====	▶	_____ C
Subtotal (amount B plus amount C) _____		D
Total dividends ⁷ payable in the tax year	540	_____
Total excessive eligible dividend designations in the tax year (amount A in Part 2)		E
Subtotal (line 540 plus amount E) =====	▶	_____ F
LRIP at the end of the tax year (amount D minus amount F) (if negative enter "0")	590	=====

5 Taxable dividends from a corporation resident in Canada (other than eligible dividends)

6 Complete the worksheets in Parts 4 to 6 separately for each predecessor, each subsidiary involved in the wind-up, and when the corporation ceases to be a CCPC or DIC.

7 Includes taxable dividends (other than an eligible dividend, a capital gains dividend within the meaning assigned by subsection 130.1(4) or 131(1), or a dividend deductible under subsection 130.1(1))