



SASKATCHEWAN CORPORATION TAX CALCULATION (2011 and later tax years)

Form header with fields for Name of corporation, Business number, and 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 Saskatchewan and had taxable income earned in the year in Saskatchewan.
This schedule is a worksheet only and does not have to be filed with your T2 Corporation Income Tax Return.

Part 1 - Calculation of income subject to Saskatchewan lower and higher tax rates

Taxable income for Saskatchewan * A

Income eligible for Saskatchewan 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 D

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

For credit unions only:

Amount from line D of Schedule 17, Credit Union Deductions F

Deduct: amount E above F

Excess (if negative, enter "0") F

Total of amounts E and F G

Amount G x taxable income for Saskatchewan * = taxable income for all provinces ** H

Income subject to Saskatchewan higher tax rate (amount A minus amount H) I

Enter amount H and/or amount I on the applicable line(s) in Part 2.

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

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

Part 2 - Calculation of Saskatchewan tax before credits

Saskatchewan tax at the lower rate:

Amount H x (Number of days in the tax year before July 1, 2011 / Number of days in the tax year) x 4.5% = AA

Amount H x (Number of days in the tax year after June 30, 2011 / Number of days in the tax year) x 2% = BB

Total Saskatchewan tax at the lower rate (amount AA plus amount BB) CC

Saskatchewan tax at the higher rate:

Amount I x 12% = DD

Saskatchewan tax before credits (amount CC plus amount DD) * EE

* If the corporation has a permanent establishment in more than one jurisdiction or is claiming a Saskatchewan tax credit, enter amount EE on line 235 of Schedule 5. Otherwise, enter it on line 760 of the T2 return.