

The Alberta Corporate Tax Act adopts most rules of the federal Income Tax Act for determining income and taxable income. However, some of the rules are elective and allow corporations to claim different amounts for Alberta purposes than they have for federal purposes. This results in different discretionary Alberta and federal tax account balances. The differences between the Alberta and federal resource tax regimes from 2003 onwards also lead to different income federally and for Alberta purposes. **If the corporation elects to differ its claim for Alberta purposes in the current year, if the opening balances for Alberta and federal purposes differ, or if the corporation has crown charges, Alberta Royalty Tax Credit claims or resource allowance in 2003 and onwards, then Schedule 12 MUST be completed and submitted with the applicable supporting Alberta schedule(s).**  
Report all monetary amounts in dollars; DO NOT indicate cents. Show negative amounts in brackets ( ).

**AREA A - NET INCOME FOR ALBERTA CORPORATE INCOME TAX PURPOSES** 002

**Net Income (Loss) for federal purposes** from T2 line 300 \_\_\_\_\_

Only specify the federal and Alberta amount of the items that are calculated differently for Alberta purposes or where the opening balance for Alberta purposes differs from the federal opening balance.  
If these amounts are the same, DO NOT indicate the amount for either federal or Alberta purposes.

	Federal Dollar Amount		Alberta Dollar Amount	
		Federal Schedule 1 line 403		Schedule 13 line 027
Capital Cost Allowance -----	-	005	-	004
Recapture of CCA -----	+	007	+	006
Terminal Loss -----	-	009	-	008
Cumulative Eligible Capital Deduction -----	-	011	-	010
Gain on Sale of Eligible Capital Property -----	+	013	+	012
Farming Inventory:		Federal Schedule 1 line 224		
- Mandatory inventory adjustment included in current year -----	+	015	+	014
- Mandatory inventory adjustment included in prior year -----	-	017	-	016
- Optional value of inventory included in current year -----	+	019	+	018
- Optional value of inventory included in prior year -----	-	021	-	020
Depletion -----	-	023	-	022
Canadian Exploration Expenses (CEE) -----	-	027	-	026
Canadian Development Expenses (CDE) -----	-	029	-	028
Foreign Exploration and Development Expenses -----	-	031	-	030
Canadian Oil and Gas Property Expenses (COGPE) -----	-	033	-	032
Scientific Research Expenses claimed in year -----		035	-	034
Tax Reserves deducted in prior year -----	+	037	+	036
Tax Reserves claimed in current year -----	-	039	-	038
Capital Tax Liability in other provinces -----			+	042
Other - Attach supporting schedule -----		041		040
Total Federal Amount:		050	Total Alberta Amount:	052
<b>Net Income (Loss) for Alberta purposes:</b> Line 002 - line 050 + line 052 -----				054

If amount in Line 040, provide explanation: 048

Report all monetary amounts in dollars;  
DO NOT include cents.  
Show negative amounts in brackets ( ).

CAN: \_\_\_\_\_

Taxation  
Year Ending: \_\_\_\_\_

**AREA B - TAXABLE INCOME FOR ALBERTA**

For this section, all of the following items that determine taxable income must be specified. If the opening balance or the claim for the current year for donations, gifts or losses are different for Alberta purposes than for federal purposes, complete the applicable Alberta schedule(s) and enter the amount from those schedule(s) below. Otherwise, enter the amounts from the federal T2 for these items and any other applicable line items.

	Federal	Alberta
<b>Net Income (Loss) for carried forward from page 1:</b>	<b>002</b>	<b>054</b>
<b>Deduct:</b>	<b>Federal Dollar Amount of Deduction</b>	<b>Alberta Dollar Amount of Deduction</b>
Charitable Donations .....	<input type="checkbox"/> <b>057</b> T2 line 311	<input type="checkbox"/> <b>056</b> Schedule 20 line 016
Gifts to Canada or a province, cultural gifts and ecological gifts .....	<input type="checkbox"/> <b>059</b> T2 lines 312 + 313 + 314	<input type="checkbox"/> <b>058</b> Schedule 20 line 076
Taxable dividends deductible under ITA section 112, 113 or 138(6) .....	<input type="checkbox"/> <b>061</b> T2 line 320	<input type="checkbox"/> <b>060</b> T2 line 320
Part VI.1 tax deduction .....	<input type="checkbox"/> <b>063</b> T2 line 325	<input type="checkbox"/> <b>062</b> T2 line 325
Non-capital losses of preceding taxation years .....	<input type="checkbox"/> <b>065</b> T2 line 331	<input type="checkbox"/> <b>064</b> Schedule 21 line 041
Net-capital losses of preceding taxation years (See Guide for the Inclusion Rate calculation) .....	<input type="checkbox"/> <b>067</b> T2 line 332	<input type="checkbox"/> <b>066</b> Schedule 21 line 061 x Inclusion Rate
Restricted farm losses of preceding taxation years .....	<input type="checkbox"/> <b>069</b> T2 line 333	<input type="checkbox"/> <b>068</b> Schedule 21 line 099
Farm losses of preceding taxation years .....	<input type="checkbox"/> <b>071</b> T2 line 334	<input type="checkbox"/> <b>070</b> Schedule 21 line 079
Limited partnership losses of preceding taxation years .....	<input type="checkbox"/> <b>073</b> T2 line 335	<input type="checkbox"/> <b>072</b> Schedule 21 total of column 139
Taxable capital gains or taxable dividends allocated from a central credit union .....	<input type="checkbox"/> <b>075</b> T2 line 340	<input type="checkbox"/> <b>074</b> T2 line 340
Prospector's and grubstaker's shares .....	<input type="checkbox"/> <b>079</b> T2 line 350	<input type="checkbox"/> <b>078</b> T2 line 350
Subtotal:	<input type="checkbox"/> <b>081</b>	<input type="checkbox"/> <b>080</b>
<b>Add:</b> ITA section 110.5 and/or subparagraph 115(1)(a)(vii) additions (see Guide) .....	<input type="checkbox"/> <b>083</b> T2 line 355	<input type="checkbox"/> <b>082</b> Schedule 21 line 017
<b>Taxable Income for Federal purposes or (Loss) Lines 002 - 081 + 083</b> .....	<input type="checkbox"/> <b>091</b>	
<b>Taxable Income for Alberta purposes or (Loss) Lines 054 - 080 + 082</b> .....		<input type="checkbox"/> <b>090</b>
If there is an amount at line 082 and line 054 - line 080 is negative, then line 090 must equal line 082		
<b>Enter this amount on AT1 page 2, line 062</b>		

To be completed only by **insurers of farmers and fishermen**:  
Income exempt under ITA paragraph 149(1)(t) .....

<input type="checkbox"/> <b>092</b>	T2 line 370
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**Reconciliation of Active Business Income (ABI):**

Does the corporation's calculation of ABI for Alberta purposes differ from its federal ABI?

<input type="checkbox"/> <b>100</b>	Yes	No
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If "Yes", complete the following to reconcile the two amounts .....

Active Business Income from Federal Schedule 7, the calculated value \*  
of amount "Q" or federal Schedule 16, line 124 .....

\* If the calculated amount is negative, enter the negative amount in brackets ( ). If this includes specified partnership income, ensure the correct Alberta small business threshold is used (See Guide)

Adjustment to ABI for Alberta purposes due to discretionary items (See Guide)  
Show a negative amount in brackets ( ).

Active Business Income for Alberta purposes (ABI)  
Line 102 + 104 (if negative, enter "0") .....

This amount is to be used for Schedule 1, line 003

<input type="checkbox"/> <b>102</b>	
<input type="checkbox"/> <b>104</b>	
<input type="checkbox"/> <b>106</b>	