

Table 35-2
Motor vehicle and parts wholesaler-distributors — Reconciliation of net profit to taxable income and taxes payable

	2007	2008	2009	2010	2011
	millions of dollars				
Net profit	809	732	537	960	1,260
Plus: consolidation and conceptual adjustments	193	-311	34	7	-43
Plus: current taxes, including mining	454	289	276	343	378
Plus: deferred income taxes	-66	-58	4	-27	-37
Less: profit of tax exempt corporations	0	6	0	1	1
Deductible dividends	66	84	67	82	135
Adjusted profit before taxes	1,324	562	785	1,202	1,422
Exemptions and deductions:					
Book capital gains and losses	62	41	28	40	38
Less: taxable capital gains	21	18	16	18	11
Net difference, capital gains and losses	41	23	12	22	27
Resource allowance	0	0	0	0	0
Less: royalties	..	..	..	..	..
Net difference, resource allowance	0	0	0	0	0
Earned depletion allowance	..	..	..	..	..
Other exemptions and deductions	11	-35	-26	20	-44
Total, exemptions and deductions	52	-12	-14	41	-17
Timing differences:					
Depreciation	438	517	636	596	649
Less: capital cost allowance	1,444	1,481	1,468	909	733
Net difference, depreciation	-1,006	-964	-832	-312	-84
Natural resources expenses, (books)	0	0	0	0	0
Less: natural resource expenses, (tax)	0	0	0	0	0
Net difference, natural resources expenses	0	0	0	0	0
Charitable donations net difference, (books minus tax)	0	0	0	0	0
Other timing differences	1,078	1,621	1,241	568	158
Total, timing differences	72	657	410	255	74
Net taxable income	1,343	1,231	1,208	1,415	1,513
Less: prior year losses applied	37	33	62	102	107
Taxable income (tax base)	1,306	1,197	1,146	1,313	1,406
Taxes:					
Tax otherwise payable	500	457	436	500	535
Surtax	14	1	0	0	0
Less: Federal tax credits and deductions:					
Federal tax abatement	131	120	114	131	140
Small business deduction	37	39	38	39	43
Manufacturing and processing profits deduction	3	4	3	1	2
Investment tax credit	2	2	2	2	2
Other credits	71	72	78	105	128
Net part 1 tax payable	270	221	201	221	219
Other direct federal taxes	1	1	1	1	1
Federal tax payable	271	222	202	222	220
Provincial tax payable	141	132	136	150	148
Total taxes	412	355	338	372	368