

Table 57-2

Financial transactions processing, loan brokers and other activities related to credit intermediation — Reconciliation of net profit to taxable income and taxes payable

	2007	2008	2009	2010	2011
	millions of dollars				
Net profit	341	372	647	625	545
Plus: consolidation and conceptual adjustments	-82	-56	-55	-201	-71
Plus: current taxes, including mining	102	83	178	54	50
Plus: deferred income taxes	15	33	3	-18	23
Less: profit of tax exempt corporations	1	0	210	286	125
Deductible dividends	27	63	23	11	31
Adjusted profit before taxes	348	369	539	164	390
Exemptions and deductions:					
Book capital gains and losses	81	-36	78	-4	67
Less: taxable capital gains	8	55	3	15	12
Net difference, capital gains and losses	73	-91	76	-19	55
Resource allowance	..	..	..	..	..
Less: royalties	..	..	..	..	..
Net difference, resource allowance	..	..	..	..	..
Earned depletion allowance	..	..	..	..	..
Other exemptions and deductions	-16	-9	-158	-342	-141
Total, exemptions and deductions	57	-101	-82	-360	-86
Timing differences:					
Depreciation	122	125	149	108	101
Less: capital cost allowance	121	209	138	97	99
Net difference, depreciation	1	-84	11	10	2
Natural resources expenses, (books)	..	..	..	..	..
Less: natural resource expenses, (tax)	1	..	..	..	..
Net difference, natural resources expenses	-1	..	..	..	..
Charitable donations net difference, (books minus tax)	0	0	0	0	0
Other timing differences	77	-51	252	-218	67
Total, timing differences	78	-135	263	-207	69
Net taxable income	369	335	884	318	545
Less: prior year losses applied	40	48	40	33	64
Taxable income (tax base)	329	288	844	285	481
Taxes:					
Tax otherwise payable	127	111	256	109	125
Surtax	4	1	0	0	0
Less: Federal tax credits and deductions:					
Federal tax abatement	33	29	67	28	32
Small business deduction	14	16	14	17	17
Manufacturing and processing profits deduction	..	..	..	..	..
Investment tax credit	0	0	0	0	1
Other credits	17	14	50	15	21
Net part 1 tax payable	67	52	124	48	53
Other direct federal taxes	0	0	0	1	1
Federal tax payable	67	52	125	49	54
Provincial tax payable	33	28	104	27	49
Total taxes	100	80	228	76	103