

Table 70-2
Food services and drinking places — Reconciliation of net profit to taxable income and taxes payable

	2007	2008	2009	2010	2011
	millions of dollars				
Net profit	1,165	1,321	1,055	1,320	1,449
Plus: consolidation and conceptual adjustments	19	248	-8	-62	102
Plus: current taxes, including mining	403	404	361	422	433
Plus: deferred income taxes	3	-39	31	-10	-24
Less: profit of tax exempt corporations	-2	-1	0	-1	0
Deductible dividends	203	187	165	201	357
Adjusted profit before taxes	1,389	1,747	1,274	1,470	1,603
Exemptions and deductions:					
Book capital gains and losses	371	268	264	289	230
Less: taxable capital gains	149	138	123	172	109
Net difference, capital gains and losses	223	130	140	116	121
Resource allowance	0	0	0	0	0
Less: royalties	0	0	0	0	0
Net difference, resource allowance	0	0	0	0	0
Earned depletion allowance
Other exemptions and deductions	-44	-107	-101	-75	-101
Total, exemptions and deductions	179	23	39	41	20
Timing differences:					
Depreciation	1,256	1,325	1,395	1,515	1,475
Less: capital cost allowance	1,154	1,255	1,362	1,469	1,417
Net difference, depreciation	102	70	33	46	58
Natural resources expenses, (books)	1	1	0	0	0
Less: natural resource expenses, (tax)	9	1	0	0	0
Net difference, natural resources expenses	-7	0	0	0	0
Charitable donations net difference, (books minus tax)	1	1	-2	-1	1
Other timing differences	838	480	893	970	886
Total, timing differences	933	551	924	1,015	945
Net taxable income	2,143	2,275	2,158	2,444	2,529
Less: prior year losses applied	286	284	264	271	259
Taxable income (tax base)	1,857	1,991	1,894	2,173	2,270
Taxes:					
Tax otherwise payable	713	764	721	830	863
Surtax	19	3	0	0	0
Less: Federal tax credits and deductions:					
Federal tax abatement	186	199	188	217	225
Small business deduction	186	211	207	227	234
Manufacturing and processing profits deduction	10	13	14	18	21
Investment tax credit	1	1	1	1	2
Other credits	32	40	40	52	63
Net part 1 tax payable	318	302	270	314	318
Other direct federal taxes	5	5	4	5	18
Federal tax payable	323	308	274	319	336
Provincial tax payable	143	156	174	192	193
Total taxes	466	464	448	511	530