

**Table 29-2**  
**Motor vehicle parts manufacturing — Reconciliation of net profit to taxable income and taxes payable**

	2010	2011	2012	2013	2014
	millions of dollars				
<b>Net profit</b>	<b>647</b>	<b>524</b>	<b>823</b>	<b>1,182</b>	<b>1,416</b>
Plus: consolidation and conceptual adjustments	963	519	768	1,488	4,838
Plus: current taxes, including mining	129	203	287	417	490
Plus: deferred income taxes	15	20	-87	-25	-33
Less: profit of tax exempt corporations	0	0	..	..	..
Deductible dividends	1,334	413	605	1,634	5,033
<b>Adjusted profit before taxes</b>	<b>421</b>	<b>853</b>	<b>1,186</b>	<b>1,428</b>	<b>1,677</b>
<b>Exemptions and deductions:</b>					
Book capital gains and losses	-30	47	12	24	-42
Less: taxable capital gains	25	11	5	8	12
Net difference, capital gains and losses	-55	36	8	16	-54
Resource allowance	..	..	..	..	..
Less: royalties	..	..	..	..	..
Net difference, resource allowance	..	..	..	..	..
Earned depletion allowance	..	..	..	..	..
Other exemptions and deductions	-104	-22	29	305	349
<b>Total, exemptions and deductions</b>	<b>-159</b>	<b>14</b>	<b>37</b>	<b>321</b>	<b>295</b>
<b>Timing differences:</b>					
Depreciation	746	647	656	638	703
Less: capital cost allowance	948	729	757	617	753
Net difference, depreciation	-202	-81	-101	21	-50
Natural resources expenses, (books)	0	1	0	0	0
Less: natural resource expenses, (tax)	..	1	..	..	..
Net difference, natural resources expenses	0	0	0	0	0
Charitable donations net difference, (books minus tax)	0	0	0	4	5
Other timing differences	545	306	468	555	735
<b>Total, timing differences</b>	<b>343</b>	<b>225</b>	<b>367</b>	<b>580</b>	<b>690</b>
<b>Net taxable income</b>	<b>923</b>	<b>1,063</b>	<b>1,517</b>	<b>1,686</b>	<b>2,072</b>
Less: prior year losses applied	176	185	91	138	116
<b>Taxable income (tax base)</b>	<b>747</b>	<b>878</b>	<b>1,425</b>	<b>1,548</b>	<b>1,956</b>
<b>Taxes:</b>					
Tax otherwise payable	284	334	542	588	743
Surtax	0	0	0	0	0
<b>Less: Federal tax credits and deductions:</b>					
Federal tax abatement	74	87	141	153	193
Small business deduction	5	6	7	7	7
Manufacturing and processing profits deduction	50	83	157	173	227
Investment tax credit	36	23	35	30	28
Other credits	32	26	34	42	49
<b>Net part 1 tax payable</b>	<b>86</b>	<b>108</b>	<b>168</b>	<b>183</b>	<b>240</b>
Other direct federal taxes	3	1	2	1	2
<b>Federal tax payable</b>	<b>89</b>	<b>109</b>	<b>169</b>	<b>184</b>	<b>242</b>
Provincial tax payable	79	78	130	144	182
<b>Total taxes</b>	<b>168</b>	<b>187</b>	<b>299</b>	<b>328</b>	<b>424</b>