

Use this form to calculate your 2012 federal tax payable under alternative minimum tax. If you are completing a return for a trust, use Schedule 12 of the T3 package. Complete parts 1, 2, and 8 if you do not have to pay minimum tax in 2012 and you are applying a minimum tax carryover from previous years against your 2012 tax payable. Alternative minimum tax does not apply to a person who died in 2012 or to returns filed under subsection 70(2) or 150(4), or under paragraph 104(23)(d) or 128(2)(e) of the *Income Tax Act* (the Act). Attach a completed copy of this form to your 2012 return. If you had business income in 2012 from a province or territory other than the one in which you lived at the end of the year, or from another country, you may also have to complete and attach a copy of Form T2203, *Provincial and Territorial Taxes for 2012 – Multiple Jurisdictions*.

Part 1 – Adjusted taxable income and minimum amount (notes 1 through 5 indicated on this page are explained on pages 1 and 2)

Taxable income from line 260 of your return, or the amount that you would have entered on line 260 if the instruction "if negative, enter "0" on lines 236 and 260 were replaced with the instruction "if negative, enter the result in brackets".

1

Film property (Note 1)

Capital cost allowance (CCA) and carrying charges claimed on certified film property acquired before March 1996 (usually included on lines 221 and 232 of your return)

2

Net income from film property before CCA and carrying charges (if negative, enter "0") (Note 2)

-

3

Line 2 minus line 3 (if negative, enter "0")

6782

=

4

Rental and leasing property (Note 1)

Capital cost allowance (CCA) and carrying charges claimed on rental and leasing property (included on line 126 of your return)

5

Net income from rental and leasing property before CCA and carrying charges (if negative, enter "0") (Note 2)

-

6

Line 5 minus line 6 (if negative, enter "0")

6783

=

7

Tax shelters, limited partnerships, and non-active partners

Losses from partnerships of which you are a limited or non-active partner, or partnerships that are tax shelters (Note 3)

8

Amounts deductible for properties that are tax shelters (Note 4)

+

9

Carrying charges for acquiring an interest in a partnership of which you are a limited or non-active partner, or which owns a rental or leasing property or a film property (included on line 221 of your return) (Note 5)

+

10

Add lines 8 to 10.

6784

=

11

Resource property and flow-through shares

Total of all resource expenditures, depletion allowances, and carrying charges for resource property and flow-through shares (included on lines 221, 224, and 232 of your return)

12

Income (including royalties) from production of petroleum, gas, and minerals, before carrying charges, resource expenditures, and depletion allowances included on line 12 (if negative, enter "0")

13

Income from dispositions of foreign resource properties, and recovery of exploration and development expenses (if negative, enter "0")

+

14

Line 13 plus line 14

=

15

Line 12 minus line 15 (if negative, enter "0")

6786

=

16

Non-taxable part of capital gains reported in the year

Amount from line 197 on Schedule 3 of your return plus the amount from line 3 of Form RC310 (if any); (if negative, enter "0" on line 24). Do not include a reserve from any year before 1986.

17

Capital gains (or losses) arising from mortgage foreclosures and conditional sales repossession from lines 124 and 155 of Schedule 3

18

Part of total capital gains included on line 17 that is exempt from Canadian tax under a tax treaty (included on line 256)

6788

+

19

Capital gains on gifts of certain capital property (from lines 1 and 2 of column 8 of Form T1170)

6789

+

20

Certain capital gains from testamentary trusts (for details, contact its legal representative)

6787

+

21

Add lines 18 to 21.

=

22

Line 17 minus line 22 (this amount can be negative)

=

23

Multiply line 23 by 30% (do not show the result in brackets).

a)

Enter the amount from line 127 of your return.

b)

If line 23 is positive, enter the amount from line a) on line 24;
if line 23 is negative, enter the amount from line a) or b), whichever is less, and show it in brackets.

+

24

Add lines 1, 4, 7, 11, 16, and 24.

=

25

Note 1 – If you are a member of a partnership, include your share of the income and deductions for the partnership's fiscal period ending in 2012. Do not include any amounts that you have to include on lines 8 to 10 of this form.

Note 2 – For film property and rental and leasing property, first add income from these investments (before CCA or carrying charges, if they apply) and net taxable capital gains, if any, from dispositions of such investments. Then subtract losses from these investments (before CCA or carrying charges, if they apply). If the result is negative, enter "0".

Notes 3 to 5 are on the next page.

Part 2 – Basic federal tax

Enter the amount from line 404 of Schedule 1.

Total non-refundable tax credits from line 350 on Schedule 1		60			59
Dividend tax credit: amount from 425 on Schedule 1	+	61			
Overseas employment tax credit from Form T626	+	62			
Add lines 60 to 62.	=		▶	–	63
Tax payable before minimum tax carryover: line 59 minus line 63				=	64
Minimum tax carryover applied in 2012 from line 124 in Part 8				–	65
Line 64 minus line 65		Basic federal tax		=	66

Part 3 – Regular net federal tax payable

Federal surtax on business income earned outside Canada: multiply the amount from line 66 by 48%.
If you have to pay provincial or territorial tax to multiple jurisdictions, multiply the result by the percentage in Column 5 of line 5222 on Form T2203. In either case, enter the result on this line.

Recapture of investment tax credit (from line 7 of Form T2038(IND))				+	67
Add lines 66 to 68.				+	68
Federal foreign tax credit from Form T2209		70		=	69
Federal logging tax credit	+	71			
Line 70 plus line 71	=		▶	–	72
Line 69 minus line 72 (if negative, enter "0")		Federal tax payable		=	73

Federal political contribution tax credit from line 410 of Schedule 1		74			
Investment tax credit (from line E of Form T2038(IND))	+	75			
Labour-sponsored funds tax credit from line 414 of Schedule 1	+	76			
Add lines 74 to 76.	=		▶	–	77
Line 73 minus line 77 (if negative, enter "0")		Regular net federal tax payable		=	78

Part 4 – Special foreign tax credit (terms identified by the letters *(a)* and *(e)* are defined on Form T2209)

(i) Foreign business income (total business income earned in the foreign country minus allowable expenses and deductions for the foreign income)		79			
Foreign non-business income (on which non-business income tax was paid to a foreign country <i>(a)</i>)	+	80			
Total foreign income	=	81			
Applicable rate	×	15%	82		
Foreign income limit for special foreign tax credit	=	83			
(ii) Total non-business income tax paid to a foreign country <i>(a)</i>			84		
			85		
Total business income tax paid to a foreign country <i>(e)</i>	+				
Foreign taxes paid for special foreign tax credit	=		86		

Enter the amount from line 83 or the amount from line 86, whichever is less .		87			
Enter the amount from line 87 or the amount from line 70, whichever is more .		Special foreign tax credit			88

Part 5 – Obligation to pay alternative minimum tax

Minimum amount from line 58					89
Special foreign tax credit from line 88				–	90
Net minimum tax payable: line 89 minus line 90 (if negative, enter "0")				=	91
Regular net federal tax payable from line 78		92			
Federal surtax from line 67	–	93			
Line 92 minus line 93 (if negative, enter "0")	=		▶	–	94
Line 91 minus line 94 (if negative, enter "0")				=	95

If line 95 is "0", you are not subject to alternative minimum tax. If you want to apply a minimum tax carryover from previous years against your 2012 tax payable, complete Part 8 and attach a copy of this form to your return. Also, complete Schedule 1 and your return as usual.
If the amount on line 95 is positive, complete parts 6 and 7.

Part 6 – Federal tax payable (under alternative minimum tax)

Basic federal tax from line 66		96			
Amount from line 12 of Form T1206, <i>Tax on Split Income</i>	–	97			
Line 96 minus line 97 (if negative, enter "0")	=	98			

Minimum amount from line 58		99			
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Enter amount 98 or amount 99, whichever is more .		100			
Amount from line 12 of Form T1206, <i>Tax on Split Income</i>	+	101			
Line 100 plus line 101 (Note 11)	=	102			

Net minimum tax payable from line 91		103			
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Federal surtax on business income earned outside Canada: multiply the amount from line 102 by 48%. If you have to pay provincial or territorial tax to multiple jurisdictions, multiply the result by the percentage in Column 5 of line 5222 on Form T2203. In either case, enter the result on this line.	+	104			
Line 103 plus line 104	=	105			

Amount from line 14 of Form T1206, <i>Tax on Split Income</i>		106			
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Enter amount 105 or amount 106, whichever is more . Enter this amount on line 417 of Schedule 1.		6791			107
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Note 11 – Use the amount on line 102 as your basic federal tax (instead of line 429 of Schedule 1) when you calculate any refundable Quebec or Yukon First Nations abatement. If you have to pay provincial or territorial tax to multiple jurisdictions and have income allocated to Quebec, enter the amount from line 102 on line 11 in Part 2 of Form T2203 to calculate any refundable Quebec abatement.

Part 7 – Additional taxes paid for minimum tax carryover
(terms identified by the letters a) and e) are defined on Form T2209)

Protected B when completed

Minimum amount from line 89					108
Basic federal tax from line 66				109	
Federal tax on split income from line 5 of Form T1206, Tax on Split Income			—	110	
Line 109 minus line 110 (if negative, enter "0")			=	111	
Special foreign tax credit from line 88				112	
Federal foreign tax credit from line 70			—	113	
Line 112 minus line 113			=	114	
Line 114 ×	Foreign taxes paid for special foreign tax credit (line 86 in Part 4)			=	+ 115
	Foreign taxes paid (non-business income tax paid to a foreign country a) plus business income tax paid to a foreign country e))				
Line 111 plus line 115			=		116
Line 108 minus line 116 (if negative, enter "0")			Additional taxes paid for minimum tax carryover		117

Part 8 – Applying a minimum tax carryover from previous years against 2012 tax payable

Minimum tax carryover from previous years (2005 to 2011)					118
Tax payable before minimum tax carryover from line 64				119	
Federal tax on split income from line 5 of Form T1206, Tax on Split Income			—	120	
Line 119 minus line 120			=	121	
Minimum amount from line 58			—	122	
Maximum carryover that can be applied in 2012: line 121 minus line 122 (if negative, enter "0")			=	123	
Minimum tax carryover applied in 2012:					
Claim an amount that is not more than line 118 or 123, whichever is less, and enter it on line 427 of Schedule 1				—	124
Balance of minimum tax carryover available for later years, if any: line 118 minus line 124				=	125
Additional 2012 taxes for carryover to later years from line 117				+	126
Line 125 plus line 126				=	127
Unapplied 2005 minimum tax carryover				—	128
Total minimum tax carryover available for 2013: line 127 minus line 128				=	129

Part 9 – Net non-deducted capital losses (Complete this part only if line 23 in Part 1 is positive or you have any unapplied net capital losses from before May 23, 1985.)

Amount from line 23 in Part 1					130
Capital gains deduction from line 254 of your return (Note 12)				—	131
Capital gains available for capital losses of other years: line 130 minus line 131				=	132
Pre-1988 unapplied net capital losses				× 2 =	133
1988 and 1989 unapplied net capital losses				× 3 / 2 =	134
1990 through 1999 unapplied net capital losses				× 4 / 3 =	135
2000 unapplied net capital losses				÷ inclusion rate* =	136
2001 through 2011 unapplied net capital losses				× 2 =	137
Add lines 133 to 137. (Note 13)				=	138

* You can find this information on your notice of assessment or notice of reassessment for 2000, or by contacting us.

Adjusted capital losses of other years applied against total capital gains:					
Enter the amount from line 132 or line 138, whichever is less.					139
Unapplied net capital loss incurred before May 23, 1985 (if none, enter "0" on line 152)				× 2 =	140
Capital gains deductions claimed:					
In 2001 through 2011			× 2 =		141
In 2000		÷ inclusion rate*	=	+	142
In 1990 through1999			× 4 / 3 =	+	143
In 1988 and 1989			× 3 / 2 =	+	144
Before 1988			× 2 =	+	145
Add lines 141 to 145.			=		146
Pre-1986 capital loss balance for 2012: line 140 minus line 146 (if negative, enter "0")				=	147

* You can find this information on your notice of assessment or notice of reassessment for 2000, or by contacting us.

Line 138 minus line 139					148
Enter the amount from line 147 or line 148, whichever is less.					149
Allowable rate			×	80%	150
Line 149 multiplied by 80%				=	151
Enter the amount from line 151 or \$2,000, whichever is less.					152
Line 139 multiplied by 80%				+	153
Adjusted capital losses: line 152 plus line 153				=	154
Net capital losses of other years from line 253 of your return				—	155
Line 154 minus line 155. Enter this amount on line 45 of this form.			Net non-deducted capital losses		156

Note 12 – Do not include the part of the capital gains deduction for the disposition of eligible capital property that is qualified farm property or qualified fishing property.

Note 13 – Do not include the non-deducted part of capital losses from mortgage foreclosures and conditional sales reposessions. For post-1994 net capital losses, the first paragraph under Note 3 also applies here.