Ontario

Ministry of Finance
Corporations Tax
33 King Street West
PO Box 620
Oshawa ON L1H 8E9

Ontario Research and Development Super Allowance

Schedule 160

Corporation's Legal Name	Ontario Corporations Tax Account No. (MOF)	Taxation Year End

Calculation of Expenditure Base

	3rd prior year	2nd prior year	1st prior year	Total
Three prior taxation year ends				
Number of days in each tax year				
Eligible qualified expenditures				
Deduct: ITC deducted under 127(5) ITA for the previous tax year				
Other adjustments (Note 1)				
Net eligible qualifying expenditures (NEQE)				A

	Total expenditures		No. of days in taxation year		Days in base period		
Expenditure Base	A	X		÷		=	B

Was the company associated with other corporations during the taxation year? ☐ Yes ☐ No

If Yes, the expenditure base is calculated as follows:

For all other corporations in the associated group indicate:

1. Aggregate of Expenditure Bases C
2. Aggregate of net eligible qualifying expenditures for the taxation year (Note 2) .... D

Aggregate Expenditure Base of Associated Group **B + C**		NEQEs **E**		Net Expenditures of Group **E + D**		**Adjusted Expenditure Base**
	X	E	÷		=	F

Calculation of Super Allowance

Qualified expenditures incurred in the year					
Deduct: ITC deducted under 127(5) ITA (Canada) in **previous** tax year					
Negative net eligible qualifying expenditures from prior years					
Other adjustments (Note 1)					
Net eligible qualifying expenditures *If negative enter zero in **G** and indicate negative balance for carry forward here.*					G
Deduct: Expenditure base **B** or **F** (if associated)					
Excess expenditures					H
Allowance on excess expenditures (Note 3)		X	%	=	
Allowance on expenditures not in excess of Expenditure Base (Note 4)		X	%	=	
Total				=	I
Gross-up for Ontario allocation factor (N/A if % = 100%, otherwise **I** ÷ %)	I	÷	% *From box* 30 *on the CT23*	=	
Ontario Research and Development Super Allowance (Note 5)					*Enter in box* 660 *of the CT23*

NOTES:

1. Other adjustments include (but are not limited to) "government assistance", and "non-government assistance". Refer to Section 127(9) of the *Income Tax Act (Canada)* (ITA) for further details.
2. Include the NEQE of each associated corporation's taxation year ending in the same calendar year as the particular corporation.
3. The rate on "net qualified expenditures" (NEQE's) **exceeding** the "expenditure base" is **52.5%** for Canadian-controlled private corporations (**37.5%** for other corporations).
4. The rate on NEQE's **not exceeding** the "expenditure base" is **35%** for Canadian-controlled private corporations (**25%** for other corporations).
5. Non-capital losses created by the Super Allowance deduction may be subject to limitations (e.g. if the "Ontario allocation factor" in the tax year the loss is applied is **greater than 120%** of the factor for the tax year the loss occurred). Refer to Section 35 of the CTA (R.S.O. 1990) for details.

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