



Net Income (loss) for Income Tax Purposes for Life Insurance Companies (tax years beginning after October 31, 2011)

- Schedule 150 is used to reconcile the net income or loss for income tax purposes from an insurance business carried on in Canada by non-resident insurers and all resident life insurance companies and fraternal benefit societies operating a life insurance business in Canada.
 - This schedule constitutes prescribed information in prescribed form as required to be filed with the Minister as part of the return of income for the taxation year as set out in subsection 150(1) of the Income Tax Act.
 - All legislative references are to the Income Tax Act or the Income Tax Regulations.
 - As of 2016, net income or loss from Canadian operations is reported on page 70.030 of the Life Annual Supplement return (find more information about this return at osfi-bsif.gc.ca). Fraternal benefit societies should only include net income or loss from their insurance funds. Activity in fraternal and other funds should be omitted.
 - All life insurance companies and fraternal benefit societies carrying on business in Canada need to complete pages 1 to 6 of this form.
 - All resident companies and societies operating a life insurance business outside of Canada, and all non-resident companies and societies operating a life insurance business in Canada need to complete pages 7 to 11 of this form.
 - Mail the following documents with your T2 Corporation Income Tax Return to your tax centre:
 - a copy of this schedule
 - a copy of the annual regulatory statement that is filed with the federal or provincial regulatory authorities
- Find the address of your tax centre at canada.ca/tax-centres.

Corporation's name						Business number																
Address												Postal code										
Tax year for the period				Year			Month			Day			Tax services office									
From													to									
Name of the person to contact for additional information												Telephone number										

Part 1 – Reconciliation of regulatory statement income (loss) with net income (loss) for income tax purposes

		Canadian net income from regulatory statement	Net income for tax purposes
Policy revenue, benefits, and related expenses, other revenue (Part 2, line 126)	1		
Net investment income and interest expense (Part 4, line 281)	2		
General expenses and taxes (Part 5, line 331)	3		
Change in policy reserves (Part 6, line 448)	4		
Net income before income taxes and extraordinary items (add lines 1 and 2 minus 3 and 4)	5		
Provision for income taxes	6		
Net income (loss) from subsidiaries	7		
Extraordinary items	8		
Net income (loss) for regulatory purposes (line 5 minus lines 6 and 8, plus line 7)	9		
Net income (loss) for income tax purposes (line 5 minus line 8. Enter this amount on line 300 of page 3 of the T2 return)	10		

Part 2 – Policy revenue, benefits and related expenses, and other revenue		Canadian net income from regulatory statement	Net income for tax purposes
Additions			
Premiums	101		
Management fees for segregated funds	102		
Net settlement annuities	103		
Fees for administrative services only business	104		
Other management fees	105		
Other ancillary business income	106		
Policy loan repayments—paragraph 138(4)(c)	107		
Non-deductible prepaid commissions, current year—subparagraph 18(9)(a)(i)	109		
Other (specify)	110		
Other (specify)	111		
Other (specify)	112		
Subtotal (lines 101 to 112)	113		
Deductions			
Policyholder benefits (report policy claims on a cash basis, since unpaid claims are included in Part 6 "Change in policy reserves")	114		
Policy dividends paid—subparagraph 138(3)(a)(iii)	115		
Experience rating refunds paid—subparagraph 138(3)(a)(v) or subsection 140(1)	116		
Transfers to and from other funds	117		
Commissions	118		
Interest on policyholder amounts on deposit—subparagraph 138(5)(b)(iii)	119		
Policy loans made—paragraph 138(3)(b)	120		
Non-deductible prepaid commissions from prior year—subparagraph 18(9)(a)(i)	121		
Other (specify)	122		
Other (specify)	123		
Other (specify)	124		
Subtotal (lines 114 to 124)	125		
Total (line 113 minus line 125). Enter this amount on line 1 of Part 1	126		

Part 3 – Net investment income and interest expense

		Canadian net income from regulatory statement	Net income for tax purposes
Bonds			
Interest earned and accrued	201		
Amortization of net realized gains and (losses)	202		
Amounts to include (deduct) from specified debt obligations—subsection 142.3(1)	203		
Amounts to include (deduct) from specified debt obligations—subsection 142.4(4)	204		
Amounts to include (deduct) from specified debt obligations—subsection 142.4(5)	205		
Income gains and (losses) from disposals	206		
Net taxable capital gains—Schedule 6	207		
Other (specify)	208		
Other (specify)	209		
Subtotal (lines 201 to 209)	210		
Preferred and common shares			
Taxable dividends deductible—subsection 138(6)—Schedule 3	211		
Taxable dividends deductible from foreign affiliates—section 113—Schedule 3	212		
Other dividends	213		
Amortization of realized and unrealized gains and (losses)	214		
Mark-to-Market Properties: Profits (losses) from deemed dispositions of mark-to-market properties—subsections 142.5(1) and 142.5(2)	215		
Mark-to-Market Properties: Profits (losses) from actual dispositions of mark-to-market properties—subsection 142.5(1)	216		
Income gains and (losses) from disposals	217		
Net taxable capital gains—Schedule 6	218		
Preferred and common shares: Foreign accrual property income—section 91	219		
Other (specify)	220		
Other (specify)	221		
Subtotal (lines 211 to 221)	222		
Mortgage loans			
Interest earned and accrued	223		
Amortization of net realized gains and (losses)	224		
Income from specified debt obligations—subsection 142.3(1)	225		
Dispositions of specified debt obligations—subsection 142.4(4)	226		
Dispositions of specified debt obligations—subsection 142.4(5)	227		
Income gains and (losses) from disposals	228		
Net taxable capital gains—Schedule 6	229		
Other (specify)	230		
Other (specify)	231		
Subtotal (lines 223 to 231)	232		
Real estate			
Gross income from real estate (excluding imputed rent included on line 234)	233		
Imputed rent for company owned premises	234		
Amortization of realized and unrealized gains and (losses)	235		
Imputed interest benefit on real property—subsection 138(4.4)	236		
Income gains and (losses) from disposals	237		
Net taxable capital gains—Schedule 6	238		
Other (specify)	239		
Other (specify)	240		
Subtotal (lines 233 to 240)	241		

Part 4 – Net investment income and interest expense

		Canadian net income from regulatory statement	Net income for tax purposes
Other investment income			
Interest received on policy loans—paragraph 138(4)(c)	242		
Interest on short-term deposits and certificates	243		
Interest on overdue premiums	244		
Income from derivative activities	245		
Income from partnerships and trusts	246		
Income from joint ventures	247		
Resource property income	248		
Interest on bank deposits	249		
Income earned on leased equipment	250		
Income earned on other assets	251		
Non-amortizable capital gains and (losses) from the sale of investments	252		
Income gains and (losses) from disposals	253		
Net taxable capital gains—Schedule 6	254		
Income from non-investment property deemed to be designated by regulation 2401(6)	255		
Additional amount from minimum revenue requirement—paragraph 138(9)(b). Enter amount at Part 12, line 910	256		
Other (specify)	257		
Other (specify)	258		
Subtotal (lines 242 to 258)	259		
Total (lines 210, 222, 232, 241, and 259) 260			
Deductions			
General investment expenses	261		
Real estate expenses	262		
Investment taxes including Part XII.3 tax deductible under paragraph 138(3)(c)	263		
Interest on subordinated debt—subparagraphs 138(5)(b)(i) and (ii)	264		
Other interest expense—subparagraphs 138(5)(b)(i) and (ii)	265		
Depreciation/CCA and terminal loss, net of recapture – Schedule 8. Exclude amounts included in general expenses at Part 5, line 313.	266		
Resource property deductions—Schedule 12	267		
Other (specify)	268		
Other (specify)	269		
Total (lines 261 to 269)	270		
Provisions for losses and writedowns			
Reserve for doubtful or impaired debts—prior year — paragraph 12(1)(d)	271		
Reserve for guarantees—prior year—paragraph 12(1)(d.1)	272		
Bad debts recovered—paragraph 12(1)(i)	273		
Valuation of real estate inventory—increase—subsection 10(1)	274		
Subtotal (lines 271 to 274)	275		
Reserve for doubtful or impaired debts—current year—paragraph 20(1)(l)	276		
Reserve for guarantees—current year—paragraph 20(1)(l.1)	277		
Bad debts—paragraph 20(1)(p)	278		
Valuation of real estate inventory—decrease—subsection 10(1)	279		
Subtotal (lines 276 to 279)	280		
Net income (line 260 minus line 270 plus line 275 minus line 280). Enter this amount on line 2 of Part 1.	281		

Part 5 – General expenses and taxes (excluding investment expenses)		Canadian net income from regulatory statement	Net income for tax purposes
Rent	301		
Salaries, wages and allowances	302		
Employees' and agents' benefits	303		
Head office overhead (non-resident insurers only)	304		
Professional, service fees and related expenses	305		
Miscellaneous expenses	306		
Premium taxes	307		
Assessments and dues	308		
Licences and fees	309		
Miscellaneous taxes	310		
Charitable donations—Schedule 2	311		
Political contributions	312		
Depreciation/CCA and terminal loss, net of recapture—Schedule 8. Exclude amounts included in investment expenses on Part 4, line 266.	313		
Cumulative eligible capital deduction—Schedule 10 (note 1)	314		
Contributions to deferred income plans—Schedule 15	315		
Non-deductible prepaid policy acquisition expenses from prior year—subparagraphs 18(9)(a)(i) and (ii)	316		
Less: Non-deductible prepaid policy acquisition expenses from current year—subparagraphs 18(9)(a)(i) and (ii). Enter positive amount.	317		
Less: Non-deductible portion of meals and entertainment—subsection 67.1(1). Enter positive amount.	318		
Less: Non-deductible imputed rent for company owned premises (from Part 3, column 1, line 234). Enter positive amount.	319		
Less: Non-deductible club dues and fees—paragraph 18(1)(l). Enter positive amount.	320		
Other deductions			
Other (specify)	321		
Other (specify)	322		
Other (specify)	323		
Other (specify)	324		
Other (specify)	325		
Other (specify)	326		
Other (specify)	327		
Other (specify)	328		
Other (specify)	329		
Other (specify)	330		
Total (lines 301 to 330). Enter this amount on line 3 of Part 1.	331		

Note 1: As of January 1, 2017, the eligible capital property (ECP) regime in the Act was repealed and replaced with the new capital cost allowance (CCA) class 14.1

Part 6 – Change in policy reserves

		Regulatory statement	Regulatory statement	Net income for tax purposes	Net income for tax purposes	Net income for tax purposes
		Prior-year Canadian liabilities	Current-year Canadian liabilities	Maximum tax deduction	Actual tax deduction	Prior-year deduction claimed
Life policy reserves						
Reserves deductible by subparagraph 138(3)(a)(i) life policy reserves	401					
Net of outstanding policy loans and accrued interest reserves—deductible by subparagraph 138(3)(a)(i)	402					
Reserves deductible by subparagraph 138(3)(a)(i) claims incurred but not reported	403					
Unearned premium reserve in respect of group term life insurance policies reserves deductible by subparagraph 138(3)(a)(i)	404					
Reserves deductible by subparagraph 138(3)(a)(i) provision for experience rating refunds	405					
Unpaid claims—subparagraph 138(3)(a)(ii)	406					
Policyholder dividends due and unpaid—subparagraph 138(3)(a)(iii)	407					
Accrued experience rating refunds—subparagraph 138(3)(a)(v)	409					
Less: Post 1995 life policy net negative reserves—paragraph 138(4)(b). Enter as a positive number.	410					
Prior year post 1995 life policy net negative reserves—subparagraph 138(3)(a)(ii.1)	411					
Other (specify)	412					
Other (specify)	413					
Other (specify)	414					
Non-life policy reserves						
Claims incurred but not reported — deductible by paragraph 20(7)(c)	435					
Unpaid claims — deductible under paragraph 20(7)(c)	436					
Provision for experience rating refunds — deductible under paragraph 20(7)(c)	437					
Unearned premium reserve — deductible under paragraph 20(7)(c)	438					
Policy dividends due and unpaid — deductible under paragraph 20(7)(c)	439					
Accrued experience rating refunds—subsection 140(1)	440					
Less: non-life policy net negative reserves—paragraph 12(1)(e.1). Enter as a positive number.	441					
Prior year non-life policy net negative reserves—subsection 20(22)	442					
Other (specify)	443					
Other (specify)	444					
Other (specify)	445					
Total (lines 401 to 445)	446					
Less: Prior year's reserves. At line 447 column 2 enter amount from line 446 column 1. At line 447 column 4 enter amount from line 446 column 5.	447					
Increase (decrease) in policy reserves (line 446 minus line 447). Enter this amount on line 4 of Part 1.	448					

Part 7 – Total reserve liabilities, Canadian reserve liabilities, weighted total liabilities and weighted Canadian liabilities – Regulations 2400(1) and 8600

		Total reserve liabilities	Canadian reserve liabilities	Weighted total liabilities Life, accident, and sickness	Weighted total liabilities Annuity and other	Weighted Canadian liabilities Life, accident, and sickness	Weighted Canadian liabilities Annuity and other
Net actuarial liabilities under insurance policies	450						
Net actuarial liabilities under annuity contracts	451						
Provision for policy holder dividends and experience rating refunds	452						
Outstanding claims and adjustment expenses	453						
Policyholder amounts on deposit	454						
Other insurance policy and contract liabilities	455						
Accounts payable	456						
Income taxes payable	457						
Mortgages loans and other real estate encumbrances	458						
Other liabilities	459						
Net deferred gains (losses) on disposal of portfolio investments	460						
Future income taxes	461						
Subordinated debt	462						
Other debt	463						
Subtotal (lines 450 to 463)	464						
Appropriations of surplus							
Negative reserves	466						
Reserves required by other jurisdictions	467						
Other (specify)	468						
Total (lines 464 to 468)	469						
Less: Foreign policy loans. Enter as a positive number.	470						
Less: Canadian policy loans. Enter as a positive number.	471						
Excess, if any (line 464 minus lines 470 and 471)	472						
Weighting factor	473			3	1	3	1
Subtotal (line 472 multiplied by line 473)	474						
Annuity and other: For line 475 column 3, enter amount from line 474 column 4. For line 475 column 5, enter amount from line 474 column 6	475						
Total (line 474 plus line 475)	476						

Part 8 – Summary of investment property – Regulations 2400(1), 2401 and 2411

		Designated value	Designated investment revenue per Regulation 2411(4) and 2411(4.1)	Non-designated value	Non-designated investment revenue per Regulation 2411(4) and 2411(4.1)	Total value (column 1 plus column 3)	Total investment revenue (column 2 plus column 4) per Regulation 2411(4) and 2411(4.1)
Canadian equity property							
Shares	501						
Income bonds and debentures	502						
Shares of affiliated corporations	503						
Interests in partnerships and trusts	504						
Amounts due or accrued	505						
Less: Related expenses. Enter as a positive number.	506						
Subtotal (lines 501 to 506)	507						
Other Canadian investment property							
Real property	508						
Depreciable property	509						
Mortgages, agreements of sale or other indebtedness on real or depreciable property	510						
Resource properties	511						
Deposit balances	512						
Bonds, debentures and other indebtedness	513						
Shares of affiliated corporations	514						
Interests in partnerships and trusts	515						
Amounts due or accrued	516						
Less: Related expenses. Enter as a positive number.	517						
Subtotal (Lines 508 to 517) (note 1)	518						
Foreign investment property							
Shares	519						
Income bonds and debentures	520						
Shares of affiliated corporations	521						
Interests in partnerships and trusts	522						
Real property	523						
Depreciable property	524						
Mortgages, agreements of sale or other indebtedness on depreciable and real property	525						
Resource properties	526						
Deposit balances	527						
Bonds, debentures, or other indebtedness	528						
Amounts due or accrued	529						
Other property acquired to earn gross investment revenue (GIR) (Specify)	530						
Less: Related expenses. Enter as a positive number.	531						
Subtotal (lines 519 to 531)	532						
Total (line 507 plus line 518 plus 532)	533						

Note 1: Non-investment property deemed to be designated by regulation 2401(6) is not included in Part 8. Report income from these properties in Part 4, at line 255.

Part 9 – Mean Canadian investment fund – Life insurer resident in Canada – Regulations 2400(1) and 2412		Prior year	Current year	
Liability component amount A minus amount B (line 602 minus line 603)	601			
Liability component: A = Canadian reserve liabilities (CRL) in excess of appropriations of surplus included in CRL (Part 7, column 2, line 464)	602			A
Liability component: B = Canadian outstanding premiums and policy loans	603			B
Equity component; The greater amount of X from line 605 and Y from line 612	604			
Total X = C + ((D – E + F) x (G/H))	605			X
C = 8% of liability component on line 601	606			C
D = Deferred realized net gains or deferred realized net losses expressed as a negative number	607			D
E = Investments in capital stock and debt of affiliated financial institutions	608			E
F = Debt in respect of the acquisition of asset from amount E	609			F
G = Weighted Canadian liabilities from Part 7, line 476, column 5	610			G
H = Weighted total liabilities from Part 7, line 476, column 3	611			H
Total Y = (I – J + K + L) x (M / N)	612			Y
I = Insurance business assets	613			I
J = Insurance business liabilities	614			J
K = General provisions and allowances for impairment of investment property	615			K
L = Deferred realized net gains or deferred realized net losses expressed as a negative number	616			L
M = Weighted Canadian liabilities from Part 7, line 476, column 5	617			M
N = Weighted total liabilities from Part 7, line 476 column 3	618			N
Canadian Investment fund at the end of the year, total of the liability and equity components (line 601 plus line 604)	619			
50% of the total of line 619 column 1 and column 2	620			
Cash-flow adjustment for the year	621			
Total (add line 620 plus line 621)	622			

Part 10 – Mean Canadian investment fund – Non-resident insurer – Regulations 2400(1) and 2412		Prior year	Current year	
Liability component: Canadian reserve liabilities from Part 7, line 469, column 2	701			
Less: Canadian outstanding premiums, policy loans and reinsurance recoverables. Enter as positive number.	702			
Less: Deferred acquisition expenses in respect of P&C business carried on in Canada. Enter a positive number.	703			
Excess, if any	704			
8% of liability component on line 704	706			
Canadian deferred realized net gains or deferred realized net losses expressed as a negative number	707			
Total (706 plus line 707)	708			AA
Surplus funds derived from operations at the end of the preceding year	709			
Amount on line 707 to the extent not included on line 709	710			
Amounts under subparagraph 219(4)(a)(i.1) at the end of the preceding year (note 1)	711			
Amounts under subparagraphs 219(4)(a)(ii), (iii), (iv), and (v) at the end of the current year (note 1)	712			
Excess if any (line 709, plus line 710, plus line 711, minus line 712)	713			BB
Attributed surplus for the year	714			
Line 707, if no election made under subparagraph (b)(i) of the definition of attributed surplus	715			
Total (line 714 plus line 715)	716			CC
Equity component: the greater amount of AA, BB or CC	705			
Canadian investment fund at the end of the year, total of liability and equity components line 704 plus line 705 (line 705 is located above line 717)	717			
50% of the total of line 717, column 1 plus line 717, column 2	718			
Cash-flow adjustment for the year	719			
Total (line 718 plus line 719)	720			

Note 1: If the amounts have been subject of an election under subsection 219(4) or 219(5.2)

Part 11 – Designation tests – Regulations 2400(1), 2401(2) and 2401(4)		Prior year	Current year	Mean
Canadian reserve liability test—life insurance business in Canada				
Canadian reserve liabilities (CRL)	801			
Less: Canadian outstanding premiums. Enter a positive amount.	802			
Less: Policy loans in respect of Canadian business. Enter a positive amount.	803			
Excess, if any	804			
Canadian reserve liability test—Accident and sickness insurance business in Canada				
Canadian reserve liabilities (CRL)	805			
Less: Canadian outstanding premiums. Enter a positive amount.	806			
Less: Reinsurance recoverable in respect of Canadian business. Enter a positive amount.	807			
Excess, if any—paragraph 2401(2)(b)	808			
Canadian reserve liability test—Other insurance businesses in Canada				
Canadian reserve liabilities (CRL)	809			
Less: Premiums receivable in respect of Canadian business (to the extent included in CRL). Enter a positive amount.	810			
Less: Deferred acquisition expenses in respect of Canadian business (to the extent included in CRL). Enter a positive amount.	811			
Less: Reinsurance recoverable in respect of Canadian business. Enter a positive amount.	812			
Excess, if any—paragraph 2401(2)(c)	813			
Minimum value for the year of property required to be designated (line 804 plus line 808 plus line 813)	814			
Equity Limit Test—Life Insurer Resident in Canada				
Value for the year of all equity property	815			
Equity limit for the year (line 815 multiplied by amount G divided by amount H from Part 9)	816			
Value for the year of Canadian equity property designated for the year	817			
Line 816 minus line 817 (amount must not be less than zero)	818			
Equity limit test—non-resident life insurer				
Value for the year of all equity property, if election filed under subparagraph (b)(i) of the definition of attributed surplus.	819			
Ratio of weighted Canadian liabilities to weighted total liabilities (amount G divided by amount H from Part 9)	820			
Line 819 multiplied by line 820	821			
8% of mean Canadian investment fund (Part 10, line 720)	822			
The greater amount of line 821 and line 822.	823			
8% of the mean Canadian investment fund (Part 10, line 720) If no election filed under subparagraph (b)(i) of the definition of attributed surplus.	824			
CRL (note 1)	825			
Less: Premiums receivable to the extent included in CRL (note 1). Enter a positive amount.	826			
Less: Deferred acquisition costs to the extent included in CRL (note 1). Enter a positive amount.	827			
Excess, if any	828			
25% of line 828	829			
25% of property and casualty surplus for the year	830			
Equity limit for the year (line 823 or 824 column 2 plus line 829 column 3 plus line 830 column 2)	831			
Value for the year of Canadian equity property designated for the year	832			
Line 831 minus line 832 (amount must not be less than zero)	833			

Note 1: Lines 825 to 827 are to be calculated on the assumption that the insurer carried on only a property and casualty (P&C) insurance business during the year.

Part 12 – Minimum revenue test – Regulation 2411

		Total investment revenue (note 2)	Total value of property (note 3)	Average yield per category (column 1 divided by column 2)	Value of property designated (note 4)	Minimum requirement per category (column 3 multiplied by column 4)
Method 1						
Canadian equity property	901					
Other Canadian investment property	902					
Foreign investment property	903					
Method 2						
Canadian equity property (note 1)	904					
Other Canadian investment property	905					
Foreign investment property (note 5)	906					
Total minimum required investment revenue (lines 901 to 903 or lines 904 to 906)	907					
Less: Total investment revenue from designated investment property (note 6)	908					
Less: Amount of cumulative excess account claimed for the tax year	909					
Additional inclusion per paragraph 138(9)(b), if positive (enter amount on Part 4, at line 256) (note 7)	910					
Cumulative excess amount						
Cumulative excess amount at end of the preceding tax year	920					
Less: Amount claimed for the tax year	921					
Less: Amount expired after seven tax years	922					
Add: Current tax year excess amount	923					
Cumulative excess account at end of the current tax year (note 8)	924					

Analysis of balance of account by year of origin

Year of origin	Amount
Total:	

Note 1: Method 2 may be used if the value for the year of designated foreign investment property is not greater than 5% of the mean CIF and the insurer so elects.
 Note 2: Amounts from Part 8, column 6, lines 507, 518 and 532.
 Note 3: Amounts from Part 8, column 5, lines 507, 518 and 532 less the value of amounts due or accrued from lines 505, 516 and 529 respectively.
 Note 4: Amounts from Part 8, column 1, lines 507, 518 and 532 less the value of amounts due or accrued from lines 505, 516 and 529 respectively.
 Note 5: Apply the average yield for other Canadian investment property to the value of designated foreign investment property.
 Note 6: Amount from Part 8, column 2, line 533.
 Note 7: If line 910 is a negative amount, add this amount to the current tax year excess amount at line 923.
 Note 8: Line 924 is the total of line 920 minus line 921, minus line 922, plus line 923.