



## General Rate Income Pool (GRIP) Calculation (2019 and later years)

Corporation's name	Business number	<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="text-align: center; border-bottom: 1px solid black;">Tax year-end</td> <td style="border-bottom: 1px solid black;"></td> <td style="border-bottom: 1px solid black;"></td> <td style="border-bottom: 1px solid black;"></td> </tr> <tr> <td style="text-align: center; font-size: small;">Year      Month      Day</td> <td style="text-align: center; font-size: small;">               </td> <td style="text-align: center; font-size: small;">               </td> <td style="text-align: center; font-size: small;">               </td> </tr> </table>	Tax year-end				Year      Month      Day			
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- If you are a Canadian-controlled private corporation (CCPC) or a deposit insurance corporation (DIC), use this schedule to determine the general rate income pool (GRIP).
- Credit unions are **not** required to complete this schedule.
- All legislative references are to the Income Tax Act and the Income Tax Regulations.
- When an eligible dividend was paid in the tax year or there was a change in the GRIP balance, file a completed copy of this schedule with your T2 Corporation Income Tax Return. Do not send your worksheets with your return, but keep them in your records in case we ask to see them later.
- Subsection 89(1) defines the terms **eligible dividend**, **excessive eligible dividend designation**, **general rate income pool**, and **low rate income pool**.

### Part 1 – General rate income pool (GRIP)

GRIP at the end of the previous tax year .....	<b>100</b>		
Taxable income for the year (DICs enter "0")*	<b>110</b>		
Amount on line 400, 405, 410, and 427 or 428** of the T2 return, whichever is the least*	<b>130</b>		
For a CCPC, the lesser of aggregate investment income (line 440 of the T2 return) and taxable income*	<b>140</b>		
Subtotal (line 130 <b>plus</b> line 140)	<b>▶</b>	A	
Income taxable at the general corporate rate (line 110 <b>minus</b> amount A) (if negative enter "0") . . .	<b>150</b>		
After-tax income (line 150 <b>multiplied</b> by 0.72 (the general rate factor for the tax year))	<b>190</b>		
Eligible dividends received in the tax year	<b>200</b>		
Dividends deductible under section 113 received in the tax year	<b>210</b>		
Subtotal (line 200 <b>plus</b> line 210)	<b>▶</b>		B
Becoming a CCPC (amount W5 in Part 4)	<b>220</b>		
Post-amalgamation (total of amount E4 in Part 3 and amount W5 in Part 4)	<b>230</b>		
Post-wind-up (total of amount E4 in Part 3 and amount W5 in Part 4)	<b>240</b>		
Subtotal ( <b>add</b> lines 220, 230, and 240)	<b>290</b>	<b>▶</b>	
Subtotal ( <b>add</b> lines 100, 190, 290, and amount B)			C
Eligible dividends paid in the previous tax year	<b>300</b>		
Excessive eligible dividend designations made in the previous tax year (If becoming a CCPC (subsection 89(4) applies), enter "0" on lines 300 and 310.)	<b>310</b>		
Subtotal (line 300 <b>minus</b> line 310)	<b>▶</b>		D
GRIP before adjustment for specified future tax consequences (amount C <b>minus</b> amount D) (amount can be negative)	<b>490</b>		
Total GRIP adjustment for specified future tax consequences to previous tax years (amount L3 in Part 2)	<b>560</b>		
<b>GRIP at the end of the tax year</b> (line 490 <b>minus</b> line 560)	<b>590</b>		

Enter this amount on line 160 of Schedule 55, Part III.1 Tax on Excessive Eligible Dividend Designations.

\* For lines 110, 130, and 140, the income amount is the amount before considering specified future tax consequences. This phrase is defined in subsection 248(1). It includes the deduction of a loss carryback from subsequent tax years, a reduction of Canadian exploration expenses and Canadian development expenses that were renounced in subsequent tax years (e.g., flow-through share renunciations), reversals of income inclusions where an option is exercised in subsequent tax years, and the effect of certain foreign tax credit adjustments.

\*\* If your tax year starts before 2019, use line 427. If your tax year starts after 2018, use line 428.

**Part 2 – GRIP adjustment for specified future tax consequences to previous tax years**

Complete this part if the corporation's taxable income of any of the previous three tax years took into account the specified future tax consequences defined in subsection 248(1) from the current tax year. Otherwise, enter "0" on line 560 on page 1.

**First previous tax year**

Taxable income before specified future tax consequences from the current tax year ..... \_\_\_\_\_ A1

**Enter the following amounts before specified future tax consequences from the current tax year:**

Amount on line 400, 405, 410, and 427 or 428\*\* of the T2 return, whichever is the least ..... \_\_\_\_\_ B1

Aggregate investment income (line 440 of the T2 return) ..... \_\_\_\_\_ C1

Subtotal (amount B1 **plus** amount C1) ..... **▶** \_\_\_\_\_ D1

Subtotal (amount A1 **minus** amount D1) (if negative, enter "0") ..... **▶** \_\_\_\_\_ E1

Taxable income after specified future tax consequences ..... \_\_\_\_\_ F1

**Enter the following amounts after specified future tax consequences:**

Amount on line 400, 405, 410, and 427 or 428\*\* of the T2 return, whichever is the least ..... \_\_\_\_\_ G1

Aggregate investment income (line 440 of the T2 return) ..... \_\_\_\_\_ H1

Subtotal (amount G1 **plus** amount H1) ..... **▶** \_\_\_\_\_ I1

Subtotal (amount F1 **minus** amount I1) (if negative, enter "0") ..... **▶** \_\_\_\_\_ J1

Subtotal (amount E1 **minus** amount J1) (if negative, enter "0") ..... \_\_\_\_\_ K1

**GRIP adjustment for specified future tax consequences to the first previous tax year**

(amount K1 **multiplied** by 0.72) ..... **500** \_\_\_\_\_

**Second previous tax year**

Taxable income before specified future tax consequences from the current tax year ..... \_\_\_\_\_ A2

**Enter the following amounts before specified future tax consequences from the current tax year:**

Amount on line 400, 405, 410, and 427 or 428\*\* of the T2 return, whichever is the least ..... \_\_\_\_\_ B2

Aggregate investment income (line 440 of the T2 return) ..... \_\_\_\_\_ C2

Subtotal (amount B2 **plus** amount C2) ..... **▶** \_\_\_\_\_ D2

Subtotal (amount A2 **minus** amount D2) (if negative, enter "0") ..... **▶** \_\_\_\_\_ E2

Taxable income after specified future tax consequences ..... \_\_\_\_\_ F2

**Enter the following amounts after specified future tax consequences:**

Amount on line 400, 405, 410, and 427 or 428\*\* of the T2 return, whichever is the least ..... \_\_\_\_\_ G2

Aggregate investment income (line 440 of the T2 return) ..... \_\_\_\_\_ H2

Subtotal (amount G2 **plus** amount H2) ..... **▶** \_\_\_\_\_ I2

Subtotal (amount F2 **minus** amount I2) (if negative, enter "0") ..... **▶** \_\_\_\_\_ J2

Subtotal (amount E2 **minus** amount J2) (if negative, enter "0") ..... \_\_\_\_\_ K2

**GRIP adjustment for specified future tax consequences to the second previous tax year**

(amount K2 **multiplied** by 0.72) ..... **520** \_\_\_\_\_

\*\* If your tax year starts before 2019, use line 427. If your tax year starts after 2018, use line 428.

**Part 2 – GRIP adjustment for specified future tax consequences to previous tax years (continued)**

**Third previous tax year**

Taxable income before specified future tax consequences from the current tax year .....                      A3

**Enter the following amounts before specified future tax consequences from the current tax year:**

Amount on line 400, 405, 410, and 427 or 428\*\* of the T2 return, whichever is the least .....                      B3

Aggregate investment income (line 440 of the T2 return) .....                      C3

Subtotal (amount B3 plus amount C3)                      ▶                      D3

Subtotal (amount A3 minus amount D3) (if negative, enter "0")                      ▶                      E3

Taxable income after specified future tax consequences .....                      F3

**Enter the following amounts after specified future tax consequences:**

Amount on line 400, 405, 410, and 427 or 428\*\* of the T2 return, whichever is the least .....                      G3

Aggregate investment income (line 440 of the T2 return) .....                      H3

Subtotal (amount G3 plus amount H3)                      ▶                      I3

Subtotal (amount F3 minus amount I3) (if negative, enter "0")                      ▶                      J3

Subtotal (amount E3 minus amount J3) (if negative, enter "0")                      K3

**GRIP adjustment for specified future tax consequences to the third previous tax year**

(amount K3 multiplied by 0.72) ..... **540**                     

**Total GRIP adjustment for specified future tax consequences to previous tax years:**

(add lines 500, 520, and 540) (if negative, enter "0") .....                      L3

Enter amount L3 on line 560 in Part 1.

\*\* If your tax year starts before 2019, use line 427. If your tax year starts after 2018, use line 428.

**Part 3 – Worksheet to calculate the GRIP addition post-amalgamation or post-wind-up (predecessor or subsidiary was a CCPC or a DIC in its last tax year)**

Complete this part when there has been an amalgamation (within the meaning assigned by subsection 87(1)) or a wind-up (to which subsection 88(1) applies) and the predecessor or subsidiary corporation was a CCPC or a DIC in its last tax year. The last tax year for a predecessor corporation was its tax year that ended immediately before the amalgamation and for a subsidiary corporation was its tax year during which its assets were distributed to the parent on the wind-up.

Calculate the GRIP addition of a successor corporation following an amalgamation at the end of its first tax year.

Calculate the GRIP addition of a parent corporation upon wind-up at the end of the tax year that ends immediately after the tax year in which the parent has received the assets of the subsidiary.

In the calculation below, **corporation** means a predecessor or a subsidiary. Complete a separate worksheet for **each** predecessor and **each** subsidiary that was a CCPC or a DIC in its last tax year. Keep a copy of this calculation for your records, in case we ask to see it later.

Corporation's GRIP at the end of its last tax year .....                      A4

Eligible dividends paid by the corporation in its last tax year .....                      B4

Excessive eligible dividend designations made by the corporation in its last tax year .....                      C4

Subtotal (amount B4 minus amount C4)                      ▶                      D4

**GRIP addition post-amalgamation or post-wind-up (predecessor or subsidiary was a CCPC or a DIC in its last tax year)**

(amount A4 minus amount D4) .....                      E4

After you complete this calculation for each predecessor and each subsidiary, calculate the total of all the E4 amounts. Enter this total amount on:

- line 230 on page 1 for post-amalgamation; or
- line 240 on page 1 for post-wind-up.

