



Provincial or Territorial Foreign Tax Credit

- Use this form to calculate the **non-business** foreign tax credit for 2017 that you can deduct from the income tax payable to the province or territory you resided in at the end of the tax year.
- This form does not apply to residents of Quebec. If you are a resident of Manitoba and subject to minimum tax, you cannot claim a provincial foreign tax credit.
- Before you complete this form, calculate your federal foreign tax credit by using Form T2209, *Federal Foreign Tax Credits*. If the amount of the federal non-business foreign tax credit you are entitled to deduct is equal to the foreign non-business tax you paid, your provincial or territorial foreign tax credit would be zero. As a result, you do not have to complete this form.
- If the non-business income taxes you paid to all foreign countries was more than \$200, calculate the total foreign taxes paid for each foreign country on a separate sheet and enter the total on this form. **Attach** one completed copy of this form to your return.

Country or countries for which you are making this claim:																			
Enter the amount from line 1 of Form T2209, <i>Federal Foreign Tax Credits</i> .	1																		
Enter the amount from line 3 of Form T2209, <i>Federal Foreign Tax Credits</i> . If you are subject to minimum tax for 2017, see the note below.	2																		
Line 1 minus line 2	3																		
<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 30%; border-bottom: 1px solid black;">Net foreign non-business income*</td> <td style="width: 10%; border-bottom: 1px solid black;"></td> <td style="width: 10%; text-align: center;">×</td> <td style="width: 30%; border-bottom: 1px solid black;">Provincial or territorial tax otherwise payable***</td> <td style="width: 10%; border-bottom: 1px solid black;"></td> <td style="width: 10%; border-bottom: 1px solid black;"></td> </tr> <tr> <td colspan="6">Divided by: Net income**</td> </tr> <tr> <td style="border-bottom: 1px solid black;"></td> <td style="border-bottom: 1px solid black;"></td> <td></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> </table>	Net foreign non-business income*		×	Provincial or territorial tax otherwise payable***			Divided by: Net income**												4
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Divided by: Net income**																			
Enter the amount from line 3 or 4, whichever is less . The amount on line 5 should not be more than the amount entered on the line for provincial or territorial tax otherwise payable.	5																		
<div style="float: right; border: 1px solid black; width: 100px; height: 30px; margin-left: auto;"></div> Provincial or territorial foreign tax credit																			
Enter the amount from line 5 on the line for the provincial or territorial foreign tax credit of Form 428. If you have to pay tax to more than one jurisdiction, enter the amount from line 5 on the applicable line in Part 4, Section 428MJ of Form T2203, <i>Provincial and Territorial Taxes for 2017 – Multiple Jurisdictions</i> , only for the province or territory you resided in on the last day of the tax year.																			
<p>Note</p> <p>If you were a resident of British Columbia and subject to minimum tax for 2017, follow the instruction for line 2 as if you were not subject to minimum tax.</p> <p>If you were a resident of Ontario and subject to minimum tax for 2017:</p> <p>(1) If the total non-business income taxes you paid to all foreign countries is \$200 or less, calculate the ratio of the amount from line 1 over the sum of the amount on line 1 of this form and the amount on line 85 of Form T691, and enter the product of this ratio and the special foreign tax credit (line 88 of Form T691) on line 2; otherwise</p> <p>(2) For each country, calculate the ratio of the amount from line 1 for that country over your total foreign taxes paid for 2017 (for example, the sum of (i) the amount on line 84 of Form T691 divided by 66.6666% and (ii) the amount on line 85 of Form T691), and enter the product of this ratio and the special foreign tax credit (line 88 of Form T691) on line 2 of the sheet for that country.</p> <p>If you were a resident of another province or territory, and are subject to minimum tax for 2017, enter on line 2 the part of the special foreign tax credit (line 88 of Form T691, <i>Alternative Minimum Tax</i>) that relates to non-business income taxes you paid to a foreign country for 2017.</p>																			

*** Net foreign non-business income**

Enter the amount reported as net foreign non-business income in the calculation of line 2 on Form T2209.

**** Net income**

Enter the amount reported as net income in the calculation of line 2 on Form T2209.

If you were a resident of Canada for part of the year, include the income for the part of the year you were a resident of Canada plus any income and losses referred to in paragraphs 115(1)(a) to (c) of the federal *Income Tax Act* as reported on your Canadian tax return, for the part of the year you were not a resident of Canada.

If you paid tax to more than one jurisdiction in 2017, calculate this amount according to note (c) of Form T2209, using the amount allocated to your province or territory of residence in column 4, Part 1 of Form T2203 **instead** of "line 236 of your return plus the amount on line 4 of Form T1206" in that note.

***** Provincial or territorial tax otherwise payable**

If you were a resident of a province or territory other than **Ontario, Alberta, or British Columbia**, enter the amount of tax calculated **before** determining the provincial or territorial foreign tax credit from the appropriate Form 428 or, if you have to pay tax to more than one jurisdiction, from the applicable part of Section 428MJ of Form T2203 for the province or territory in which you resided at the end of the tax year.

If you were a resident of **Ontario**, calculate this amount by entering "0" on lines 56 and 58 of Form ON428 and continuing the calculation. The result from line 68 is your "provincial or territorial tax otherwise payable." If you paid tax to more than one jurisdiction in 2017, calculate this amount by entering "0" on lines 33 and 35 in Section ON428MJ in Part 4 of Form T2203 and continuing the calculation. The amount from line 44 is your "provincial or territorial tax otherwise payable."

If you were a resident of **Alberta**, calculate your "provincial or territorial tax otherwise payable" by adding the amount from line 43 to the amount from line 48 of Form AB428 or by adding the amount from line 13 to the amount from line 30 in Section AB428MJ of Form T2203.

If you were a resident of **British Columbia**, your "provincial or territorial tax otherwise payable" is the amount of tax calculated **before** determining the provincial and territorial foreign tax credit minus any British Columbia additional tax for minimum tax purposes from Form BC428 or Section BC428MJ of Form T2203.

See the privacy notice on your return.