

Division A, B, C and E

The following applies for both individuals and corporations:

Division A	Residency, who pays income taxes in Canada
Division B	Net Income for tax purposes Net Income for tax purposes = Employment Income + Business Income + Property Income + Capital Gains (losses) + Other income – other deductions
Division C	Taxable Income Taxable Income = Net Income for tax purposes – Division C deductions
Division E	Taxes Payable Tax Payable = Taxable Income * Tax Rate%