



GENERAL INQUIRIES

Telephone: 250 952-0192 Toll-free: 1 800 667-1182 Email: MOG.Mineral.Tax@gov.bc.ca

INSTRUCTIONS

- Complete this return if you are a person or corporation with commercial mining operations in BC. File this return within six months following the end of the fiscal year... Report all amounts in Canadian dollars. If the mine has more than one operator... For help in completing this form...

HOW TO FILE YOUR RETURN

- Go online using eTaxBC at gov.bc.ca/etaxbc/myaccount or send this form and payment... Make cheques or money orders payable to the Minister of Finance.

Freedom of Information and Protection of Privacy Act (FOIPPA) The personal information on this form is collected for the purpose of administering the Mineral Tax Act...

PART 1 - BUSINESS INFORMATION. Includes fields for Full Name of Operator, Mine Name, Mailing Address, Business Number, Account Number, Mine Number, Contact Name, Telephone, Email, and Address.

PART 2 - RETURN INFORMATION. Table with columns for Fiscal Year, Start/End dates, Proportionate Share of the Mine, and Total Amount Remitted.

PART 3 - REQUIRED SUPPORTING DOCUMENTS. Checklist for federal income tax return, financial statements, and net earnings statement.

PART 4 - CERTIFICATION

The taxpayer or an authorized signing authority must make the following declaration. I, \_\_\_\_\_, certify that, to the best of my knowledge and belief, all of the information given in this return is true, correct and complete in all material respects.

SIGNATURE OF TAXPAYER OR AUTHORIZED SIGNING AUTHORITY, POSITION OR OFFICE, DATE SIGNED



MINERAL TAX RETURN

under the Mineral Tax Act

ACCOUNT NUMBER: MTR -

CALCULATION OF AMOUNT PAYABLE

Table with 2 columns: Description and Amount. Rows include Total Taxes Payable (Line 24), Deduct: Reclamation Tax Credit (Page 5, Line 42), Monthly instalments paid for the fiscal year, Overpayment applied from prior year, Balance of Taxes Payable/Overpaid, and Total (sum of Line 3 to Line 6). Includes checkboxes for 'Do you want overpayment: refunded' and 'applied to subsequent year'.

NET CURRENT PROCEEDS TAX CALCULATION

Table with 2 columns: Description and Amount. Rows include Net Current Proceeds (Page 3, Line 43), Net Current Proceeds Tax Rate, and Net Current Proceeds Tax Payable (Line 12 multiplied by Line 13; to Line 20 and Line 27).

NET REVENUE TAX CALCULATION

Table with 2 columns: Description and Amount. Rows include Net Revenue (Page 4, Line 113), Net Revenue Tax Rate, Net Revenue Tax (Line 15 multiplied by Line 16), Deduct the lesser of Subtotal B in the Cumulative Tax Credit Account (Line 28) and Net Revenue Tax (Line 17), and Net Revenue Tax Payable (to Line 21 and Page 5, Line 36).

TOTAL TAXES PAYABLE CALCULATION

Table with 2 columns: Description and Amount. Rows include Net Current Proceeds Tax Payable (Line 14), Net Revenue Tax Payable (Line 19), Subtotal A (sum of Line 20 and Line 21), Deduct Earned Depletion Tax Credit - deduct the lesser of: (a) 25% of Subtotal A (Line 22), (b) Balance of Earned Depletion Base Account at the end of the preceding fiscal year (Line 31), and Total Taxes Payable (to Line 3).

CUMULATIVE TAX CREDIT ACCOUNT

Table with 2 columns: Description and Amount. Rows include Balance at the end of the preceding fiscal year, Imputed Interest, Calculation: Balance at the end of the preceding fiscal year (Line 25) x Investment Allowance rate, Net Current Proceeds Tax Payable (Line 14), Subtotal B (sum of Line 25 to Line 27), Deduct the lesser of Net Revenue Tax (Line 17) and Subtotal B (Line 28), and Ending Balance.

EARNED DEPLETION BASE ACCOUNT

Table with 2 columns: Description and Amount. Rows include Balance at the end of the preceding fiscal year, Deduct amount claimed as a tax credit in the current fiscal year (Line 23), and Ending Balance.



# MINERAL TAX RETURN

under the *Mineral Tax Act*

ACCOUNT NUMBER:

**MTR -**

## NET CURRENT PROCEEDS CALCULATION

Net Current Proceeds is the amount by which Gross Revenue (*Line 52*) exceeds Total Current Operating Costs (*Line 64*). This amount must not be less than zero.

**Net Current Proceeds** (to [Page 2, Line 12](#)) 43

## GROSS REVENUE CALCULATION

Value of mineral product sold	44
Other current operating cost recoveries	48
Reclamation recovery ( <a href="#">Page 5, Line 149</a> )	49
Other ( <i>attach schedule of details</i> ):	49a
Exemption for individuals ( <a href="#">Page 1, Line 1</a> multiplied by \$50,000)	( ) 51
<b>Gross Revenue</b> (to <a href="#">Page 4, Line 105</a> )	52

## CURRENT OPERATING COSTS CALCULATION

Refining and treatment	53
Marketing and distribution	54
Postproduction development costs	55
Mining	56
Milling	57
General site services	58
Non-capital reclamation cost transfer	59
Minesite general and administrative	60
Change in cost of mineral product inventory:	
Opening Inventory	
Less ending Inventory ( )	62
Head office administrative costs	63
Other	63a
<i>(attach schedule of details)</i>	
<b>Total Current Operating Costs</b> (to <a href="#">Page 4, Line 118</a> )	64

## RECONCILIATION WITH NET EARNINGS

Net earnings/loss per financial statements	65
Additions:	
Income tax expense	66
Lease/rental expense	67
Reclamation expense added to the Reclamation Cost Account	68
Royalties	69
Business interruption insurance premiums	70
Expense provisions credited to reserves	71
Net realizable value of opening inventory less cost	72
Unrelated overhead	73
Cost of purchased product sold	75
Unrelated cost of sales	76
Costs of financing and arranging financing	77
Interest expense	78
Provisions for depreciation or depletion	79
Exploration expense	80
Costs of incorporation, organization or reorganization	81
Writedown of asset values	82
Other	84
<i>(attach schedule of details)</i>	
<b>Subtotal</b> ( <i>sum of Line 65 to Line 84</i> )	88
Deductions:	
Non-capital reclamation cost transfer ( <a href="#">Page 5, Line 144</a> )	89
Costs charged to reserves on financial statements	90
Net realizable value of closing inventory less cost	91
Mine revenue from the sale of purchased product	92
Net gains/losses on disposal of assets	93
Hedging gains/losses	94
Unrelated sales revenue	95
Interest income	96
Dividend income	97
Other	100
<i>(attach schedule of details)</i>	
<b>Net Mineral Tax Earnings/Loss</b> ( <i>Line 88, minus sum of Line 89 to Line 100</i> ) <i>[should equal Line 52 minus Line 64]</i>	104



**NET REVENUE CALCULATION**

Gross Revenue ( <i>Page 3, Line 52</i> )		105
Grants, subsidies and other assistance in respect of capital assets		106
Insurance proceeds in respect of capital assets		107
Revenue in the nature of capital asset cost recovery		108
Proceeds on disposal of capital assets		109
Deemed disposition proceeds for assets taken out of use at the mine		110
<b>Subtotal C</b> ( <i>sum of Line 105 to Line 110</i> )		111
Deduct Cumulative Expenditure claim - the lesser of Subtotal E ( <i>Line 127</i> ) and Subtotal C ( <i>Line 111</i> )		112
<b>Net Revenue</b> ( <i>to Page 2, Line 15</i> )		113

**CUMULATIVE EXPENDITURE ACCOUNT**

Balance at the end of the preceding fiscal year		114
Adjustments ( <i>specify</i> ) _____		115
Pre-production discovery costs		116
Development costs prior to commercial production		117
New mine allowance ( <i>new mine expenditures multiplied by 1/3</i> )		117a
Total Current Operating Costs ( <i>Page 3, Line 64</i> )		118
Net increase/decrease in inventories:		
Closing mineral product inventory at cost	_____	
Closing supplies inventory at cost	_____	
Opening mineral product inventory at cost	( _____ )	
Opening supplies inventory at cost	( _____ )	119
Payments on leases and rentals		120
Cost of capital assets purchased		121
Exploration cost allocation ( <i>complete Election to Allocate Exploration Expenses</i> )		122
Research costs		123
Reclamation cost transfer ( <i>Page 5, Line 146</i> )		124
<b>Subtotal D</b> ( <i>sum of Line 114 to Line 124</i> )		125
Investment Allowance ( <i>Line 135</i> )		126
<b>Subtotal E</b> ( <i>sum of Line 125 and Line 126</i> )		127
Deduct amount claimed on Line 112	( _____ )	128
<b>Ending Balance</b>		129

**INVESTMENT ALLOWANCE CALCULATION**

Cumulative Expenditure Account balance at the end of the preceding fiscal year ( <i>sum of Line 114 and Line 115</i> )		130
Add the excess, if any, of Subtotal D ( <i>Line 125</i> ) over Subtotal C ( <i>Line 111</i> )		131
<b>Total</b> ( <i>sum of Line 130 and Line 131</i> )		132
Cumulative Expenditure Account average balance ( <i>Line 132 divided by 2</i> )		133
Investment Allowance Rate	×	% 134
<b>Investment Allowance</b> ( <i>Line 133 multiplied by Line 134; to Line 126</i> )		135



MINERAL TAX RETURN

under the Mineral Tax Act

ACCOUNT NUMBER:

MTR -

RECLAMATION COST ACCOUNT

Balance of the Reclamation Cost Account at the end of the preceding fiscal year	136
<b>Additions:</b>	
Reclamation fund contributions incurred before January 8, 1998	137
Non-capital reclamation costs incurred before January 8, 1998	138
Costs of assets for reclamation purposes incurred before January 8, 1998	139
Amount elected to be added under s. 5(1) of the Reclamation Regulation <i>(complete Reclamation Cost Election Schedule)</i>	139a
<b>Subtotal G</b> <i>(sum of Line 136 to Line 139a)</i>	140
<b>Deductions:</b>	
Reclamation fund refunds received or receivable	141
Reclamation cost recoveries	142
Amount used in respect of tax credit claimed in the preceding period <i>(credit claimed divided by the Net Revenue Tax Rate)</i>	143
Non-capital reclamation cost transfer to reduce Net Current Proceeds <i>(amount elected under s. 4(1) of the Reclamation Regulation; may not exceed the sum of Line 137 and Line 138; to Page 3, Line 89)</i>	144
<b>Subtotal H</b> <i>(sum of Line 141 to Line 144)</i>	145
Reclamation cost transfer to the Cumulative Expenditure Account <i>(to Page 4, Line 124)</i> <i>(amount elected under s. 4(1) of the Reclamation Regulation - complete Reclamation Cost Transfer Schedule)</i>	146
<b>Subtotal I</b> <i>(sum of Line 145 and Line 146)</i>	147
<b>Ending Balance</b> <i>(the amount, if any, by which subtotal G exceeds subtotal I; to Page 5, Line 38)</i>	148
<b>Reclamation Recovery</b> <i>(the amount, if any, by which subtotal I exceeds subtotal G; to Page 3, Line 49)</i>	149

RECLAMATION TAX CREDIT

Balance of the account at the end of the preceding fiscal year	34
Deduct reclamation tax credit claim of the preceding fiscal year	35
Add Net Revenue Tax Payable <i>(Page 2, Line 19)</i>	36
<b>Ending Balance</b> <i>(to Page 5, Line 41)</i>	37

RECLAMATION TAX CREDIT CLAIM

(i) Reclamation Cost Account ending balance <i>(Line 148)</i>	38
Net Revenue Tax Rate	39
Amount of Reclamation Cost Account creditable <i>(Line 38 multiplied by Line 39)</i>	40
(ii) Reclamation Tax Credit Account ending balance <i>(Line 37)</i>	41
<b>Reclamation Tax Credit Claim</b> <i>(claim an amount up to the lesser of Line 40 and Line 41; to Page 2, Line 4)</i>	42