

## Courtesy Translation

Corporations established in Québec are required to communicate with Revenu Québec in French. For this reason, Revenu Québec does not produce an English version of the forms to be used by corporations. However, Revenu Québec provides translations of the content of the forms for information purposes.

## Insurance Corporations Calculation of premiums payable, taxable premiums and tax on capital respecting marine insurance

### Corporations required to file form CO-1167

Regardless of the type of insurance provided, all insurance corporations that carry on business in Québec, that is, all insurance corporations that own property in Québec, have an establishment in Québec or exercise any of their corporate rights, powers or objects in Québec,<sup>1</sup> are required to file form CO-1167.

Insurance corporations and corporations that administer an uninsured employee benefit plan use form CO-1167 to calculate the premiums payable or taxable premiums, as well as the tax on capital they are required to pay on such premiums.

Marine insurance corporations also use form CO-1167 to calculate the tax on capital they are required to pay.

### Important information

- Enclose form CO-1167 with the corporation income tax return (form CO-17, *Déclaration de revenus des sociétés*).
- For more information, refer to sections 1166 to 1175 of the *Taxation Act*.

### 1 Information about the corporation

01a	Québec enterprise number (NEQ)	
01b	Identification number	File (IC 0001)
02	Name of corporation	
05	End date of fiscal period	( Y M D )

### 2 Tax on capital related to insurance of persons or to uninsured employee benefit plans

#### 2.1 Premiums payable that are related to insurance of persons

10	Premiums payable <sup>2</sup> that are related to business carried on in Québec
11	Premiums related to insurance of persons on which the tax has already been paid
12	Return premiums and dividends paid or credited to policyholders with respect to the premiums referred to on line 10
13	Add lines 11 and 12.
14	Subtract line 13 from line 10. <b>Premiums payable that are related to insurance of persons</b>

#### 2.2 Taxable premiums related to uninsured employee benefit plans

15	Taxable premiums paid to insure a person who was resident in Québec at the time the premiums were paid
16	Portion of the taxable premiums (other than those paid into the fund, or one of the funds, of an uninsured employee benefit plan) that corresponds to the income from an office or employment for which a contribution <sup>3</sup> was paid
17	Premiums (including "other premiums" assimilated to taxable premiums) paid to another insurance corporation that is required to pay the tax on capital on them
18	Add lines 16 and 17.
19	Subtract line 18 from line 15. <b>Taxable premiums related to uninsured employee benefit plans</b>
20	Add lines 14 and 19. Carry the result to line 432 of form CO-17.
	<b>Premiums related to insurance of persons or to uninsured employee benefit plans</b>

**2.3 Tax on capital related to insurance of persons or to uninsured employee benefit plans**

20d	20a	Amount on line 20	x	20b	Number of days in the taxation year before December 3, 2014	x	2%
				20c	Number of days in the taxation year		
20h	20e	Amount on line 20	x	20f	Number of days in the taxation year after December 2, 2014	x	3%
				20g	Number of days in the taxation year		

20i Add lines 20d and 20h. Carry the result to line 432aa of form CO-17.

**Tax on capital related to insurance of persons or to uninsured employee benefit plans****3 Tax on capital related to damage insurance**

21	Premiums payable <sup>4</sup> that are related to business carried on in Québec	
22	Premiums related to damage insurance on which the tax has already been paid	
23	Return premiums and dividends paid or credited to policyholders with respect to the premiums referred to on line 21	
24	Add lines 22 and 23.	
25	Subtract line 24 from line 21. Carry the result to line 432a of form CO-17.	
	<b>Premiums related to damage insurance</b>	
25a	Tax rate	3%
25b	Multiply line 25 by line 25a. Carry the result to line 432b of form CO-17.	
	<b>Tax on capital related to damage insurance</b>	

**4 Tax on capital related to ocean marine insurance or to marine insurance****4.1 Tax on capital related to ocean marine insurance**

Section 4.1 of form CO-1167 should only be completed for an insurance corporation that carries on an ocean marine insurance business in Québec and that is paid premiums related to that business.

29	Operating profits from	x	Net premiums paid under
	26 marine risks in Canada		27 contracts entered into in Québec
		28	Net premiums paid under contracts entered into in Canada

30	Tax rate	5%
31	Multiply line 29 by line 30.	
32	Premiums payable <sup>5</sup> that are related to business carried on in Québec	
33	Tax rate	3%
34	Multiply line 32 by line 33.	
35	Enter the amount from line 31 or line 34, whichever is <b>less</b> .	
	<b>Tax on capital related to ocean marine insurance</b>	

**4.2 Tax on capital related to marine insurance**

Section 4.2 of form CO-1167 should only be completed for an insurance corporation that carries on a marine insurance business in Québec and that is paid premiums, other than ocean marine insurance premiums, related to that business.

41	Premiums payable <sup>6</sup> that are related to business carried on in Québec	
42	Tax rate	3%
43	Multiply line 41 by line 42. <b>Tax on capital related to marine insurance</b>	
44	Add lines 35 and 43. Carry the result to line 433 of form CO-17.	
	<b>Tax on capital related to ocean marine insurance or to marine insurance</b>	

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1. If the insurance corporation entered into insurance contracts concerning property located in Québec with an insurance corporation that is not resident in Canada and that does not have an office in Canada, you must complete form COZ-1171, *Avis au ministre relatif à un assureur non résident*. To obtain a copy of this form, contact us at 418 659-4692 (Québec City area), at 514 873-4692 (Montréal area) or, toll-free, at 1 800 567-4692, or visit our website and click on **Services en ligne, formulaires et publications**.
  2. An insurance corporation that carries on a recognized business as part of a major investment project may be entitled to a reduction in tax on capital. If you are required to calculate the premiums payable for such a corporation, contact us to find out how to calculate the reduction.
  3. This contribution is determined, as applicable, under the *Act respecting industrial accidents and occupational diseases* (CQLR, c. A-3.001), the *Act respecting the Régie de l'assurance maladie du Québec* (CQLR, c. R-5) or the *Act respecting the Québec Pension Plan* (CQLR, c. R-9).
  4. See note 2.
  5. See note 2.
  6. See note 2.