

Tax Facts for Ontario Residents

PERSONAL TAX BRACKETS FOR SALARY AND DIVIDENDS

| 2026 Taxable Income | MARGINAL TAX RATE | | | |
|------------------------|-------------------|---------------|--|--|
| | Salary | Capital Gains | Public Company Dividends ⁽¹⁾⁽²⁾ 38% gross up | Private Company Dividends ⁽²⁾ 15% gross up |
| | 2026 / 2025 | 2026 / 2025 | 2026 / 2025 | |
| \$1 - \$16,452 | 0.00% | 0.00% | 0.00% | 0.00% |
| \$16,453 - \$53,891 | 19.05% | 9.53% | 0.00% | 8.09% |
| \$53,892 - \$58,523 | 23.15% | 11.58% | 0.00% | 12.80% |
| \$58,524 - \$94,907 | 29.65% | 14.83% | 6.39% | 20.28% |
| \$94,908 - \$107,785 | 31.48% | 15.74% | 8.92% | 22.38% |
| \$107,786 - \$111,814 | 33.89% | 16.95% | 12.24% | 25.16% |
| \$111,815 - \$117,045 | 37.91% | 18.96% | 17.79% | 29.78% |
| \$117,046 - \$150,000 | 43.41% | 21.71% | 25.38% | 36.10% |
| \$150,001 - \$181,440 | 44.97% | 22.49% | 27.53% | 37.90% |
| \$181,441 - \$220,000 | 48.26% | 24.13% | 32.07% | 41.68% |
| \$220,001 - \$258,482 | 49.82% | 24.91% | 34.22% | 43.47% |
| Greater than \$258,483 | 53.53% | 26.77% | 39.34% | 47.74% |

(1) Includes dividends from CCPCs from income in excess of \$500,000 business limit

(2) Marginal rates are based on cash dividends received, not grossed-up taxable amount

TAX RATES ON CORPORATE INCOME

| | | 2026 | 2025 |
|------------------------|------------------------------|--------|--------|
| CCPC Active Income | < \$500,000 | 12.20% | 12.20% |
| | > \$500,001 | 26.50% | 26.50% |
| CCPC Investment Income | Interest ⁽³⁾ | 50.17% | 50.17% |
| | Refundable tax | 30.67% | 30.67% |
| | Capital Gains ⁽³⁾ | 25.08% | 25.08% |
| | Refundable tax | 15.34% | 15.34% |

(3) A portion of these taxes are refundable on payment of taxable dividends at different rates, depending on certain facts. Speak to your GGFL advisor for more details.

CLAWBACK OF OLD AGE SECURITY

| | 2026 | 2025 |
|-------------------------------------|------------|------------|
| OAS Benefit (ages 65 to 74) | \$ 8,914 | \$ 8,791 |
| Clawback for income greater than: | \$ 95,323 | \$ 93,454 |
| No benefit for income greater than: | \$ 154,752 | \$ 152,062 |
| OAS Benefit (ages 75 and over) | \$ 9,806 | \$ 9,670 |
| Clawback for income greater than: | \$ 95,323 | \$ 93,454 |
| No benefit for income greater than: | \$ 160,695 | \$ 157,923 |

TFSA LIMIT

| Lifetime Contribution | Annual Limit | |
|-----------------------|--------------|---------|
| | 2026 | 2025 |
| \$109,000 | \$7,000 | \$7,000 |

RRSP LIMITS

| | 2026 | 2025 |
|-----------------------------------|-------------|-------------|
| RRSP Deduction Limit | \$33,810 | \$32,490 |
| Income Required to Maximize RRSP | \$187,833 | \$180,500 |
| Deadline - 60 days after year end | Mar 1, 2027 | Mar 2, 2026 |

CPP LIMITS

| Year | CPP Limit | Maximum Pensionable Earnings | CPP2 Limit | Maximum Pensionable Earnings |
|------|------------|------------------------------|------------|------------------------------|
| 2026 | \$4,230.45 | \$74,600 | \$416 | \$85,000 |
| 2025 | \$4,034.10 | \$71,300 | \$396 | \$81,200 |

EI MAXIMUM

| Employee | Employer | Maximum Pensionable Earnings |
|------------|------------|------------------------------|
| \$1,123.07 | \$1,572.30 | \$68,900 |
| \$1,077.48 | \$1,508.47 | \$65,700 |

EHT EXEMPTION

| Payroll <\$5 Million |
|----------------------|
| \$1,000,000 |
| \$1,000,000 |

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PRESCRIBED INTEREST RATES ⁽⁴⁾

| | Q1 | Q2 | Q3 | Q4 |
|------|----|----|----|-----|
| 2026 | 3% | 3% | 3% | TBD |
| 2025 | 4% | 4% | 3% | 3% |

(4) These rates are for shareholder loans; for refunds add 2%; for overdue balances add 4%

AUTOMOBILE AMOUNTS

| Claim Description | 2026 | 2025 |
|---|-------------|-------------|
| Tax-exempt car reimbursements: | | |
| • first 5,000 km | \$0.73/km | \$0.72/km |
| • after 5,000 km | \$0.67/km | \$0.66/km |
| CCA threshold—Class 10.1 | \$39,000 | \$38,000 |
| CCA threshold—Class 54 zero-emission | \$61,000 | \$61,000 |
| Interest expense limit | \$350/mth | \$350/mth |
| Leasing limit per month | \$1,100+txs | \$1,100+txs |
| Operating cost benefit (standby charge) | \$0.34/km | \$0.34/km |

CAPITAL GAINS ON QUALIFIED SMALL BUSINESS SHARES OR QUALIFIED FARMING & FISHING PROPERTY

| | 2026 | 2025 |
|--------------------|-------------|-------------|
| Lifetime Exemption | \$1,275,000 | \$1,250,000 |

PENSION SPLITTING WITH SPOUSES

| | 65 or Older | Under 65 |
|------------------------------|-------------|-------------------|
| Pension Annuity Payments | Yes | Yes |
| RRIF Payments | Yes | No ⁽⁵⁾ |
| RRSP Annuity Payments | Yes | No ⁽⁵⁾ |
| RRSP Lump-Sum Withdrawals | No | No |
| Canada Pension Plan Benefits | No | No |
| Old Age Security Benefits | No | No |

(5) Except if received due to the death of a spouse

TAX FILINGS / INSTALMENTS

DUE DATE ⁽⁶⁾

| | |
|---|--|
| Corporate Tax Returns (T2) | 6 months after year end |
| Corporate final tax payment for the current fiscal year: | |
| • For CCPC and its associated corporations with total taxable income below business limit | 3 months after year end |
| • For all other companies, such as holding companies | 2 months after year end |
| Corporate Instalment Due Dates | |
| • Monthly | Last day of the month |
| • Quarterly, for eligible CCPCs December year end | March 31, June 30, September 30, and December 31 |
| T4 Return—Summary of Remuneration Paid | Last day in February |
| T5 Return—Return of Investment Income (interest and dividends) | Last day in February |
| Trust Returns (T3) | 90 days after year end |
| Personal Tax Returns (T1): | |
| • Individual | April 30 |
| • Individual with self-employment income | June 15 |
| • Taxes Payable | April 30 |
| Instalment Due Dates: Personal Tax and Trust & Estates | Q1 (March 15) ; Q2 (June 15); Q3 (September 15); Q4 (December 15) |
| HST Return - Annual Filer | 3 months after year end |
| HST Return - Quarterly Filer | 1 month after end of quarter |
| HST Instalments Due Dates : Annual Filer December year end | Q1 (April 30); Q2 (July 31); Q3 (October 31); Q4 (January 31 of the following year) |
| EHT Instalments (Payroll > \$1.2M, tax years starting in 2021) | Monthly |
| EHT Return | March 15 of the following year |

(6) If a Due Date falls on a Saturday, Sunday or public holiday, the Due Date will be the next business day.

The information provided in this publication is intended for general purposes only. Care has been taken to ensure the information herein is accurate; however, no representation is made as to the accuracy thereof. The information should not be relied upon to replace specific professional advice.