

QUESTION 1: THE FOLLOWING ARE THE DATA FOR THE YEAR 2018:

Revenue (including interest income) is \$100,000.

The government has provided a tax credit of \$10,000.

Dividends received are \$5,000.

Interest expense is \$15,000.

The corporation has a tax rate of 21%.

Dividends received are \$5,000.

Dividends received are \$5,000.

The corporation is subject to the Alternative Minimum Tax (AMT) and is not eligible for the credit.

The corporation has a tax rate of 21%.

Item	Amount
Revenue (including interest income)	\$100,000
Government tax credit	\$10,000
Dividends received	\$5,000
Interest expense	\$15,000
AMT credit	\$0
Dividends received	\$5,000

The following information is provided for the year 2018:

Revenue (including interest income) is \$100,000.

The government has provided a tax credit of \$10,000.

Dividends received are \$5,000.

Interest expense is \$15,000.

The corporation has a tax rate of 21%.

Dividends received are \$5,000.

Interest expense is \$15,000.

The corporation has a tax rate of 21%.

Dividends received are \$5,000.

Interest expense is \$15,000.

The corporation has a tax rate of 21%.

Dividends received are \$5,000.