



QUEBEC INCOME TAX TABLES

MONTREAL

1981 McGill College
Montréal QC H3A 0G6
514.934.3400

TORONTO

181 Bay St., #3510
Bay Wellington Tower
Toronto ON M5J 2T3
416.488.2345

CHICAGO

200 South Wacker, #3100
Chicago IL 60606
312.828.0800

2025 CORPORATE TAX RATES ^(a)Investment Income CCPC ^(c)

	First \$500,000 for Qualifying Business ^(b)	Basic Business & Other	Basic M&P Business	Other than Capital Gains	Capital Gains
Quebec	12.20% ^(d)	26.50%	26.50%	50.17 %	25.09%
Ontario	12.20%	26.50%	25.00%	50.17 %	25.09%
Alberta	11.00%	23.00%	23.00%	46.67%	23.34%
British Columbia	11.00%	27.00%	27.00%	50.67%	25.34%
Manitoba	9.00%	27.00%	27.00%	50.67%	25.34%
New Brunswick	11.50%	29.00%	29.00%	52.67%	26.34%
Newfoundland & Labrador	11.50%	30.00%	30.00%	53.67%	26.84%
Nova Scotia	10.50% ^(e)	29.00%	29.00%	52.67%	26.34%
Prince Edward Island	10.00% ^(f)	30.00% ^(g)	30.00% ^(g)	53.67% ^(g)	26.84% ^(g)
Saskatchewan	10.00% ⁽ⁱ⁾	27.00%	25.00%	50.67%	25.34%
Federal	9.00% ^(h)	15.00%	15.00%	38.67%	19.34%

^(a) Assumes a December year end.^(b) Preferential rate reduced for corporations having taxable capital in excess of \$10M on an associated group basis.^(c) For a CCPC, the tax rate on investment income, net of dividend refund, is 30.67% lower.^(d) Employees of the corporation, or of an associated corporation, must work and be remunerated for 5,500 hours for the current and previous taxation year or be a corporation in the primary or manufacturing sector.^(e) For corporations with less than 5,000 remunerated hours the rate is 20.5%.^(f) Effective April 1, 2025, the Nova Scotia small business limit was increased from \$500,000 to \$700,000 and the Nova Scotia small business tax rate was reduced from 2.5% to 1.5%.^(g) Effective July 1, 2025, the Prince Edward Island small business limit was increased from \$500,000 to \$600,000.^(h) Effective July 1, 2025, the Prince Edward Island general corporate income tax rate was reduced from 16% to 15%.⁽ⁱ⁾ The federal corporate income tax rates for manufacturers of qualifying zero-emission technology are reduced to 7.5% for eligible income otherwise subject to the 15% federal general corporate income tax rate or 4.5% for eligible income otherwise subject to the 9% federal small-business corporate income tax rate. The reduced tax rate has been extended and will gradually phase out for taxation years beginning 2032 (previously 2029) and will be fully phased out for taxation years beginning after 2034 (previously 2031).^(j) Effective January 1, 2018, the Saskatchewan small-business limit was increased from \$500,000 to \$600,000.

2025 COMBINED TOP PERSONAL TAX RATES

	Income	Eligible Dividends	Ineligible Dividends	Capital Gains
Quebec	53.31%	40.11 %	48.70%	26.65%
Ontario	53.53%	39.34%	47.74 %	26.76 %
Alberta	48.00%	34.31%	42.31%	24.00%
British Columbia	53.50%	36.54%	48.89%	26.75%
Manitoba	50.40%	37.78 %	46.67%	25.20%
New Brunswick	52.50%	32.40%	46.83%	26.25%
Newfoundland & Labrador	54.80%	46.20%	48.96%	27.40%
Nova Scotia	54.00%	41.58%	49.99%	27.00%
Prince Edward Island	52.00%	36.54%	47.92%	26.00%
Saskatchewan	47.50%	29.64%	41.34%	23.75%

2025 SELECT U.S. TAX RATES

Personal ^{(a), (d), (e)}				Corporate ^(a)
	Income	Long-Term Capital Gains	Qualified Dividends	Business Income ^(b)
California	50.30%	33.30%	33.30%	27.98%
Florida	37.00%	20.00%	20.00%	25.35%
New York ^(c)	47.90%	30.90%	30.90%	26.73%

U.S. Estate Tax – Top Marginal Rate:

40.00%

U.S. Estate Tax Exemption:

\$13,990,000 USD^(a) All rates are effective at time of publication.^(b) Highest marginal general tax rate, net of federal deduction for state taxes (corporate only).^(c) New York state tax rate does not include New York City taxes.^(d) The above rates do not include Medicare and Social Security taxes.^(e) For United States residents, an additional 3.8% tax is imposed on investment income when the income exceeds \$200,000 USD if the taxpayer is not married, \$125,000 USD if married filing separately, or \$250,000 USD if married filing jointly.2025 PERSONAL TAX RATES ^{(a), (b), (c), (d)}

Quebec Residents

Quebec			Federal		Combined		Eligible Dividends	Ineligible Dividends	Capital Gains
Taxable Income	Tax	Marginal Rate on Excess	Tax	Marginal Rate on Excess	Tax	Marginal Rate on Excess	Eligible Dividends Actual	Ineligible Dividends Actual	Capital Gains
\$18,571	\$0	14.00%	\$296	12.11%	\$296	26.11%	3.17 %	17.42%	13.05%
\$53,255	\$4,856	19.00%	\$4,495	12.11%	\$9,351	31.11%	10.07%	23.17 %	15.55%
\$57,375	\$5,639	19.00%	\$4,994	17.12%	\$10,633	36.12%	16.39%	28.93%	18.06%
\$106,495	\$14,971	24.00%	\$13,402	17.12%	\$28,373	41.12%	23.29%	34.68%	20.56%
\$114,750	\$16,953	24.00%	\$14,815	21.71%	\$31,768	45.71%	29.63%	39.96%	22.86%
\$129,590	\$20,514	25.75%	\$18,037	21.71%	\$38,551	47.46%	32.04%	41.97%	23.73 %
\$177,882	\$32,949	25.75%	\$28,521	24.22%	\$61,470	49.97%	35.50%	44.86%	24.98%
\$253,414	\$52,399	25.75%	\$46,811	27.56%	\$99,210	53.31%	40.1 %	48.70%	26.65%

^(a) Assumes single taxpayer with no dependents receiving basic exemption only. Tax rates net of Quebec abatement.^(b) Does not include the Contribution to the Health Services Fund.^(c) The rate takes into account the impact of the reduction of the basic federal personal amount to \$14,538 for income between \$177,882 and \$253,413.^(d) Includes the proposed federal legislation to reduce the lowest personal tax rate from 15% to 14% effective July 1, 2025, resulting in an effective tax rate of 14.5%.

SELECT PERSONAL TAX CREDITS FOR 2025 ^(f)

Combined Federal and Provincial

	Spouse	65 and over	Pension	Donation	Medical
Quebec ^(a)	\$4,553 ^(b)	\$1,640 ^(c)	\$728	53.31% ^(d)	32.11% ^(e)

(a) Adjusted for Quebec abatement.

(b) Applies to net income that is less than \$177,882.

(c) Maximum credit that is gradually reduced when family income exceeds \$42,090.

(d) Applies to donations in excess of \$200 for individuals with a taxable income in excess of \$253,414.

(e) Applies to medical expenses in excess of the lesser of 3% of net income and \$2,834 for federal purposes and in excess of 3% of family income for Quebec purposes.

(f) Includes the proposed federal legislation to reduce the lowest personal tax rate from 15% to 14% effective July 1, 2025, resulting in an effective tax rate of 14.5%.

2025 INVESTMENT YIELDS ^(a)

An Interest Rate of	Tax	An Eligible Dividend	An Ineligible Dividend	A Capital Gain
4%	Gives	3.12%	3.64%	2.55%
6%	the same	4.68%	5.46%	3.82%
8%	after-tax	6.24%	7.28%	5.09%
10%	as	7.80%	9.10%	6.37%

(a) Based on 53.305% marginal rate for a Quebec taxpayer.

SALARY VS. DIVIDEND

Comparison of Net Cash Retained by Shareholders ^(a)

Quebec Resident 53.31% Marginal Rate	Salary ^(b)	Dividend
First \$500,000 Qualifying Business	\$448	\$450 ^(c)
First \$500,000 Qualifying Business (M&P)	\$448	\$450 ^(c)
Basic Business and Other Income	\$448	\$440
Investment Income CCPC	\$448	\$413 ^{(c), (d)}

(a) Assumes corporation has \$1,000 of income available for disbursement to owner/manager.
(b) Only takes into account levy for QHSF paid by corporation at top rate of 4.26%.
(c) Assumes dividends paid are ineligible.
(d) Net of dividend refund.

INCOME THAT CAN BE RECEIVED TAX-FREE

Quebec Resident ^(a)

Interest	\$16,129
Capital Gain	\$32,258
Eligible Dividend	\$52,243
Ineligible Dividend	\$21,372

(a) Includes the proposed federal legislation to reduce the lowest personal tax rate from 15% to 14% effective July 1, 2025, resulting in an effective tax rate of 14.5%.

SALES TAX RATES IN CANADA 2025

Province	GST Rate ^(a)	HST Rate ^(b)	PST Rate ^(c)	Total
Quebec	5.00%	-	9.975% ^(d)	14.975%
Ontario	-	13.00%	-	13.00%
Alberta	5.00%	-	-	5.00%
British Columbia	5.00%	-	7.00%	12.00%
Manitoba	5.00%	-	7.00%	12.00%
New Brunswick	-	15.00%	-	15.00%
Newfoundland & Labrador	-	15.00%	-	15.00%
Nova Scotia	-	14.00%	-	14.00%
Prince Edward Island	-	15.00%	-	15.00%
Saskatchewan	5.00%	-	6.00%	11.00%

(a) GST: Goods and Services Tax
(b) HST: Harmonized Sales Tax
(c) PST: Provincial Sales Tax
(d) GST: Quebec Sales Tax