

U.S. TAX RATES FOR 2005

Individuals (single)	Tax on Base \$	Tax Rate on Excess
Not over \$7,300	Nil	10%
\$7,300 to \$29,700	\$ 730	15%
\$29,700 to \$71,950	\$ 4,090	25%
\$71,950 to \$150,150	\$ 14,963	28%
\$150,150 to \$326,450	\$ 36,549	33%
Over \$326,450	\$ 94,728	35%

Different rates apply for married persons filing jointly or separately, and for certain types of income such as dividends and capital gains.

Corporations

Not over \$50,000	Nil	15%
\$50,000 to \$75,000	\$ 7,500	25%
\$75,000 to \$100,000	\$ 13,750	34%
\$100,000 to \$335,000	\$ 22,250	39%
\$335,000 to \$10,000,000	\$ 113,900	34%
\$10,000,000 to \$15,000,000	\$ 3,400,000	35%
\$15,000,000 to \$18,333,333	\$ 5,150,000	38%
Over \$18,333,333		35%

Estate and Gift Taxes

Not over \$10,000	Nil	18%
\$10,000 to \$20,000	\$ 1,800	20%
\$20,000 to \$40,000	\$ 3,800	22%
\$40,000 to \$60,000	\$ 8,200	24%
\$60,000 to \$80,000	\$ 13,000	26%
\$80,000 to \$100,000	\$ 18,200	28%
\$100,000 to \$150,000	\$ 23,800	30%
\$150,000 to \$250,000	\$ 38,800	32%
\$250,000 to \$500,000	\$ 70,800	34%
\$500,000 to \$750,000	\$ 155,800	37%
\$750,000 to \$1,000,000	\$ 248,300	39%
\$1,000,000 to \$1,250,000	\$ 345,800	41%
\$1,250,000 to \$1,500,000	\$ 448,300	43%
\$1,500,000 to \$2,000,000	\$ 555,800	45%
Over \$2,000,000	\$ 780,800	48%

For 2004 and 2005 a credit to eliminate tax on \$1,500,000 applies. Canadians may avail themselves of this credit in the manner prescribed by treaty.