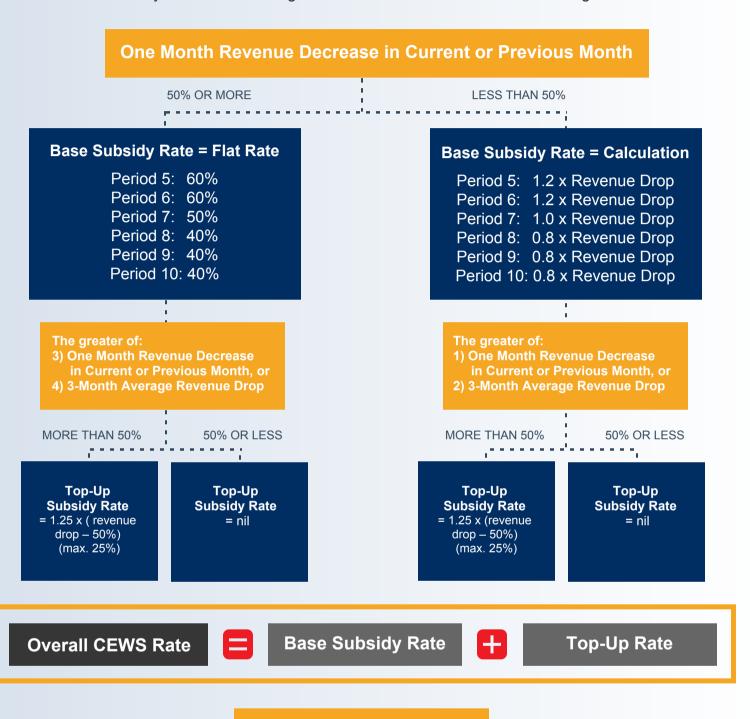


How to Navigate CEWS 2.0 and CEWS 2.1

Flowchart for Active Employees

On November 2, 2020, the Canadian government introduced proposals that impact Periods 9 and 10 of the Canada Emergency Wage Subsidy ("CEWS"). While not yet law, if the proposals are enacted they will result in changes to the calculation of the CEWS moving forward.



CEWS SUBSIDY*



Each Employee's Weekly Wage

Lesser of:

- 1. Actual remuneration paid in the week to employee;
- 2. \$1,129; and
- For non-arm's length employees only, the lesser of actual remuneration paid and the employee's baseline remuneration.

^{*} For Periods 5 and 6, employers who have experienced a monthly revenue decrease of 30% or more will be entitled to a wage subsidy of no less than the amount calculated under CEWS 2.0 or the formulas used for Periods 1-4.