Canada Customs and Revenue Agency **Agence des douanes et du revenu du Canada**

RECONCILIATION OF 2003 BUSINESS INCOME FOR TAX PURPOSES

- Use this form **only** if your first fiscal period ending in 2003 does **not** end on December 31, 2003, or if you completed this form last year.
- For more information and **instructions** on completing this form, see the *Reconciliation of Business Income for Tax Purposes* guide.
- If you are completing Part 2 of this form for the first time, check the box indicating your choice, sign and date your election at the bottom of this page.

Identification

Social insurance number:

☐☐☐ - ☐☐☐ - ☐☐☐

Business Number:

☐☐☐☐☐☐☐☐☐☐☐☐☐☐☐

Part 1 – Converting to a December 31 fiscal period end

	Business 1	Business 2
Net income (loss) for your first fiscal period ending in 2003 (if applicable)	A	A
Net income (loss) for the period ending December 31, 2003	B	B
Reserve deducted last year	C	C
Subtotal (line A **plus** line B and line C)	D	D
Last year's additional business income (if converting this year)	E	E
Subtotal (line D **minus** line E)	F	F

Calculating your allowable reserve:

	Business 1	Business 2
December 31, 1995 income for each business (if negative, enter "0")	G	G
• Amount from line G for each business x 15%	H	H
• Reserve deducted last year	I	I
• Your income for the year (according to the chart at the end of this guide)	J	J

Reserve amount – Enter an amount not more than the least of the amounts on lines H, I, and J for each business .... K **+** K ► **6672**

Net income (loss) for each business – Report this amount on the appropriate line of your income tax return (line F **minus** line K) .... L L

Part 2 – Electing to have a fiscal period which does not end on December 31 (alternative method)

	Business 1	Business 2
Net income (loss) for your fiscal period ending in 2003	M	M
Additional business income	N	N
Reserve deducted last year	O	O
Subtotal (line M **plus** line N and line O)	P	P
Last year's additional business income	Q	Q
Subtotal (line P **minus** line Q)	R	R

Calculating your allowable reserve:

	Business 1	Business 2
December 31, 1995 income for each business (if negative, enter "0")	S	S
• Amount from line S for each business x 15%	T	T
• Reserve deducted last year	U	U
• Your income for the year (according to the chart at the end of this guide)	V	V

Reserve amount – Enter an amount not more than the least of the amounts on lines T, U, and V for each business .... W **+** W ► **6675**

Net income (loss) for each business – Report this amount on the appropriate line of your income tax return (line R **minus** line W) .... X X

Election

I choose to have a fiscal period that does not end on December 31 for all businesses listed in Part 2. ☐

I choose to revoke my previously filed election to have a fiscal period that does not end on December 31, and convert to a December 31 fiscal period end (attach a note to list the business(es) you want to convert). Check the box at line number **6673**. **6673** ☐

Name (please print)	Signature	Date

T1139 (03)
Printed in Canada

(Français au verso)

Canada