Revenue Revenu
Canada Canada

RECONCILIATION OF 1996 BUSINESS INCOME FOR TAX PURPOSES

- Use this form **only** if your first fiscal period ending in 1996 does **not** end on December 31, 1996, or if you completed either part of this form last year.
- For more information and instructions on completing this form, see the guide called *Reconciliation of Business Income for Tax Purposes.*
- If you are completing Part 2 of this form for the first time, please sign and date the election at the bottom of this page.

Identification

Social insurance number:

Business Number:

180

Part 1 — Converting to a December 31 fiscal period end

	Business 1		Business 2	
Net income (loss) for your first fiscal period ending in 1996		A		A
Net income (loss) for the period ending December 31, 1996		B		B
Reserve deducted last year		C		C
Subtotal (line A plus lines B and C)		D		D
Last year's additional business income		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 85% . . . . . _____ 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 exceeding the least of the amounts at
lines H, I and J for each business . . . . K + K ▶ 182

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 keep 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 1996		M		M
Additional business income		N		N
Reserve deducted last year		O		O
Subtotal (line M plus lines N and 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 ▶   ▶ 184

- Amount from line S for each business x 85% . . . . . _____ 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 exceeding the least of the amounts
at lines T, U and V for each business . . . . W + W ▶ 185

Net income (loss), for each business, to report on the appropriate line
of your income tax return (line R minus line W) . . . . X X

Election

☐ I choose to keep 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 keep a fiscal period that does not end on December 31 and convert to a December 31 fiscal period
      end. (Attach a note listing business(es) converted.)

_____   _____   _____
Name (please print)   Signature   Date