Revenue Revenu
Canada Canada

RECONCILIATION OF 1997 BUSINESS INCOME FOR TAX PURPOSES

- Use this form **only** if your first fiscal period ending in 1997 does **not** end on December 31, 1997, 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 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 1997 (if applicable)		A		A
Net income (loss) for the period ending December 31, 1997		B		B
Reserve deducted last year		C		C
Subtotal (line A plus lines B and 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 75% . . . . .   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 at
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 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 1997		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 ►

- Amount from line S for each business x 75% . . . . .   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
at 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 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 to list the business(es) you want to convert). Check the box at line number 6673.   **6673** ☐

Name (please print)   Signature   Date

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