



Statement of Business or Professional Activities

- For each business or profession, complete a **separate** Form T2125.
- File each completed Form T2125 with your *Income Tax and Benefit Return*.
- For more information on how to complete this form, see Guide T4002, *Business and Professional Income*.

Identification

Your name				Your social insurance number			
Business name				Business Number			
Business address				City, province, or territory		Postal code	
Fiscal period		Year	Month	Day	To: Year	Month	Day
Main product or service				Was 2008 your last year of business?		Yes <input type="checkbox"/> No <input type="checkbox"/>	
Tax shelter identification number		Partnership filer identification number		Your percentage of the partnership %			
Name and address of person or firm preparing this form							

Part 1 – Business income

2. If you have business income, tick this box and complete this part. **Do not complete parts 1 and 2 on the same form.**

Sales, commissions, or fees A

Minus

Goods and services tax/harmonized sales tax (GST/HST) and provincial sales tax (PST) (if included in sales above)

Returns, allowances, and discounts (if included in sales above)

Total of the above two lines B

Adjusted gross sales (line A minus line B) C

Enter this amount on line 8000 in Part 3, below

Part 2 – Professional income

3. If you have professional income, tick this box and complete this part. **Do not complete parts 1 and 2 on the same form.**

Professional fees (includes work-in-progress) D

Minus

Goods and services tax/harmonized sales tax (GST/HST) and provincial sales tax (PST) (if included in fees above)

Work-in-progress (WIP), end of the year, per election to exclude WIP (see Chapter 2 of the guide)

Total of the above two lines E

Subtotal (line D minus line E)

Plus

Work-in-progress (WIP), start of the year, per election to exclude WIP (see Chapter 2 of the guide)

Adjusted professional fees (total of the above two lines) F

Enter this amount on line 8000 in Part 3, below

Part 3 – Gross business or professional income

Adjusted gross sales (from line C in Part 1) or adjusted professional fees (from line F in Part 2) **8000** G

Plus

Reserves deducted last year **8290**

Other income **8230**

Total of the above two lines H

Gross business or professional income (line G plus line H) **8299**

Enter this amount on the appropriate line of your income tax and benefit return: business on line 162, professional on line 164, or commission on line 166

Area A – Calculation of capital cost allowance (CCA) claim

1 Class number	2 Undepreciated capital cost (UCC) at the start of the year	3 Cost of additions in the year (see areas B and C below)	4 Proceeds of dispositions in the year (see areas D and E below)	5* UCC after additions and dispositions (col. 2 plus col. 3 minus col. 4)	6 Adjustment for current-year additions 1/2 x (col. 3 minus col. 4) If negative, enter "0."	7 Base amount for CCA (col. 5 minus col. 6)	8 Rate %	9 CCA for the year (col. 7 x col. 8 or an adjusted amount)	10 UCC at the end of the year (col. 5 minus col. 9)

Total CCA claim for the year (enter this amount, minus any personal part and any CCA for business-use-of-home expenses, on line 9936 in Part 5 on page 2**)

* If you have a negative amount in this column, add it to income as a recapture on line 8230, "Other income," in Part 3 on page 1. If no property is left in the class and there is a positive amount in the column, deduct the amount from income as a terminal loss on line 9270, "Other expenses," in Part 5 on page 2. Recapture and terminal loss do not apply to a class 10.1 property. For more information, see Chapter 4 in the *Business and Professional Income* guide.

** For information on the CCA for "Calculation of business-use-of-home expenses," see Chapter 4 – "Special Situations" in the *Business and Professional Income* guide.

Area B – Details of equipment additions in the year

1 Class number	2 Property details	3 Total cost	4 Personal part (if applicable)	5 Business part (column 3 minus column 4)

Total equipment additions in the year 9925

Area C – Details of building additions in the year

1 Class number	2 Property details	3 Total cost	4 Personal part (if applicable)	5 Business part (column 3 minus column 4)

Total building additions in the year 9927

Area D – Details of equipment dispositions in the year

1 Class number	2 Property details	3 Proceeds of disposition (should not be more than the capital cost)	4 Personal part (if applicable)	5 Business part (column 3 minus column 4)

Total equipment dispositions in the year 9926

Note: If you disposed of property from your business in the year, see Chapter 4 in the *Business and Professional Income* guide for information about your proceeds of disposition.

Area E – Details of building dispositions in the year

1 Class number	2 Property details	3 Proceeds of disposition (should not be more than the capital cost)	4 Personal part (if applicable)	5 Business part (column 3 minus column 4)

Total building dispositions in the year 9928

Note: If you disposed of property from your business in the year, see Chapter 4 in the *Business and Professional Income* guide for information about your proceeds of disposition.

Area F – Details of land additions and dispositions in the year

Total cost of all land additions in the year	9923
Total proceeds from all land dispositions in the year	9924

Note: You cannot claim capital cost allowance on land.

Chart A – Motor vehicle expenses

Enter the kilometres you drove in the tax year to earn business income		1
Enter the total kilometres you drove in the tax year		2
Fuel and oil		3
Interest (see Chart B below)		4
Insurance		5
Licence and registration		6
Maintenance and repairs		7
Leasing (see Chart C below)		8
Other expenses (please specify)		9
		10
Total motor vehicle expenses: Add lines 3 to 10		11
Business use part: $\left(\begin{array}{l} \text{line 1 :} \\ \text{line 2 :} \end{array} \right) \times \text{line 11 :}$		12
		13
Business parking fees		13
Supplementary business insurance		14
Add lines 12, 13, and 14		15

Allowable motor vehicle expenses: Enter the amount from line 15 on line 9281 in Part 5 on page 2.

Note: You can claim CCA on motor vehicles in Area A on page 4.

Chart B – Available interest expense for passenger vehicles

Total interest payable (accrual method) or paid (cash method) in the fiscal period		A
$\$10^* \times$ the number of days in the fiscal period for which interest was payable (accrual method) or paid (cash method)		B
Available interest expense: amount A or B, whichever is less (enter this amount on line 4 of Chart A above)		\$

* For passenger vehicles bought from 2001 to 2008.

Chart C – Eligible leasing costs for passenger vehicles

Total lease charges incurred in your 2008 fiscal period for the vehicle		1
Total lease payments deducted before your 2008 fiscal period for the vehicle		2
Total number of days the vehicle was leased in your 2008 and previous fiscal periods		3
Manufacturer's list price		4
The amount on line 4 or (\$35,294 + GST* and PST, or HST on \$35,294), whichever is more		5
\$ $\times 85\% =$		5
$\frac{[(\$800 + \text{GST}^* \text{ and PST, or HST on } \$800) \times \text{line 3}]}{30} \blacktriangleright$		6
$\frac{[(\$30,000 + \text{GST}^* \text{ and PST, or HST on } \$30,000) \times \text{line 1}]}{\text{line 5}}$		7
Eligible leasing cost: line 6 or 7, whichever is less		\$

(Enter this amount on line 8 of Chart A above.)

* Use a GST rate of 5% or HST rate of 13% **after** December 31, 2007.
Use a GST rate of 6% or HST rate of 14% from July 1, 2006 to December 31, 2007.