

**NET INCOME (LOSS) FOR INCOME TAX PURPOSES**  
(2000 and later taxation years)

Corporation's name	Business Number	<table style="width:100%; border-collapse: collapse;"> <tr> <td colspan="3" style="text-align: center; border-bottom: 1px solid black;">Taxation year-end</td> </tr> <tr> <td style="width:33%; border-bottom: 1px solid black;">Year</td> <td style="width:33%; border-bottom: 1px solid black;">Month</td> <td style="width:34%; border-bottom: 1px solid black;">Day</td> </tr> </table>	Taxation year-end			Year	Month	Day
Taxation year-end								
Year	Month	Day						

- The purpose of this schedule is to provide a reconciliation between the corporation's net income (loss) as reported on the financial statements and its net income (loss) for tax purposes.
- Please provide us with the applicable details in the identification area, and complete the applicable lines that contain a numbered black box. You should report amounts in accordance with the Generally Accepted Accounting Principles (GAAP).
- Sections, subsections, and paragraphs referred to on this schedule are from the *Income Tax Act*.
- For more information, see the *T2 Corporation Income Tax Guide*.

Net income (loss) after taxes and extraordinary items per financial statements ..... A

**Add:**

Provision for income taxes—current	<b>101</b>	
Provision for income taxes—deferred	<b>102</b>	
Interest and penalties on taxes	<b>103</b>	
Amortization of tangible assets	<b>104</b>	
Amortization of natural resource assets	<b>105</b>	
Amortization of intangible assets	<b>106</b>	
Recapture of capital cost allowance from Schedule 8	<b>107</b>	
Gain on sale of eligible capital property from Schedule 10	<b>108</b>	
Income or loss for tax purposes—joint ventures or partnerships	<b>109</b>	
Loss in equity of subsidiaries and affiliates	<b>110</b>	
Loss on disposal of assets	<b>111</b>	
Charitable donations from Schedule 2	<b>112</b>	
Taxable capital gains from Schedule 6	<b>113</b>	
Political donations	<b>114</b>	
Holdbacks	<b>115</b>	
Deferred and prepaid expenses	<b>116</b>	
Depreciation in inventory—end of year	<b>117</b>	
Scientific research expenditures deducted per financial statements	<b>118</b>	
Capitalized interest	<b>119</b>	
Non-deductible club dues and fees	<b>120</b>	
Non-deductible meals and entertainment expenses	<b>121</b>	
Non-deductible automobile expenses	<b>122</b>	
Non-deductible life insurance premiums	<b>123</b>	
Non-deductible company pension plans	<b>124</b>	
Tax reserves deducted in prior year from Schedule 13	<b>125</b>	
Reserves from financial statements—balance at the end of the year	<b>126</b>	
Soft costs on construction and renovation of buildings	<b>127</b>	
Total of fields 201 to 294 on page 2	<b>199</b>	
Total of fields 101 to 199	<b>500</b>	▶ _____

**Deduct:**

Gain on disposal of assets per financial statements	<b>401</b>	
Dividends not taxable under section 83 from Schedule 3	<b>402</b>	
Capital cost allowance from Schedule 8	<b>403</b>	
Terminal loss from Schedule 8	<b>404</b>	
Cumulative eligible capital deduction from Schedule 10	<b>405</b>	
Allowable business investment loss—Schedule 6	<b>406</b>	
Foreign non-business tax deduction under subsection 20(12)	<b>407</b>	
Holdbacks	<b>408</b>	
Deferred and prepaid expenses	<b>409</b>	
Depreciation in inventory—end of prior year	<b>410</b>	
Scientific research expenses claimed in year from Form T661	<b>411</b>	
Tax reserves claimed in current year from Schedule 13	<b>413</b>	
Reserves from financial statements—balance at the beginning of the year	<b>414</b>	
Patronage dividends from Schedule 16	<b>416</b>	
Contributions to deferred income plans from Schedule 15	<b>417</b>	
Total of fields 300 to 394 on page 3	<b>499</b>	
Total of fields 401 to 499	<b>510</b>	▶ _____

**Net income (loss) for income tax purposes** – enter on line 300 on page 3 of the T2 return ..... \_\_\_\_\_

**Add:**

Accounts payable and accruals for cash basis—closing	201	_____
Accounts receivable and prepaid for cash basis—opening	202	_____
Accrual inventory—opening	203	_____
Accrued dividends—prior year	204	_____
Book loss on joint ventures or partnerships	205	_____
Capital items expensed	206	_____
All crown charges, royalties, rentals, etc.	207	_____
Debt issue expense	208	_____
Deemed dividend income	209	_____
Deemed interest on loans to non-residents	210	_____
Deemed interest received	211	_____
Development expenses claimed in current year	212	_____
Dividend stop-loss adjustment	213	_____
Dividends credited to the investment account	214	_____
Exploration expenses claimed in current year	215	_____
Financing fees deducted in books	216	_____
Foreign accrual property income	217	_____
Foreign affiliate property income	218	_____
Foreign exchange included in retained earnings	219	_____
Gain on settlement of debt	220	_____
Interest paid on income debentures	221	_____
Limited partnership losses from Schedule 4	222	_____
Loss from international banking centres	223	_____
Mandatory inventory adjustment—included in current year	224	_____
Mining royalties (provincial mining taxes)	225	_____
Non-deductible advertising	226	_____
Non-deductible interest	227	_____
Non-deductible legal and accounting fees	228	_____
Optional value of inventory—included in current year	229	_____
Other expenses from financial statements	230	_____
Recapture of SR&ED expenditures—Form T661	231	_____
Resource amounts deducted	232	_____
Restricted farm losses—current year—Schedule 4	233	_____
Sales tax assessments	234	_____
Share issue expense	235	_____
Write-down of capital property	236	_____
Amounts received in respect of qualifying environmental trust per paragraphs 12(1)(z.1) and 12(1)(z.2)	237	_____
Contractors' completion method adjustment: revenue net of costs on contracts under 2 years—previous year	238	_____

**Other additions:**

<b>600</b> _____	<b>290</b>	_____
<b>601</b> _____	<b>291</b>	_____
<b>602</b> _____	<b>292</b>	_____
<b>603</b> _____	<b>293</b>	_____
<b>604</b> _____	<b>294</b>	_____

Total of fields 201 to 294 (enter this amount at line 199 on page 1) \_\_\_\_\_

<b>Deduct:</b>	
Accounts payable and accruals for cash basis—opening .....	<b>300</b> _____
Accounts receivable and prepaid for cash basis—closing .....	<b>301</b> _____
Accrual inventory—closing .....	<b>302</b> _____
Accrued dividends—current year .....	<b>303</b> _____
Bad debt .....	<b>304</b> _____
Book income of joint venture or partnership .....	<b>305</b> _____
Equity in income from subsidiaries or affiliates .....	<b>306</b> _____
Exempt income under section 81 .....	<b>307</b> _____
Income from international banking centres .....	<b>308</b> _____
Mandatory inventory adjustment—included in prior year .....	<b>309</b> _____
Contributions to a qualifying environmental trust .....	<b>310</b> _____
Non-Canadian advertising expenses—broadcasting .....	<b>311</b> _____
Non-Canadian advertising expenses—printed materials .....	<b>312</b> _____
Optional value of inventory—included in prior year .....	<b>313</b> _____
Other income from financial statements .....	<b>314</b> _____
Payments made for allocations in proportion to borrowing and bonus interest payment from Schedule 17 .....	<b>315</b> _____
Contractors' completion method adjustment: revenue net of costs on contracts under 2 years—current year .....	<b>316</b> _____

**Resource deductions:**

Canadian development expenses from Schedule 12 .....	<b>340</b> _____
Canadian exploration expenses from Schedule 12 .....	<b>341</b> _____
Canadian oil and gas property expenses from Schedule 12 .....	<b>342</b> _____
Deductible crown charges .....	<b>343</b> _____
Depletion from Schedule 12 .....	<b>344</b> _____
Foreign exploration and development expenses from Schedule 12 .....	<b>345</b> _____
Resource allowance .....	<b>346</b> _____

**Other deductions:**

<b>700</b> _____	<b>390</b> _____
<b>701</b> _____	<b>391</b> _____
<b>702</b> _____	<b>392</b> _____
<b>703</b> _____	<b>393</b> _____
<b>704</b> _____	<b>394</b> _____

Total of fields 300 to 394 (enter this amount at line 499 on page 1) \_\_\_\_\_