



Corporation's name	Business Number	Taxation year-end Year      Month      Day
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- 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. For more information, see the *T2 Corporation Income Tax Guide*.
- 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*.

Net income (loss) after taxes and extraordinary items per financial statements .....			A
<b>Add:</b>			
Provision for income taxes—current .....	101	_____	
Provision for income taxes—deferred .....	102	_____	
Interest and penalties on taxes .....	103	_____	
Amortization of tangible assets .....	104	_____	
Amortization of natural resource assets .....	105	_____	
Amortization of intangible assets .....	106	_____	
Recapture of capital cost allowance from Schedule 8 .....	107	_____	
Gain on sale of eligible capital property from Schedule 10 .....	108	_____	
Income or loss for tax purposes—joint ventures or partnerships .....	109	_____	
Loss in equity of subsidiaries and affiliates .....	110	_____	
Loss on disposal of assets .....	111	_____	
Charitable donations from Schedule 2 .....	112	_____	
Taxable capital gains from Schedule 6 .....	113	_____	
Political donations .....	114	_____	
Holdbacks .....	115	_____	
Deferred and prepaid expenses .....	116	_____	
Depreciation in inventory—end of year .....	117	_____	
Scientific research expenditures deducted per financial statements .....	118	_____	
Capitalized interest .....	119	_____	
Non-deductible club dues and fees .....	120	_____	
Non-deductible meals and entertainment expenses .....	121	_____	
Non-deductible automobile expenses .....	122	_____	
Non-deductible life insurance premiums .....	123	_____	
Non-deductible company pension plans .....	124	_____	
Tax reserves deducted in prior year from Schedule 13 .....	125	_____	
Reserves from financial statements—balance at the end of the year .....	126	_____	
Soft costs on construction and renovation of buildings .....	127	_____	
Non-deductible fines and penalties under section 67.6 .....	128	_____	
Total of fields 201 to 294 on page 2 .....	199	_____	
Total of fields 101 to 199	500	_____	▶ _____
<b>Deduct:</b>			
Gain on disposal of assets per financial statements .....	401	_____	
Dividends not taxable under section 83 from Schedule 3 .....	402	_____	
Capital cost allowance from Schedule 8 .....	403	_____	
Terminal loss from Schedule 8 .....	404	_____	
Cumulative eligible capital deduction from Schedule 10 .....	405	_____	
Allowable business investment loss—Schedule 6 .....	406	_____	
Foreign non-business tax deduction under subsection 20(12) .....	407	_____	
Holdbacks .....	408	_____	
Deferred and prepaid expenses .....	409	_____	
Depreciation in inventory—end of prior year .....	410	_____	
Scientific research expenses claimed in year from Form T661 .....	411	_____	
Tax reserves claimed in current year from Schedule 13 .....	413	_____	
Reserves from financial statements—balance at the beginning of the year .....	414	_____	
Patronage dividends from Schedule 16 .....	416	_____	
Contributions to deferred income plans from Schedule 15 .....	417	_____	
Total of fields 300 to 394 on page 3 .....	499	_____	
Total of fields 401 to 499	510	_____	▶ _____
<b>Net income (loss) for income tax purposes</b> – 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> _____	290	_____
<b>601</b> _____	291	_____
<b>602</b> _____	292	_____
<b>603</b> _____	293	_____
<b>604</b> _____	294	_____

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

**Resource deductions:**

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

**Other deductions:**

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

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