



NET INCOME (LOSS) FOR INCOME TAX PURPOSES
(2009 and later tax years)

| | | | | |
|--------------------------|-----------------|---|--------------|--------------------------|
| Corporation's name | Business Number | <table style="width:100%; border-collapse: collapse;"> <tr> <td style="text-align: center;">Tax year-end</td> </tr> <tr> <td style="text-align: center;">Year Month Day</td> </tr> </table> | Tax year-end | Year Month Day |
| Tax 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. For more information, see the *T2 Corporation Income Tax Guide*.
- Sections, subsections, and paragraphs referred to on this schedule are from the *Income Tax Act*.

Amount calculated on line 9999 from Schedule 125 A

| | | | |
|---|-----|-------|-------|
| Add: | | | |
| 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 and gifts 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 | _____ | _____ |
| Other reserves on lines 270 and 275 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 lines 201 to 294 on page 2 | 199 | _____ | _____ |
| Total of lines 101 to 199 | 500 | _____ | _____ |

| | | | |
|---|-----|-------|-------|
| Deduct: | | | |
| Gain on disposal of assets per financial statements | 401 | _____ | _____ |
| Non-taxable dividend 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 | _____ | _____ |
| SR&ED expenditures claimed in the year from Form T661 (line 460) | 411 | _____ | _____ |
| Other reserves on line 280 from Schedule 13 | 413 | _____ | _____ |
| Reserves from financial statements – balance at the beginning of the year | 414 | _____ | _____ |
| Patronage dividend deduction on line 116 from Schedule 16 | 416 | _____ | _____ |
| Contributions to deferred income plans from Schedule 15 | 417 | _____ | _____ |
| Total of lines 300 to 394 on page 3 | 499 | _____ | _____ |
| Total of lines 401 to 499 | 510 | _____ | _____ |

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 | _____ |
| 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 | _____ |
| 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 | _____ |
| Taxable/non-deductible other comprehensive income items | 239 | _____ |

Other additions:

| | | | |
|-----|-------|-----|-------|
| 600 | _____ | 290 | _____ |
| 601 | _____ | 291 | _____ |
| 602 | _____ | 292 | _____ |
| 603 | _____ | 293 | _____ |
| 604 | _____ | 294 | _____ |

Total of lines 201 to 294 (enter this amount at line 199 on page 1) _____

Deduct:

| | | |
|---|------------|-------|
| 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 | _____ |
| Non-taxable/deductible other comprehensive income items | 347 | _____ |

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 | _____ |
| Depletion from Schedule 12 | 344 | _____ |
| Foreign exploration and development expenses from Schedule 12 | 345 | _____ |

Other deductions:

| | | |
|------------------|------------|-------|
| 700 _____ | 390 | _____ |
| 701 _____ | 391 | _____ |
| 702 _____ | 392 | _____ |
| 703 _____ | 393 | _____ |
| 704 _____ | 394 | _____ |

Total of lines 300 to 394 (enter this amount at line 499 on page 1) _____