

Protected B when completed

Amount A plus amount B C

Deduct:

- Gain on disposal of assets per financial statements 401 _____
- Non-taxable dividends under section 83 from Schedule 3 402 _____
- Capital cost allowance from Schedule 8 403 _____
- Terminal loss from Schedule 8 404 _____
- Allowable business investment loss from 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 on line 460 from Form T661 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 from Schedule 16 416 _____
- Contributions to deferred income plans from Schedule 15 417 _____
- Incorporation expenses under paragraph 20(1)(b) 418 _____
- Amount G on page 4 499 _____

Total (lines 401 to 499) 510 _____ ▶ D

Net income (loss) for income tax purposes (amount C minus amount D) E

Enter amount E 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	_____
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	_____
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 from Form T661	231	_____
Resource amounts deducted	232	_____
Restricted farm losses – current year from 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	_____
Book loss on joint ventures	248	_____
Book loss on partnerships	249	_____

Other additions:

	1 Description	2 Amount
	605	295
1.		
2.		
3.		
4.		
	Total of column 2	296

► **296** _____

Total of lines 201 to 249 and line 296 **F**
Enter amount F on 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	_____
Equity in income from subsidiaries or affiliates	306	_____
Exempt income under section 81	307	_____
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 payments 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	_____
Book income on joint venture	348	_____
Book income on partnership	349	_____

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:

	1 Description	2 Amount	
	705	395	
1.			
2.			
3.			
4.			
	If you need more space, attach additional schedules. Total of column 2		▶ 396 _____

Total of lines 300 to 345 and line 396 _____ **G**
 Enter amount G at line 499 on page 2