



Corporation's name	Business Number	Year	Tax year-end	Month	Day
<b>CORPORATION NAME 1</b>	<b>001999999RCRC01</b>	<b>2</b>	<b>0</b>	<b>0</b>	<b>8</b>
			<b>1</b>	<b>1</b>	<b>3</b>
					<b>0</b>

- 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 . . . . . **9999** A

**Add:**

Provision for income taxes - current . . . . .	<b>101</b>	<b>1101</b>
Provision for income taxes - deferred . . . . .	<b>102</b>	<b>1102</b>
Interest and penalties on taxes . . . . .	<b>103</b>	<b>1103</b>
Amortization of tangible assets . . . . .	<b>104</b>	<b>1104</b>
Amortization of natural resource assets . . . . .	<b>105</b>	<b>1105</b>
Amortization of intangible assets . . . . .	<b>106</b>	<b>1106</b>
Recapture of capital cost allowance from Schedule 8 . . . . .	<b>107</b>	<b>21345</b>
Gain on sale of eligible capital property from Schedule 10 . . . . .	<b>108</b>	<b>29566</b>
Income or loss for tax purposes - joint ventures or partnerships . . . . .	<b>109</b>	<b>1109</b>
Loss in equity of subsidiaries and affiliates . . . . .	<b>110</b>	<b>1110</b>
Loss on disposal of assets . . . . .	<b>111</b>	<b>1111</b>
Charitable donations and gifts from Schedule 2 . . . . .	<b>112</b>	<b>210</b>
Taxable capital gains from Schedule 6 . . . . .	<b>113</b>	<b>58716</b>
Political donations . . . . .	<b>114</b>	<b>1114</b>
Holdbacks . . . . .	<b>115</b>	<b>1115</b>
Deferred and prepaid expenses . . . . .	<b>116</b>	<b>1116</b>
Depreciation in inventory - end of year . . . . .	<b>117</b>	<b>1117</b>
Scientific research expenditures deducted per financial statements . . . . .	<b>118</b>	<b>1118</b>
Capitalized interest . . . . .	<b>119</b>	<b>1119</b>
Non-deductible club dues and fees . . . . .	<b>120</b>	<b>1120</b>
Non-deductible meals and entertainment expenses . . . . .	<b>121</b>	<b>1121</b>
Non-deductible automobile expenses . . . . .	<b>122</b>	<b>1122</b>
Non-deductible life insurance premiums . . . . .	<b>123</b>	<b>1123</b>
Non-deductible company pension plans . . . . .	<b>124</b>	<b>1124</b>
Tax reserves deducted in prior year from Schedule 13 . . . . .	<b>125</b>	<b>2415</b>
Reserves from financial statements - balance at the end of the year . . . . .	<b>126</b>	<b>1126</b>
Soft costs on construction and renovation of buildings . . . . .	<b>127</b>	<b>127</b>
Non-deductible fines and penalties under section 67.6 . . . . .	<b>128</b>	<b>128</b>
Total of fields 201 to 294 on page 2 . . . . .	<b>199</b>	<b>84423</b>
Total of fields 101 to 199 . . . . .	<b>500</b>	<b>220316</b>

**220316****Deduct:**

Gain on disposal of assets per financial statements . . . . .	<b>401</b>	<b>401</b>
Dividends not taxable under section 83 from Schedule 3 . . . . .	<b>402</b>	
Capital cost allowance from Schedule 8 . . . . .	<b>403</b>	<b>8361</b>
Terminal loss from Schedule 8 . . . . .	<b>404</b>	<b>21545</b>
Cumulative eligible capital deduction from Schedule 10 . . . . .	<b>405</b>	<b>19812</b>
Allowable business investment loss - Schedule 6 . . . . .	<b>406</b>	<b>795</b>
Foreign non-business tax deduction under subsection 20(12) . . . . .	<b>407</b>	<b>407</b>
Holdbacks . . . . .	<b>408</b>	<b>408</b>
Deferred and prepaid expenses . . . . .	<b>409</b>	<b>409</b>
Depreciation in inventory - end of prior year . . . . .	<b>410</b>	<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>	<b>1260</b>
Reserves from financial statements - balance at the beginning of the year . . . . .	<b>414</b>	<b>414</b>
Patronage dividends from Schedule 16 . . . . .	<b>416</b>	<b>1599</b>
Contributions to deferred income plans from Schedule 15 . . . . .	<b>417</b>	<b>200056</b>
Total of fields 300 to 394 on page 3 . . . . .	<b>499</b>	<b>92470</b>
Total of fields 401 to 499 . . . . .	<b>510</b>	<b>348347</b>

**348347**

**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	1201
Accounts receivable and prepaid for cash basis - opening	202	1202
Accrual inventory - opening	203	1203
Accrued dividends - prior year	204	1204
Book loss on joint ventures or partnerships	205	1205
Capital items expensed	206	1206
All crown charges, royalties, rentals, etc.	207	1207
Debt issue expense	208	1208
Deemed dividend income	209	1209
Deemed interest on loans to non-residents	210	1210
Deemed interest received	211	2211
Development expenses claimed in current year	212	1212
Dividend stop-loss adjustment	213	1213
Dividends credited to the investment account	214	1214
Exploration expenses claimed in current year	215	1215
Financing fees deducted in books	216	1216
Foreign accrual property income	217	1217
Foreign affiliate property income	218	1218
Foreign exchange included in retained earnings	219	1219
Gain on settlement of debt	220	1220
Interest paid on income debentures	221	1221
Limited partnership losses from Schedule 4	222	30315
Loss from international banking centres	223	1223
Mandatory inventory adjustment - included in current year	224	1224
Mining royalties (provincial mining taxes)	225	1225
Non-deductible advertising	226	1226
Non-deductible interest	227	1227
Non-deductible legal and accounting fees	228	1228
Optional value of inventory - included in current year	229	1229
Other expenses from financial statements	230	1230
Recapture of SR&ED expenditures - Form T661	231	
Resource amounts deducted	232	1232
Restricted farm losses - current year - Schedule 4	233	3993
Sales tax assessments	234	1234
Share issue expense	235	1235
Write-down of capital property	236	1236
Amounts received in respect of qualifying environmental trust per paragraphs 12(1)(z.1) and 12(1)(z.2)	237	1237
Contractors' completion method adjustment: revenue net of costs on contracts under 2 years - previous year	238	1238
Taxable/non-deductible other comprehensive income items	239	

**Other additions:**

600	OTHER 600	290	1290
601	OTHER 601	291	1291
602	OTHER 602	292	1292
603	OTHER 603	293	1293
604	OTHER 604	294	1294

Total of fields 201 to 294 (enter this amount at line 199 on page 1) 84423

**Deduct:**

Accounts payable and accruals for cash basis - opening . . . . .	300	300
Accounts receivable and prepaid for cash basis - closing . . . . .	301	301
Accrual inventory - closing . . . . .	302	302
Accrued dividends - current year . . . . .	303	303
Bad debt . . . . .	304	304
Book income of joint venture or partnership . . . . .	305	305
Equity in income from subsidiaries or affiliates . . . . .	306	306
Exempt income under section 81 . . . . .	307	307
Income from international banking centres . . . . .	308	308
Mandatory inventory adjustment - included in prior year . . . . .	309	309
Contributions to a qualifying environmental trust . . . . .	310	310
Non-Canadian advertising expenses - broadcasting . . . . .	311	311
Non-Canadian advertising expenses - printed materials . . . . .	312	312
Optional value of inventory - included in prior year . . . . .	313	323
Other income from financial statements . . . . .	314	314
Payments made for allocations in proportion to borrowing and bonus interest payment from Schedule 17 . . . . .	315	30530
Contractors' completion method adjustment: revenue net of costs on contracts under 2 years - current year . . . . .	316	316
Non-taxable/deductible other comprehensive income items . . . . .	347	347

**Resource deductions:**

Canadian development expenses from Schedule 12 . . . . .	340	7402
Canadian exploration expenses from Schedule 12 . . . . .	341	5402
Canadian oil and gas property expenses from Schedule 12 . . . . .	342	9403
Deductible crown charges . . . . .	343	343
Depletion from Schedule 12 . . . . .	344	32152
Foreign exploration and development expenses from Schedule 12 . . . . .	345	

**Other deductions:**

700 OTHER 700 . . . . .	390	390
701 OTHER 701 . . . . .	391	391
702 OTHER 702 . . . . .	392	392
703 OTHER 703 . . . . .	393	393
704 OTHER 704 . . . . .	394	394

Total of fields 300 to 394 (enter this amount at line 499 on page 1) 92470