



# Statement of Business or Professional Activities

- For each business or profession, complete a **separate** Form T2125.
- File each completed Form T2125 with your *Income Tax and Benefit Return*.
- For more information on how to complete this form, see Guide T4002, *Business and Professional Income*.

<b>Identification</b>			
Your name		Your social insurance number	
Business name		Business Number	
Business address		City, province, or territory	Postal code
Fiscal period	Year	Month	Day
From:		To:	
Main product or service		Was 2008 your last year of business? Yes <input type="checkbox"/> No <input type="checkbox"/>	
Tax shelter identification number		Partnership filer identification number	Your percentage of the partnership %
Name and address of person or firm preparing this form			

**Part 1 – Business income**

2.  If you have business income, tick this box and complete this part. **Do not complete parts 1 and 2 on the same form.**

Sales, commissions, or fees ..... A

**Minus**

Goods and services tax/harmonized sales tax (GST/HST) and provincial sales tax (PST) (if included in sales above) .....

Returns, allowances, and discounts (if included in sales above) .....

**Total of the above two lines** ..... B

**Adjusted gross sales** (line A minus line B) ..... C

Enter this amount on line 8000 in Part 3, below

**Part 2 – Professional income**

3.  If you have professional income, tick this box and complete this part. **Do not complete parts 1 and 2 on the same form.**

Professional fees (includes work-in-progress) ..... D

**Minus**

Goods and services tax/harmonized sales tax (GST/HST) and provincial sales tax (PST) (if included in fees above) .....

Work-in-progress (WIP), end of the year, per election to exclude WIP (see Chapter 2 of the guide) .....

**Total of the above two lines** ..... E

**Plus**

Work-in-progress (WIP), start of the year, per election to exclude WIP (see Chapter 2 of the guide) .....

**Subtotal** (line D minus line E) .....

**Adjusted professional fees** (total of the above two lines) ..... F

Enter this amount on line 8000 in Part 3, below

**Part 3 – Gross business or professional income**

Adjusted gross sales (from line C in Part 1) or adjusted professional fees (from line F in Part 2) ..... **8000** ..... G

**Plus**

Reserves deducted last year ..... **8290** .....

Other income ..... **8230** .....

**Total of the above two lines** ..... H

Gross business or professional income (line G plus line H) ..... **8299** .....

Enter this amount on the appropriate line of your income tax and benefit return: business on line 162, professional on line 164, or commission on line 166





**Area A – Calculation of capital cost allowance (CCA) claim**

1 Class number	2 Undepreciated capital cost (UCC) at the start of the year	3 Cost of additions in the year (see areas B and C below)	4 Proceeds of dispositions in the year (see areas D and E below)	5* UCC after additions and dispositions (col. 2 plus col. 3 minus col. 4)	6 Adjustment for current-year additions $1/2 \times (\text{col. 3} - \text{col. 4})$ If negative, enter "0."	7 Base amount for CCA (col. 5 minus col. 6)	8 Rate %	9 CCA for the year (col. 7 x col. 8 or an adjusted amount)	10 UCC at the end of the year (col. 5 minus col. 9)

**Total CCA claim for the year** (enter this amount, minus any personal part and any CCA for business-use-of-home expenses, on line 9936 in Part 5 on page 2\*\*)  

\* If you have a negative amount in this column, add it to income as a recapture on line 8230, "Other income," in Part 3 on page 1. If no property is left in the class and there is a positive amount in the column, deduct the amount from income as a terminal loss on line 9270, "Other expenses," in Part 5 on page 2. Recapture and terminal loss do not apply to a class 10.1 property. For more information, see Chapter 4 in the *Business and Professional Income* guide.

\*\* For information on the CCA for "Calculation of business-use-of-home expenses," see Chapter 4 – "Special Situations" in the *Business and Professional Income* guide.

**Area B – Details of equipment additions in the year**

1 Class number	2 Property details	3 Total cost	4 Personal part (if applicable)	5 Business part (column 3 minus column 4)

**Total equipment additions in the year** 9925

**Area C – Details of building additions in the year**

1 Class number	2 Property details	3 Total cost	4 Personal part (if applicable)	5 Business part (column 3 minus column 4)

**Total building additions in the year** 9927

**Area D – Details of equipment dispositions in the year**

1 Class number	2 Property details	3 Proceeds of disposition (should not be more than the capital cost)	4 Personal part (if applicable)	5 Business part (column 3 minus column 4)

**Note:** If you disposed of property from your business in the year, see Chapter 4 in the *Business and Professional Income* guide for information about your proceeds of disposition.

**Total equipment dispositions in the year** 9926

**Area E – Details of building dispositions in the year**

1 Class number	2 Property details	3 Proceeds of disposition (should not be more than the capital cost)	4 Personal part (if applicable)	5 Business part (column 3 minus column 4)

**Note:** If you disposed of property from your business in the year, see Chapter 4 in the *Business and Professional Income* guide for information about your proceeds of disposition.

**Total building dispositions in the year** 9928

**Area F – Details of land additions and dispositions in the year**

Total cost of all land additions in the year	9923
Total proceeds from all land dispositions in the year	9924

**Note:** You cannot claim capital cost allowance on land.

**Chart A – Motor vehicle expenses**

Enter the kilometres you drove in the tax year to earn business income		1
Enter the total kilometres you drove in the tax year		2
Fuel and oil		3
Interest (see Chart B below)		4
Insurance		5
Licence and registration		6
Maintenance and repairs		7
Leasing (see Chart C below)		8
Other expenses (please specify)		9
		10
<b>Total motor vehicle expenses:</b> Add lines 3 to 10		11
Business use part: $\left( \begin{array}{l} \text{line 1 :} \\ \text{line 2 :} \end{array} \right) \times \text{line 11 :}$		12
		13
Business parking fees		14
Supplementary business insurance		15
Add lines 12, 13, and 14		15

**Allowable motor vehicle expenses:** Enter the amount from line 15 on line 9281 in Part 5 on page 2.

**Note:** You can claim CCA on motor vehicles in Area A on page 4.

**Chart B – Available interest expense for passenger vehicles**

Total interest payable (accrual method) or paid (cash method) in the fiscal period		A
$\$10^* \times$ the number of days in the fiscal period for which interest was payable (accrual method) or paid (cash method)		B
<b>Available interest expense:</b> amount A or B, whichever is less (enter this amount on line 4 of Chart A above)		\$

\* For passenger vehicles bought from 2001 to 2008.

**Chart C – Eligible leasing costs for passenger vehicles**

Total lease charges incurred in your 2008 fiscal period for the vehicle		1
Total lease payments deducted before your 2008 fiscal period for the vehicle		2
Total number of days the vehicle was leased in your 2008 and previous fiscal periods		3
Manufacturer's list price		4
The amount on line 4 or (\$35,294 + GST* and PST, or HST on \$35,294), whichever is more		5
\$ $\times 85\% =$		5
$\frac{[(\$800 + \text{GST}^* \text{ and PST, or HST on } \$800) \times \text{line 3}]}{30} \rightarrow$		6
$\frac{[(\$30,000 + \text{GST}^* \text{ and PST, or HST on } \$30,000) \times \text{line 1}]}{\text{line 5}}$		7
<b>Eligible leasing cost:</b> line 6 or 7, whichever is less		\$

(Enter this amount on line 8 of Chart A above.)

\* Use a GST rate of 5% or HST rate of 13% **after** December 31, 2007.  
Use a GST rate of 6% or HST rate of 14% from July 1, 2006 to December 31, 2007.