



Statement of Business or Professional Activities

- Use this form to calculate your self-employment business and professional income.
- For each business or profession, fill in a **separate** Form T2125.
- Fill in this form and send it with your income tax and benefit return.
- For more information on how to fill in this form, see guide T4002, Self-employed Business, Professional, Commission, Farming, and Fishing Income.

Part 1 - Identification

Your name		Your social insurance number (SIN)		
Business name		Business number		
Business address		City	Prov./Terr.	Postal code
Fiscal period	Date (YYYYMMDD) From 2019/01/01	Date(YYYYMMDD) To: 2019/12/31	Was this your last year of business? Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	
Main product or service		Industry code the appendix in Guide T4002)		
Accounting method (commission only) <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual	Tax shelter identification number	Partnership business number (9 digits)	Your percentage of the partnership 100.00 %	
Name and address of person or firm preparing this form Quantum Accounting Services Inc 110-828 West 8th Avenue Vancouver BC V5Z 1E2				

Part 2 - Internet business activities

If your web pages or websites generate business or professional income, fill in this part of the form.

How many Internet web pages and websites does your business earn income from? Enter "0" if none 0

Provide up to five main web page or website addresses, also known as uniform resource locator (URL):

http:// _____

http:// _____

http:// _____

http:// _____

http:// _____

Percentage of your gross income generated from the web pages and websites.
(If no income was generated from the Internet, enter "0".) 0 %

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Part 3A - Business income

Fill in this part **only** if you have business income. If you have professional income, leave this part blank and fill in Part 3B. If you have both business and professional income, you have to fill out a separate Form T2125 for each.

Part 3B - Professional income

Fill in this part **only** if you have professional income. If you have business income, leave this part blank and fill in Part 3A. If you have both business and professional income, you have to fill out a separate Form T2125 for each.

Note: New rules allow you to include your work in progress (WIP) progressively if you elected to use billed basis accounting for the last tax year that started before March 22, 2017. Generally, for the first tax year that starts after March 21, 2017, you must include 20% of the lesser of the cost and the fair market value of WIP. The inclusion rate increases to 40% in the second tax year that starts after March 21, 2017, 60% in the third year, 80% in the fourth year, and 100% in the fifth and all subsequent tax years. For more information, see chapter 2 of guide T4002.

Part 3A - Business income

Gross sales, commissions, or fees (include GST/HST collected or collectible)		3A
GST/HST, provincial sales tax, returns, allowances, discounts, and GST/HST adjustments (included in amount line 3A)		3B
Subtotal: Amount 3A minus amount 3B		3C
If you are using the quick method for GST/HST - Government assistance calculated as follows:		
GST/HST collected or collectible on sales, commissions and fees eligible for the quick method		3D
GST/HST remitted, (sales, commissions, and fees eligible for the quick method plus GST/HST collected or collectible) multiplied by the applicable quick method remittance rate		3E
Subtotal: Amount 3D minus amount 3E		3F
Adjusted gross sales: Amount 3C plus amount 3F (enter on line 8000 of Part 3C)		3G

Part 3B - Professional income

Gross professional fees including work-in-progress (WIP) and GST/HST collected or collectible		3H
GST/HST, provincial sales tax, returns, allowances, discounts, and GST/HST adjustments (included in amount 3H) and any WIP at the end of the year you elected to exclude		3I
Subtotal: Amount 3H minus amount 3I		3J
If you are using the quick method for GST/HST - Government assistance calculated as follows:		
GST/HST collected or collectible on professional fees eligible for the quick method		3K
GST/HST remitted, (professional fees eligible for the quick method plus GST/HST collected or collectible) multiplied by the applicable quick method remittance rate		3L
Subtotal: Amount 3K minus amount 3L		3M
Work-in-progress (WIP), start of the year, per election to exclude WIP (see Guide T4002, Chapter 2)		3N
Adjusted professional fees: Amount 3J plus amount 3M plus amount 3N (enter on line 8000 of Part 3C)		3O

Part 3C - Gross business or professional income

Adjusted gross sales (amount 3G) or adjusted professional fees (amount 3O)	8000	
Reserves deducted last year	8290	
Other income	8230	
Subtotal: Line 8290 plus line 8230		3P
Gross business or professional income: Line 8000 plus amount 3P	8299	

Report the gross business or professional income from line 8299 on the applicable line of your income tax and benefit return as indicated below:

- business income on line 13499
- professional income on line 13699
- commission income on line 13899

For Parts 3D, 4, and 5, if GST/HST has been remitted or an input tax credit has been claimed, do not include GST/HST when you calculate the cost of goods sold, expenses, or net income (loss).

Part 3D - Cost of goods sold and gross profit

If you have business income, fill in this part. Enter only the business part of the costs.

Gross business income (line 8299 of Part 3C)		3Q
Opening inventory (include raw materials, goods in process, and finished goods)	8300 100	3R
Purchases during the year (net of returns, allowances, and discounts)	8320 50	3S
Direct wage costs	8340	3T
Subcontracts	8360	3U
Other costs	8450	3V
Subtotal: Add amounts 3R to 3V	150	3W
Closing inventory (include raw materials, goods in process, and finished goods)	8500 75	
Cost of goods sold: Amount 3W minus line 8500	8518	75
Gross profit (or loss): Amount 3Q minus line 8518	8519	

Part 4 - Net income (loss) before adjustments

Gross business or professional income (line 8299 of Part 3C) or Gross profit (line 8519 of Part 3D)		4A
Expenses (enter only the business part)		
Advertising	8521	4B
Meals and entertainment	8523	4C
Bad debts	8590	4D
Insurance	8690	4E
Interest and bank charges	8710	4F
Business taxes, licences, and memberships	8760	4G
Office expenses	8810	4H
Office stationery and supplies	8811	4I
Professional fees (includes legal and accounting fees)	8860	4J
Management and administration fees	8871	4K
Rent	8910	4L
Repairs and maintenance	8960	4M
Salaries, wages, and benefits (including employer's contributions)	9060	4N
Property taxes	9180	4O
Travel expenses	9200	4P
Utilities	9220	4Q
Fuel costs (except for motor vehicles)	9224	4R
Delivery, freight, and express	9275	4S
Motor vehicle expenses (not including CCA) (amount 15 of Chart A)	9281	4T
Capital cost allowance (CCA). Enter amount i of Area A minus any personal part and any CCA for business-use-of-home expenses	9936	4U
Other expenses (specify):	9270	4V
Total expenses: Total of amounts 4B to 4V	9368	▶
Net income (loss) before adjustments: Amount 4A minus line 9368		9369

Part 5 - Your net income (loss)

Your share of line 9369 or the amount from your T5013 slip, Statement of Partnership Income		5A
GST/HST rebate for partners that was received in the year	9974	
Total: Amount 5A plus line 9974		▶ 5B
Other amounts deductible from your share of the net partnership income (loss) (amount 6F)	9943	
Net income (loss) after adjustments: Amount 5B minus line 9943		5C
Business-use-of-home expenses (amount 7P)	9945	
Your net income (loss): Amount 5C minus line 9945	9946	

Report the net income amount from line 9946 on the applicable line of your income tax and benefit return as indicated below:

- business income on line 13500
- professional income on line 13700
- commission income on line 13900

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Part 6 - Other amounts deductible from your share of the net partnership income (loss)

Claim expenses you incurred that were not included in the partnership statement of income and expenses, and for which the partnership did not reimburse you. These claims must not be included in the claims already calculated for the partnership.

List details of expenses:

	Expenses amounts	
_____		6A
_____		6B
_____		6C
_____		6D
_____		6E
_____		6F

Total other amounts deductible from your share of the net partnership income (loss): Add amounts 6A to 6E (enter this on line 9943 of Part 5)

Part 7 - Calculation of business-use-of-home expenses

Heat		7A
Electricity		7B
Insurance		7C
Maintenance		7D
Mortgage interest		7E
Property taxes		7F
Other expenses (specify): <u>Rent</u>	18000	7G
Subtotal: Add amounts 7A to 7G		7H
Personal-use part of the business-use-of-home expenses	1800	7I
Subtotal: Amount 7H minus amount 7I		7J
Capital cost allowance (business part only), which means amount i of Area A minus any portion of CCA that is for personal use or entered on line 9936 of Part 4		7K
Amount carried forward from previous year		7L
Subtotal: Add amounts 7J to 7L	1800	7M
Net income (loss) after adjustments (amount 5C) (if negative, enter "0")		7N
Business-use-of-home expenses available to carry forward: Amount 7M minus amount 7N (if negative, enter "0")		7O
Allowable claim: The lesser of amount 7M and 7N above (enter your share of this amount on line 9945 of Part 5)		7P

Part 8 - Details of other partners

Do not fill in this chart if you must file a partnership information return.

Name of partner	Share of net income or (loss)	Percentage of partnership
Address	\$	%
Name of partner	Share of net income or (loss)	Percentage of partnership
Address	\$	%
	Prov./Terr.	Postal code
Name of partner	Share of net income or (loss)	Percentage of partnership
Address	\$	%
	Prov./Terr.	Postal code
Name of partner	Share of net income or (loss)	Percentage of partnership
Address	\$	%
	Prov./Terr.	Postal code

Part 9 - Details of equity

Total business liabilities	9931	
Drawings in the current year	9932	
Capital contributions in the current year	9933	

Capital Cost Allowance

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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	4 Cost of additions from column 3 which are AIIIP or zero-emission vehicles (ZEV) Note 1	5 Proceeds of dispositions in the year	ITC Received	6 UCC after additions and dispositions (2 + 3 - 5)
8	1000	500				
Total						

Area A - Calculation of capital cost allowance (CCA) claim

Class number	7 Proceeds of dispositions available to reduce additions of AIIIP and ZEV (5 - 3 + 4) Note 2	8 UCC adjustment for current-year additions of AIIIP and ZEV (4 - 7) multiplied by the relevant factor Note 3	9 Adjustment for current-year additions subject to the half year-rule 1/2 x (3 - 4 - 5)	10 Base amount for CCA (6 + 8 - 9)	11 CCA Rate (%)	12 CCA for the year (10 multiplied 11 or a lower amount)	13 UCC at the end of the year (6 - 12)
			250	1250	20	250	1000
Total							

Note 1: Columns 4, 7, and 8 apply only to accelerated investment incentive properties (AIIIPs) (see Regulation 1104(4) of the Income Tax Regulations for the definition), zero-emission vehicles, and zero-emission passenger vehicles. In this chart ZEV represents both zero-emission vehicles and zero-emission passenger vehicles. An AIIIP is a property (other than ZEV) that you acquired after November 20, 2018 and became available for use before 2028. A ZEV is a motor vehicle included in Class 54 or 55 that you acquired after March 18, 2019 and became available for use before 2028. For more information on AIIIP and ZEV, see guide T4002.

Note 2: The proceeds of disposition of a zero-emission passenger vehicle (ZEPV) that has been included in Class 54 and that is subject to the \$55,000 capital cost limit will be adjusted based on a factor equal to the capital cost limit of \$55,000 as a proportion of the actual cost of the vehicle. For dispositions after July 29, 2019, the government proposes that the actual cost of the vehicle be adjusted for any payments or repayments of government assistance that you may have received or repaid in respect of the vehicle. For more information on proceeds of disposition, read Class 54 in guide T4002.

Note 3: The relevant factors for properties available for use before 2024 are 2 1/3 (classes 43.1 and 54), 1 1/2 (class 55), 1 (classes 43.2 and 53), 0 (classes 12, 13, 14, 15), and 1/2 for the remaining accelerated investment incentive properties

For more information on accelerated investment incentive properties, see guide T4002 or go to canada.ca/taxes-accelerated-investment-income.

CCA - Additions/Dispositions in the year

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Area B - Equipment additions in the year

1 Class number	2 Property description	3 Total cost	4 Personal part (if applicable)	5 Business part (column 3 minus column 4)
Total equipment additions in the year: Total of column 5				9925

Area C - Building additions in the year

1 Class number	2 Property description	3 Total cost	4 Personal part (if applicable)	5 Business part (column 3 minus column 4)
Total building additions in the year: Total of column 5				9927

Area D - Equipment dispositions in the year

1 Class number	2 Property description	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)
Total equipment dispositions in the year: Total of column 5				9926

Note: If you disposed of property in the year, see Chapter 3 of guide T4002 for information about your proceeds of disposition.

Area E - Building dispositions in the year

1 Class number	2 Property description	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)
Total building dispositions in the year: Total of column 5				9928

Note: If you disposed of property in the year, see Chapter 3 of guide T4002 for information about your proceeds of disposition.

Area F - 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. For more information, see Chapter 3 of Guide T4002.

Leaseholds/Franchises

Leaseholds:

Description	Commence Date	Expiry Date	Original Cost	UCC - Start of year	Adjustments	Proceeds of Disp.	Adjusted Orig Cost	UCC - Before Allowance	Rate (%)	CCA	UCC - End of Year
									20.0		
									20.0		
									20.0		

Additions:

Description	Acquisitions Date	Expiry Date	Additional Cost	Additional UCC	Adjustments	Proceeds of Disp.	Adjusted Orig Cost	UCC - Before Allowance	Rate (%)	CCA	UCC - End of Year
									20.0		
									20.0		
Totals											

Franchises:

Description	Commence Date	Expiry Date	Original Cost	UCC - Start of year	Adjustments	Proceeds of Disp.	Adjusted Orig Cost	UCC - Before Allowance	Rate (%)	CCA	UCC - End of Year
Totals											

Motor Vehicle Expenses

Fuel (gasoline, propane, oil)		
Repairs and maintenance		
Insurance		
Licence and registration		
Interest expense on money borrowed to purchase Motor Vehicle		
Lease payments		
Car Washes		
Parking		
Automobile expenses from AUTO schedule		
Other:		
Total Motor Vehicle Expenses		

Capital Cost Allowance on Passenger Vehicles

Class	UCC - Start of Year	Cost of Additions	Proceeds of Disp	1/2 Additions	Adjusted UCC	Rate (%)	CCA	UCC - End of Year
10.1						30.0		
10.1						30.0		
10.1						30.0		

Detail - "Business income" from Part 1 of page 2

Sales or commissions		
Income - as per the T4A slip, boxes 020, 028 and 048		
Box 020 - Commissions		
Box 028 - Self-employment income		
Box 048 - Fees for services		
Total of the above three lines		
Income - as per T1204 slip, boxes 82 and/or 84		
Income - as per the T4 slip, boxes 81, 82 and 83		
Box 81 - Placement or employment agency workers		
Box 82 - Drivers of taxis and other passenger-carrying vehicles		
Box 83 - Barbers or hairdressers		
Total of the above three lines		
Income - as per the T3 slip, box 26		
Member of a communal organization		
Gross sales, commissions, or fees (including GST/HST collected or collectible)		

Detail - "Other Expenses" from page 3

Private health services plan premiums (family)		
Reserves:		
Total Other Expenses		9270