



**ACTIVE BUSINESS INCOME FOR THE PURPOSES OF THE ACCELERATED TAX REDUCTION FOR CORPORATIONS WITH SPECIFIED PARTNERSHIP INCOME
(2003 and 2004 taxation years)**

| Name of corporation | Business Number | <table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <th colspan="3" style="text-align: center; padding: 2px;">Taxation year-end</th> </tr> <tr> <td style="width: 20%; text-align: center; padding: 2px;">Year</td> <td style="width: 20%; text-align: center; padding: 2px;">Month</td> <td style="width: 60%; text-align: center; padding: 2px;">Day</td> </tr> <tr> <td style="height: 15px;"> </td> <td style="height: 15px;"> </td> <td style="height: 15px;"> </td> </tr> </table> | Taxation year-end | | | Year | Month | Day | | | |
|---------------------|-----------------|--|-------------------|--|--|------|-------|-----|--|--|--|
| Taxation year-end | | | | | | | | | | | |
| Year | Month | Day | | | | | | | | | |
| | | | | | | | | | | | |

- This schedule applies to corporations involved in partnerships whose calculation in Part 2 of Schedule 7 was limited to the amount in column G when calculating specified partnership income.
- The calculation on this schedule is necessary for the purpose of calculating the accelerated tax reduction. This tax reduction is not available for taxation years ending after 2004.
- This schedule is a worksheet only and you are not required to file it with your *T2 Corporation Income Tax Return*.

Part 1 – Specified partnership income

| | A | B | C | D | E |
|----|---|---|--|--|--|
| | Amounts from column E in Part 2 of Schedule 7 | Amounts from column G in Part 2 of Schedule 7 | Column B x $\frac{300,000}{\text{business limit}}^*$ | Column A minus column C (if negative, enter "0") | Lesser of columns A and C (if column A is negative, enter "0") |
| 1. | | | | | |
| 2. | | | | | |
| 3. | | | | | |
| 4. | | | | | |
| 5. | | | | | |
| | Total | | | F | G |

Amount at line J in Part 2 of Schedule 7 H

Amount at line F or H above, whichever is less I

Specified partnership income (line G plus line I) J

* Use one of the following business limits to calculate column C above, whichever applies:

- \$225,000 if the corporation's taxation year ends in 2003; or
- \$250,000 if the corporation's taxation year ends in 2004.

Part 2 – Determination of partnership income

| | |
|---|----------|
| Amount M from Part 3 of Schedule 7 | |
| Deduct: Specified partnership income from line J above | |
| Partnership income | K |

Part 3 – Active business income for the purposes of the accelerated tax reduction

| | |
|---|----------|
| Net amount on line R from Part 4 of Schedule 7 | |
| Deduct: Partnership income from line K above | |
| Active business income for the purposes of the accelerated tax reduction | L |

(Enter amount L on line B in the accelerated tax reduction area of the T2 return.)