



## The T2 Short Return

### Who can use the T2 Short Return?

The T2 Short Return is a simpler version of the T2 Corporation Income Tax Return. There are two categories of corporations that are eligible to use this return. You can use this return if the corporation is:

- a Canadian-controlled private corporation throughout the tax year and has either a loss or a nil net income for income tax purposes this year
- exempt from tax under section 149 of the Income Tax Act (such as a non-profit organization)

In addition, the corporation must meet **all** of the following conditions to use this return:

- it has a permanent establishment in only one province or territory
- it is not claiming any refundable tax credits (other than a refund of instalments paid)
- it did not receive or pay out any taxable dividends
- it is reporting in Canadian currency
- it does not have an Ontario transitional tax debit
- it does not have an amount calculated under section 34.2 of the Income Tax Act

File a regular T2 Corporation Income Tax Return if the corporation does not fit into either of the above categories or does not meet all of the above conditions.

Except for Quebec and Alberta, the T2 Short Return also serves as a provincial or territorial income tax return.

### What should you attach to the T2 Short Return?

There are three General Index of Financial Information (GIFI) schedules you have to attach to this return\*:

- Schedule 100, Balance Sheet Information, showing the financial position of the corporation at the end of the tax year
- Schedule 125, Income Statement Information, showing the corporation's income and expenses for the year (if the corporation did not earn any income or incur any expenses, simply state "no income" or "no expenses")
- Schedule 141, Notes Checklist, for any notes to the financial statement information and to indicate the involvement of an accountant

For more information, see guide RC4088, General Index of Financial Information (GIFI).

\* If your corporation is inactive (you answered **yes** on line 280) and there is no balance sheet or income statement information to report, you do not have to attach these schedules.

**Depending on the circumstances, you may have to attach other forms or schedules, like Schedule 1, Schedule 8 and Schedule 50. For more information, see page 2 of the T2 Short Return and the T2 Guide.** For your convenience, this package includes the short version of Schedule 1.

#### Note

If you need a copy of guide T4012, T2 Corporation – Income Tax Guide, or other schedules, go to [canada.ca/cra-forms](http://canada.ca/cra-forms) or call **1-800-959-5525**. If you need any additional information to help you complete this return, call Business Enquiries at **1-800-959-5525**.



Net Income (Loss) for Income Tax Purposes

Protected B when completed

Corporation's name	Business number	Year	Tax year-end Month	Day
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- Use this schedule to reconcile the corporation's net income (loss) as reported on the financial statements with its net income (loss) for tax purposes. For more information, see guide T4012, T2 Corporation – Income Tax Guide.
- All legislative references are to the Income Tax Act.

Net income (loss) after taxes and extraordinary items from line 9999 of Schedule 125 ..... A

**Add:**

Provision for income taxes – current .....	<b>101</b>	
Provision for income taxes – deferred .....	<b>102</b>	
Amortization of tangible assets .....	<b>104</b>	
Amortization of intangible assets .....	<b>106</b>	
Recapture of capital cost allowance from Schedule 8 .....	<b>107</b>	
Loss on disposal of assets .....	<b>111</b>	
Charitable donations and gifts from Schedule 2 .....	<b>112</b>	
Taxable capital gains from Schedule 6 .....	<b>113</b>	
Depreciation in inventory – end of year .....	<b>117</b>	
Non-deductible meals and entertainment expenses .....	<b>121</b>	
Other reserves on lines 270 and 275 from Schedule 13 .....	<b>125</b>	
Income or loss for tax purposes – partnerships .....	<b>129</b>	
Income or loss for tax purposes – joint ventures .....	<b>132</b>	

**Other additions** (If you need more space, attach additional schedules):

Description	Amount
<b>605</b>	<b>295</b>
<b>Total of column 2</b>	

Total of lines 101 to 132 and line 296 ..... **500** Subtotal (amount A plus line 500) ..... B

**Deduct:**

Bad debt .....	<b>304</b>	
Equity in income from subsidiaries or affiliates .....	<b>306</b>	
Book income of joint venture .....	<b>348</b>	
Book income of partnership .....	<b>349</b>	
Gain on disposal of assets per financial statements .....	<b>401</b>	
Capital cost allowance from Schedule 8 .....	<b>403</b>	
Terminal loss from Schedule 8 .....	<b>404</b>	
Allowable business investment loss from Schedule 6 .....	<b>406</b>	
Holdbacks .....	<b>408</b>	
Other reserves on line 280 from Schedule 13 .....	<b>413</b>	
Contributions to deferred income plans from Schedule 15 .....	<b>417</b>	
Incorporation expenses under paragraph 20(1)(b) .....	<b>418</b>	

**Other deductions** (if you need more space, attach additional schedules):

Description	Amount
<b>705</b>	<b>395</b>
<b>Total of column 2</b>	

Total of lines 304 to 418 and line 396 ..... **510** Net income (loss) for income tax purposes – amount B minus line 510 ..... C

Enter amount C on line 300 on page 1 of the T2 Short Return. If the amount on line C is a positive amount, and the corporation is not exempt from tax under section 149, file a regular T2 Corporation – Income Tax Return.



## T2 Short Return (2019 and later tax years)

- This form serves as a federal and provincial or territorial corporation income tax return, unless the corporation is located in Quebec or Alberta. If the corporation is located in one of these provinces, you have to file a separate provincial corporation return.
- All legislative references in this return are to the Income Tax Act. This return may contain changes that had not yet become law at the time of publication.
- Send one completed copy of this return, including schedules, and the General Index of Financial Information (GIFI) to your tax centre or tax services office. You have to file the return within six months after the end of the corporation's tax year.
- For more information, see [canada.ca/taxes](http://canada.ca/taxes) or guide T4012, T2 Corporation – Income Tax Guide.

**055 Do not use this area**

<b>Identification</b>	
<p><b>Business number (BN)</b> <b>001</b> _____</p> <p><b>Corporation's name</b> <b>002</b> _____</p>	
<p><b>Address of head office</b></p> <p>Has this address changed since the last time we were notified? <b>010</b> Yes <input type="checkbox"/> No <input type="checkbox"/></p> <p>If <b>yes</b>, complete lines 011 to 018.</p> <p><b>011</b> _____</p> <p><b>012</b> _____</p> <p>City _____ Province, territory, or state _____</p> <p><b>015</b> _____ <b>016</b> _____</p> <p>Country (other than Canada) _____ Postal or ZIP code _____</p> <p><b>017</b> _____ <b>018</b> _____</p>	<p><b>To which tax year does this return apply?</b></p> <p style="text-align: center;">Tax year start                      Tax year-end</p> <p style="text-align: center;">Year Month Day                      Year Month Day</p> <p><b>060</b> _____ <b>061</b> _____</p>
<p><b>Mailing address (if different from head office address)</b></p> <p>Has this address changed since the last time we were notified? <b>020</b> Yes <input type="checkbox"/> No <input type="checkbox"/></p> <p>If <b>yes</b>, complete lines 021 to 028.</p> <p><b>021</b> c/o _____</p> <p><b>022</b> _____</p> <p><b>023</b> _____</p> <p>City _____ Province, territory, or state _____</p> <p><b>025</b> _____ <b>026</b> _____</p> <p>Country (other than Canada) _____ Postal or ZIP code _____</p> <p><b>027</b> _____ <b>028</b> _____</p>	<p><b>Has there been an acquisition of control resulting in the application of subsection 249(4) since the tax year start on line 060?</b> <b>063</b> Yes <input type="checkbox"/> No <input type="checkbox"/></p> <p>If <b>yes</b>, provide the date control was acquired <b>065</b> _____ Year Month Day</p>
<p><b>Location of books and records (if different from head office address)</b></p> <p>Has the location of books and records changed since the last time we were notified? <b>030</b> Yes <input type="checkbox"/> No <input type="checkbox"/></p> <p>If <b>yes</b>, complete lines 031 to 038.</p> <p><b>031</b> _____</p> <p><b>032</b> _____</p> <p>City _____ Province, territory, or state _____</p> <p><b>035</b> _____ <b>036</b> _____</p> <p>Country (other than Canada) _____ Postal or ZIP code _____</p> <p><b>037</b> _____ <b>038</b> _____</p>	<p><b>Is the date on line 061 a deemed tax year-end according to subsection 249(3.1)?</b> <b>066</b> Yes <input type="checkbox"/> No <input type="checkbox"/></p> <p><b>Is the corporation a professional corporation that is a member of a partnership?</b> <b>067</b> Yes <input type="checkbox"/> No <input type="checkbox"/></p> <p><b>Is this the first year of filing after:</b></p> <p>Incorporation? <b>070</b> Yes <input type="checkbox"/> No <input type="checkbox"/></p> <p>Amalgamation? <b>071</b> Yes <input type="checkbox"/> No <input type="checkbox"/></p> <p>If <b>yes</b>, complete lines 030 to 038 and attach Schedule 24.</p>
<p><b>Type of corporation at the end of the tax year (tick one)</b></p> <p><input type="checkbox"/> 1 Canadian-controlled private corporation (CCPC)</p> <p><input type="checkbox"/> 2 Other private corporation</p> <p><input type="checkbox"/> 3 Public corporation</p> <p><input type="checkbox"/> 4 Corporation controlled by a public corporation</p> <p><input type="checkbox"/> 5 Other corporation (specify) _____</p>	<p><b>Has there been a wind-up of a subsidiary under section 88 during the current tax year?</b> <b>072</b> Yes <input type="checkbox"/> No <input type="checkbox"/></p> <p>If <b>yes</b>, complete and attach Schedule 24.</p> <p><b>Is this the final tax year before amalgamation?</b> <b>076</b> Yes <input type="checkbox"/> No <input type="checkbox"/></p> <p><b>Is this the final return up to dissolution?</b> <b>078</b> Yes <input type="checkbox"/> No <input type="checkbox"/></p>
<p><b>085 If the corporation is exempt from tax under section 149, tick one of the following boxes:</b></p> <p><input type="checkbox"/> 1 Exempt under paragraph 149(1)(e) or 149(1)(l)</p> <p><input type="checkbox"/> 2 Exempt under paragraph 149(1)(j)</p> <p><input type="checkbox"/> 4 Exempt under other paragraphs of section 149</p>	<p><b>Net income (loss) for income tax purposes from Schedule 1, financial statements, or GIFI</b> <b>300</b> _____</p> <p><b>Provincial/territorial jurisdiction</b> <b>750</b> _____</p> <p><b>Tax instalments paid</b> <b>840</b> _____</p> <p><b>If there are excess payments in this year's instalment account, indicate the refund code</b> <b>894</b> <input type="checkbox"/></p>
<p><b>095</b> _____</p> <p><b>096</b> _____</p> <p style="text-align: center;"><b>Do not use this area</b></p>	

**Attachments**

**Financial statement information:** Use GIFL schedules 100, 125, and 141.

**Schedules** – Answer the following questions. For each **yes** response, **attach** the schedule that applies to the T2 Short Return, unless otherwise instructed.

	Yes	Schedule
Is the net income/loss shown on the financial statements different from the net income/loss for income tax purposes? .....	<b>201</b> <input type="checkbox"/>	1
Is the corporation claiming any type of loss? .....	<b>204</b> <input type="checkbox"/>	4
Has the corporation realized any capital gains or incurred any capital losses during the tax year? .....	<b>206</b> <input type="checkbox"/>	6
Does the corporation have any property that is eligible for capital cost allowance? .....	<b>208</b> <input type="checkbox"/>	8
Is the corporation related to any other corporations? .....	<b>150</b> <input type="checkbox"/>	9
Has the corporation had any transactions, including section 85 transfers, with its shareholders, officers, or employees, other than transactions in the ordinary course of business? Exclude non-arm's length transactions with non-residents .....	<b>162</b> <input type="checkbox"/>	11
Is the corporation claiming deductible reserves? .....	<b>213</b> <input type="checkbox"/>	13
Has the corporation paid any royalties, management fees, or other similar payments to residents of Canada? .....	<b>164</b> <input type="checkbox"/>	14
Is the corporation claiming a deduction for payments to a type of employee benefit plan? .....	<b>165</b> <input type="checkbox"/>	15
Is the corporation an associated CCPC? .....	<b>160</b> <input type="checkbox"/>	23
For private corporations: Does the corporation have any shareholders who own 10% or more of the corporation's common and/or preferred shares? .....	<b>173</b> <input type="checkbox"/>	50

**Additional information**

Is the corporation inactive? ..... **280** Yes  No

Specify the principal products mined, manufactured, sold, constructed, or services provided, giving the approximate percentage of the total revenue that each product or service represents.

<b>284</b> _____	<b>285</b> _____ %
<b>286</b> _____	<b>287</b> _____ %
<b>288</b> _____	<b>289</b> _____ %

If the corporation's major business activity is construction, did you have any subcontractors during the tax year? ..... **295** Yes  No

If this return was prepared by a tax preparer for a fee, provide their EFILE number ..... **920** \_\_\_\_\_

**Certification**

I, **950** \_\_\_\_\_ **951** \_\_\_\_\_ **954** \_\_\_\_\_ ,  
 Last name First name Position, office, or rank

am an authorized signing officer of the corporation. I certify that I have examined this return, including accompanying schedules and statements, and that the information given on this return is, to the best of my knowledge, correct and complete. I also certify that the method of calculating income for this tax year is consistent with that of the previous tax year except as specifically disclosed in a statement attached to this return.

**955** \_\_\_\_\_ **956** \_\_\_\_\_  
 Date (yyyy/mm/dd) Signature of the authorized signing officer of the corporation Telephone number

Is the contact person the same as the authorized signing officer? If **no**, complete the information below ..... **957** Yes  No

**958** \_\_\_\_\_ **959** \_\_\_\_\_  
 Name of other authorized person Telephone number

**Language of correspondence – Langue de correspondance**

Indicate the language of correspondence by entering **1** for English or **2** for French. **990**

Indiquez votre langue de correspondance en inscrivant **1** pour anglais ou **2** pour français.

**Privacy statement**

Personal information is collected for the purposes of the administration or enforcement of the Income Tax Act and related programs and activities including administering tax, benefits, audit, compliance, and collection. The information collected may be used or disclosed for purposes of other federal acts that provide for the imposition and collection of a tax or duty. It may also be disclosed to other federal, provincial, territorial or foreign government institutions to the extent authorized by law. Failure to provide this information may result in interest payable, penalties or other actions. Under the Privacy Act, individuals have the right to access their personal information, request correction, or file a complaint to the Privacy Commissioner of Canada regarding the handling of the individual's personal information. Refer to Personal Information Bank CRA PPU 047 on Info Source at [canada.ca/cra-info-source](http://canada.ca/cra-info-source).