



## 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			
Business name				Business number			
Business address				City		Prov./Terr.	Postal code
Fiscal period	From	Date (YYYYMMDD)	to	Date (YYYYMMDD)	Was this your last year of business? <input type="checkbox"/> Yes <input type="checkbox"/> No		
Main product or service					Industry code (see Chapter 2 in Guide T4002)		
Accounting method (commission only)		<input type="checkbox"/> Cash <input type="checkbox"/> Accrual	Tax shelter identification number		Partnership business number	Your percentage of the partnership %	
Name and address of the person or firm preparing this form							

### Part 2 – Internet business activities

If your web pages or websites generate business or professional income, fill in this part of the form.	
From how many Internet web pages and websites (including third-party platform websites) does your business earn income? Enter "0" if none. ....	
Provide up to five main web page or website addresses:	
http:// .....	
http:// .....	
http:// .....	
http:// .....	
http:// .....	
Percentage of your gross income generated from the web pages and websites (if no gross income was generated from the Internet, enter "0") ..... %	

**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:** You can **no longer** use the transitional rules which allowed you to include your work-in-progress (WIP) progressively in your income if you had made an election to exclude your WIP. For more information on the inclusion of WIP in your income, 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 3A) . . . . .	_____	3B
<b>Subtotal:</b> Amount 3A <b>minus</b> amount 3B	_____	3C
 <b>If you are using the quick method for GST/HST – Government assistance calculated as follows:</b>		
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 <b>plus</b> GST/HST collected or collectible) <b>multiplied</b> by the applicable quick method remittance rate . . . . .	_____	3E
<b>Subtotal:</b> Amount 3D <b>minus</b> amount 3E	_____ ▶ _____	3F
<b>Adjusted gross sales:</b> Amount 3C <b>plus</b> 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) . . . . .	_____	3I
<b>Subtotal:</b> Amount 3H <b>minus</b> amount 3I	_____	3J
 <b>If you are using the quick method for GST/HST – Government assistance calculated as follows:</b>		
GST/HST collected or collectible on professional fees eligible for the quick method . . . . .	_____	3K
GST/HST remitted: (professional fees eligible for the quick method <b>plus</b> GST/HST collected or collectible) <b>multiplied</b> by the applicable quick method remittance rate . . . . .	_____	3L
<b>Subtotal:</b> Amount 3K <b>minus</b> amount 3L	_____ ▶ _____	3M
<b>Adjusted professional fees:</b> Amount 3J <b>plus</b> amount 3M (enter on line 8000 of Part 3C) . . . . .	_____	3N

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

Adjusted gross sales (amount 3G) or adjusted professional fees (amount 3N) . . . . .	_____	8000
Reserves deducted last year . . . . .	_____	8290
Other income (specify):* _____	_____	8230
<b>Subtotal:</b> Line 8290 <b>plus</b> line 8230	_____ ▶ _____	3O
<b>Gross business or professional income:</b> Line 8000 <b>plus</b> amount 3O . . . . .	_____	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

\* You may have received assistance from COVID-related measures from the federal, provincial, or territorial governments. For more information on how to report COVID-related assistance, go to [canada.ca/en/revenue-agency/services/wage-rent-subsidies/report-subsidy-tax-return.html](https://canada.ca/en/revenue-agency/services/wage-rent-subsidies/report-subsidy-tax-return.html).

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). If you are using the quick method for GST/HST, include the GST/HST paid or payable 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) . . . . .				3P
Opening inventory (include raw materials, goods in process and finished goods) . . . . .	8300			3Q
Purchases during the year (net of returns, allowances and discounts) . . . . .	8320			3R
Direct wage costs . . . . .	8340			3S
Subcontracts . . . . .	8360			3T
Other costs . . . . .	8450			3U
<b>Subtotal:</b> Add amounts 3Q to 3U.				3V
Closing inventory (include raw materials, goods in process and finished goods) . . . . .	8500			
<b>Cost of goods sold:</b> Amount 3V minus line 8500				8518
<b>Gross profit (or loss):</b> Amount 3P 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
<b>Expenses</b> (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 16 of Chart A) . . . . .	9281			4T
Capital cost allowance (CCA). Enter amount ii of Area A minus any personal part and any CCA for business-use-of-home expenses . . . . .	9936			4U
Other expenses (specify): . . . . .	9270			4V
<b>Total expenses:</b> Total of amounts 4B to 4V				9368
<b>Net income (loss) before adjustments:</b> 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
Canadian journalism labour tax credit allocated to you in the year (box 236 of your T5013 slip) . . . . .				5B
GST/HST rebate for partners received in the year . . . . .	9974			
<b>Total:</b> Amount 5A plus amount 5B plus line 9974				9943
Other amounts deductible from your share of net partnership income (loss) (amount 6F) . . . . .				5C
<b>Net income (loss) after adjustments:</b> Amount 5C minus line 9943				9945
Business-use-of-home expenses (amount 7P) . . . . .				5D
<b>Your net income (loss):</b> Amount 5D 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

**Note:** Do **not** report a loss resulting from the disposition of a flipped property on your income tax and benefit return, but include the details on this form. Any loss resulting from the disposition of a flipped property is deemed to be nil. For more information, read Chapter 1 of Guide T4002.

**Part 6 – Other amounts deductible from your share of 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:

Expense amounts

	6A
	6B
	6C
	6D
	6E
<b>Total other amounts deductible from your share of the net partnership income (loss):</b> Add amounts 6A to 6E (enter this on line 9943 of Part 5).	6F

**Part 7 – Calculating business-use-of-home expenses**

Heat	7A
Electricity	7B
Insurance	7C
Maintenance	7D
Mortgage interest	7E
Property taxes	7F
Other expenses (specify):	7G
<b>Subtotal:</b> Add amounts 7A to 7G.	7H
Personal-use part of the business-use-of-home expenses	7I
<b>Subtotal:</b> Amount 7H minus amount 7I	7J
Capital cost allowance (business part only), which means amount ii of Area A minus any portion of capital cost allowance that is for personal use or entered on line 9936 of Part 4	7K
Amount carried forward from previous year	7L
<b>Subtotal:</b> Add amounts 7J to 7L.	7M
Net income (loss) after adjustments (amount 5D) (if negative, enter "0").	7N
<b>Business-use-of-home expenses available to carry forward:</b> Amount 7M minus amount 7N (if negative, enter "0")	7O
<b>Allowable claim:</b> Amount 7M or 7N above, whichever is less (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				
Address	Prov./Terr.	Postal code	Share of net income or (loss)	Percentage of partnership
			\$	%
Name of partner				
Address	Prov./Terr.	Postal code	Share of net income or (loss)	Percentage of partnership
			\$	%
Name of partner				
Address	Prov./Terr.	Postal code	Share of net income or (loss)	Percentage of partnership
			\$	%
Name of partner				
Address	Prov./Terr.	Postal code	Share of net income or (loss)	Percentage of partnership
			\$	%

**Part 9 – Details of equity**

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