

**CONTINUITY OF RESERVES**
(2011 and later tax years)

Name of corporation	Business number	Tax year end Year Month Day			
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- For use by corporations to provide a continuity of all reserves claimed which are allowed for tax purposes.
- File one completed copy of this schedule with the corporation's *T2 Corporation Income Tax Return*.
- For more information, see the *T2 Corporation Income Tax Guide*.

Part 1 – Capital gains reserves

Description of property 001	Balance at the beginning of the year \$ 002	Transfer on an amalgamation or the wind-up of a subsidiary \$ 003	Balance at the end of the year \$ 004
1.			
2.			
3.			
4.			
5.			
6.			
Totals	008	009	010

The amount from line 008 **plus** the amount from line 009 should be entered on line 880 of Schedule 6, *Summary of Dispositions of Capital Property*.
The amount from line 010 should be entered on line 885 of Schedule 6.

Part 2 – Other reserves

Description	Balance at the beginning of the year \$	Transfer on an amalgamation or the wind-up of a subsidiary \$	Balance at the end of the year \$
Reserve for doubtful debts	110	115	120
Reserve for undelivered goods and services not rendered	130	135	140
Reserve for prepaid rent	150	155	160
Reserve for returnable containers	190	195	200
Reserve for unpaid amounts	210	215	220
Other tax reserves	230	235	240
Totals	270	275	280

The amount from line 270 **plus** the amount from line 275 should be entered on line 125 of Schedule 1, *Net Income (Loss) for Income Tax Purposes*, as an addition. The amount from line 280 should be entered on line 413 of Schedule 1 as a deduction.