

STATEMENT OF BUSINESS ACTIVITIES

2

Identification

| | | | |
|---|--|--|---|
| Your name <NoName> | | Your social insurance number | |
| Fiscal period: 2006/01/01 to: 2006/01/01 | Year/Month/Day Year/Month/Day Calendar Year | Was 2006 your last year of business? Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> | |
| Name of business | Type of income <input checked="" type="checkbox"/> Business <input type="checkbox"/> Commission | Main product or service | |
| Business address | | Industry code | |
| City, town, or municipality | Province/Terr. | Postal code | Partnership filer identification number HA |
| Name and address of person or firm preparing this form TW (Terry) Hawes, MBA, CGA, CFE TW Hawes, Inc. Certified General Accountant | | Tax shelter identification number TS | |
| 84 Moody Street | | Business number | |
| Port Moody, British Columbia V3H 2P5 | | Your percentage of the partnership 100.0000 % | |

Income

| | | | |
|------------------------------|---|------|---------|
| Sales, commissions, or fees | | | a |
| Income reported on T4A slips | | | |
| Minus | - GST and PST or HST (if included in sales above) | | |
| | - Returns, allowances, and discounts (if included in sales above) | | |
| | Total of the above two lines | | b |
| | Net sales, commissions, or fees (line a minus line b) | 8000 | |
| Reserves deducted last year | | 8290 | |
| Recapture of CCA and CEC | | | |
| | Other income | 8230 | |
| | Gross income (total of the above three lines) Enter on the appropriate line of your return | 8299 | <NIL> c |

Calculation of cost of goods sold (enter business part only)

| | | | |
|--|---|------|---|
| Opening inventory (raw materials, goods in process, and finished goods) | 8300 | | |
| Purchases during the year (net of returns, allowances, and discounts) | 8320 | | |
| Subcontracts | 8360 | | |
| Direct wage costs | 8340 | | |
| Other costs | 8450 | | |
| | Total of the above five lines | | |
| Minus - Closing inventory (raw materials, goods in process, and finished goods) | 8500 | | |
| | Cost of goods sold | 8518 | d |
| | Gross profit (line c minus line d) | 8519 | e |

Expenses (enter business part only)

| | | |
|--|------|-------|
| Advertising | 8521 | |
| Bad debts | 8590 | |
| Business tax, fees, licences, dues, memberships, and subscriptions | 8760 | |
| Delivery, freight, and express | 9275 | |
| Fuel costs (except for motor vehicles) | 9224 | |
| Insurance | 8690 | |
| Interest | 8710 | |
| Maintenance and repairs | 8960 | |
| Management and administration fees | 8871 | |
| Meals and entertainment | 8523 | x 50% |
| Motor vehicle expenses (not including CCA) - from worksheet | | |
| Motor vehicle expenses (not including CCA) - other | 9281 | |
| Office expenses | 8810 | |
| Supplies | 8811 | |
| Legal, accounting, and other professional fees | 8860 | |
| Property taxes | 9180 | |

NOTICE TO READER On the basis of information provided by the taxpayer, I have compiled this tax return and related schedules where applicable. I have not performed an audit or a review engagement in respect of this information and, accordingly, I express no assurance thereon. Readers are cautioned that these statements may not be appropriate for their purposes.

| | | | | |
|--|---|-----------------|-------|---|
| Rent | | 8910 | | |
| Salaries, wages, and benefits (including employer's contributions) | | 9060 | | |
| Travel | | 9200 | | |
| Telephone and utilities | | 9220 | | |
| Convention fees | | | | |
| Private health services plan premiums | | | | |
| Reserves | | | | |
| Terminal loss | | | | |
| Other expenses | = | 9270 | | |
| | | Subtotal | | |
| Allowance on eligible capital property | | 9935 | | |
| Capital cost allowance | | 9936 | | |
| Total business expenses (total of the above three lines) | | 9368 | <NIL> | f |
| Net income (loss) before adjustments (line e minus line f) | | 9369 | <NIL> | g |
| Your share of line g above | | | | h |
| Minus - Other amounts deductible from your share of net partnership income (loss) from the chart below | | 9943 | | i |
| Net income (loss) after adjustments (line h minus line i) | | | | j |
| Minus - Business-use-of-home expenses (from the chart below) | | 9945 | | |
| Your net income (loss) (line j minus line 9945) (enter on the appropriate line of your income tax return) | | 9946 | <NIL> | |

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.

| | | |
|--|--|--|
| | | |
| Total (enter this amount on line i above) | | |

Calculation of business-use-of-home expenses

| | | |
|---|-----|---|
| Area of home used for business | (A) | |
| Total area of home | (B) | |
| Heat | | |
| Electricity | | |
| Insurance | | |
| Maintenance | | |
| Mortgage interest | | |
| Property taxes | | |
| Subtotal | | |
| Minus - Personal-use part | | |
| Subtotal | | |
| Plus - Amount carried forward from previous year | | |
| Subtotal | | 1 |
| Minus - Net income (loss) after adjustments (from line j above) - If negative, enter "0" | | 2 |
| Business-use-of-home expenses available to carry forward (line 1 minus line 2) - If negative, enter "0" | | |
| Allowable claim (the lesser of amounts 1 or 2 above) - Enter this amount on line 9945 above | | |

| Details of other partners | | | | |
|----------------------------------|-----------|-----|------------------|---|
| Partner's first name | Last name | SIN | % of partnership | % |
| Address: | | | \$ share | |
| Partner's first name | Last name | SIN | % of partnership | % |
| Address: | | | \$ share | |
| Partner's first name | Last name | SIN | % of partnership | % |
| Address: | | | \$ share | |
| Partner's first name | Last name | SIN | % of partnership | % |
| Address: | | | \$ share | |
| Partner's first name | Last name | SIN | % of partnership | % |
| Address: | | | \$ share | |

| Details of equity | | |
|-------------------------------|------|--|
| Total business liabilities | 9931 | |
| Drawings in 2006 | 9932 | |
| Capital contributions in 2006 | 9933 | |

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