



## Net income or loss from business

How to complete the business section of your return using myTax.

**Last updated** 6 March 2024

We have pre-filled your tax return with payment summary information provided to us. Check for business payment summaries you received that are not pre-filled and ensure you add them at the **Business payment summaries** section.

Complete **Net income or loss from business** if you derived income or incurred a loss from any business. This section covers:

- income from being a sole trader
- income or a loss from a primary production business
- income under a pay as you go (PAYG) voluntary agreement
- income from which an amount was withheld because you did not quote your Australian business number (ABN)
- income you derived as a foreign resident from which an amount was withheld because it was subject to foreign resident withholding
- income of an independent contractor working under a labour hire arrangement
- income from the following **specified payments**
  - payment for tutorial services provided for the Indigenous Tutorial Assistance Scheme of the Department of the Prime Minister and Cabinet
  - payment for translation and interpretation services provided for the Translating and Interpreting Service National of the Department of Home Affairs

- income as a performing artist in a promotional activity
- any other business income.

A **specified payment** is a payment specified in tax law for PAYG withholding purposes.

**Net income or loss from business** consists of three sections:

- [Net primary production](#)
- [Net non-primary production](#)
- [Other business and professional items](#)

The income and expenses to be included in **Net primary production** and **Net non-primary production** are amounts derived from your accounting system or financial statements, except for:

- the values of [opening](#) and [closing](#) stock, which are to be shown at tax values, and
- [depreciation expenses](#) for small business entities choosing to use the simplified depreciation rules, which are to be shown at tax values.

The income and expense amounts included in this section should form part of your profit and loss statement and are the basis for calculating your net profit or loss. You should deal with any adjustments to these amounts for tax purposes at **Primary production – Business reconciliation items** and **Non-primary production – Business reconciliation items**.

### **Former STS taxpayers**

If you are eligible and are continuing to use the STS accounting method, you must complete the income and expenses sections using the STS accounting method, see [Former simplified tax system \(STS\) taxpayers](#).

### **Depreciation and capital allowances tool**

You can use the Depreciation and capital allowances tool to work out any deductible decline in value, deductible balancing adjustments and assessable balancing adjustments. The tool can be accessed when you enter your business income or loss details.

If you used depreciation worksheets in *e-tax 2015*, you can upload your *e-tax 2015* tax file to this tool to roll over your depreciation details. You must have access to your *e-tax 2015* tax file (we cannot send you a copy of it).

**Note:** If you used the Depreciation and capital allowances tool, fields containing information from the tool cannot be directly adjusted in *myTax*. To make any adjustments to this information, or to add new assets to the tool, select the 'Work it out' link.

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## Watch our video

This video shows you how to complete the business section in *myTax*.

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## Net primary production

Complete this section if you have business income and expenses from primary production activities.

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Primary production activities are described in [Information for primary producers 2016](#).

## Completing this section

[Watch our video](#) for a demonstration on how to complete the business section in myTax.

You will need the [primary production worksheet](#) if you are a primary producer to determine some of the amounts in this section. Complete this worksheet before proceeding.

1. If you received the following payment summaries, enter the details in the **Business payment summaries** section.

- *PAYG payment summary – business and personal services income* where the payment type is:
  - voluntary agreement
  - labour-hire payment
  - other specified payments.
- *PAYG payment summary – withholding where ABN not quoted*

Income and tax withheld amounts from these payment summaries will be transferred to this section if they relate to primary production business activities. Add, alter or delete these amounts in the **Business payment summaries** section.

2. Select **Net primary production** to expand the section.
3. Enter your total primary production government industry payments received at **assessable government industry payments**. See [Assessable government industry payments](#) for further information.
4. See [Income](#) and [Other business income](#) to calculate the amount of other primary production business income or loss you enter at **Other business income**.
5. See [Expenses](#) to calculate your primary production business expenses and enter the amounts into the corresponding fields.
6. See [Reconciliation items](#) and enter the amounts related to your primary production business activities into the corresponding fields.
7. Select **Save**.

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## Net non-primary production

Complete this section if you have business income and expenses from non-primary production activities.

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# Completing this section

[Watch our video](#) for a demonstration on how to complete the business section in myTax.

8. If you received the following payment summaries, enter the details in the **Business payment summaries** section.

- *PAYG payment summary – business and personal services income* where the payment type is:
  - voluntary agreement
  - labour-hire payment
  - other specified payments.
- *PAYG payment summary – withholding where ABN not quoted*
- *PAYG withholding payment summary – foreign residents*

Income and tax withheld amounts from these payment summaries will be transferred to this section if they relate to non-primary production business activities. Add, alter or delete these amounts in the **Business payment summaries** section.

If you have a reminder at the **Business and professional items** section that you received payments for building and construction services and tax has been withheld, include these amounts in the **Business payment summaries** section. These payments have been reported to us in a Taxable payments annual report. Review these payments to ensure your tax return is correct. Amounts invoiced but not actually paid to you in the financial year were not included in this years' report.

9. Select **Net non-primary production** to expand the section.

10. Enter your total non-primary production government industry payments received at **assessable government industry payments**. See [Assessable government industry payments](#) for further information.

11. See [Income](#) and [Other business income](#) to calculate the amount of other non-primary production business income or loss you enter at **Other business income**. Include amounts received where all of the following apply:

- you have a reminder at the Business and professional items section that you received payments for building and construction services
  - no tax has been withheld and
  - the payments are not personal services income.
12. See [Expenses](#) to calculate your non-primary production business expenses and enter the amounts into the corresponding fields.
  13. See [Reconciliation items](#) and enter the amounts related to your non-primary production business activities into the corresponding fields.
  14. Select **Save**.

## Other business and professional items

Complete this section if you have any business income or losses.

## Completing this section

[Watch our video](#) for a demonstration on how to complete the business section in myTax.

1. See [Small business entity simplified depreciation](#) and enter information into the corresponding fields.
2. See [Other business and professional items](#) and enter information into the corresponding fields.
3. Select **Save**.

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If you follow our information and it turns out to be incorrect, or it is misleading and you make a mistake as a result, we will take that into account when determining what action, if any, we should take.

Some of the information on this website applies to a specific financial year. This is clearly marked. Make sure you have the information for the right year before making decisions based on that information.

If you feel that our information does not fully cover your circumstances, or you are unsure how it applies to you, contact us or seek professional advice.

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