

Courtesy Translation

Revenu Québec requires corporations established in Québec to file forms in French. For this reason, it does not produce an English version of the forms to be enclosed with the corporation income tax return. However, Revenu Québec provides translations of the content of the forms for information purposes.

Summary of the Renunciation of Certain Issue Expenses with Respect to Québec Resources

This form is to be completed by

- a development corporation that renounces an amount with respect to (a) certain expenses incurred no later than at the time of the renunciation, and (b) any expenses that the corporation expects to incur after the renunciation, in relation to a public issue of flow-through shares; or
- a partnership that renounces an amount with respect to (a) certain expenses incurred no later than at the time of the renunciation, and (b) any expenses that the partnership expects to incur after the renunciation, in relation to a public issue of securities that are interests in the partnership, provided the proceeds from the issue were used to acquire flow-through shares.

The corporation or partnership may renounce expenses related to a public issue of flow-through shares or securities, provided the receipt for the final prospectus, or the exemption from filing a prospectus, was granted after May 2, 1991.

Please read the information on the back of the form carefully. Be sure to sign in Part III.

Identification (please print)

Name of corporation	Identification number	File	IC 0001
Address in full	Postal code		
Person to contact for additional information	Area code Telephone		

Part I. Particulars of the renunciation of share issue expenses (to be completed by a corporation)

Dates of the renunciations

A	Date of this renunciation	Y	M	D
B	Date on which Québec resource expenses were renounced using form CO-359.12-V	Y	M	D

Calculation of share issue expenses being renounced by the corporation

1	Share issue expenses incurred on or before the date entered on line A (see note on reverse)
2	Reasonable additional expenses the corporation expects to incur after that date, with respect to the share issue
3	Add lines 1 and 2.
4	Proceeds from the share issue, as determined on or before the date entered on line A
5	Proceeds the corporation expects to receive from additional shares to be issued after that date as part of the share issue
6	Add lines 4 and 5.
7	Amount from line 6 x 15%
8	Enter the amount from line 3 or 7, whichever is lower.
9	Subtract line 8 from line 6.
10	Aggregate of the amounts that represent, for each individual, Québec exploration expenses covered under subparagraph (i) of paragraph (a) of section 726.4.10, and that
11	• were incurred by the date on line A, out of the proceeds from the share issue
11	• may reasonably be expected to be incurred after that date, out of the proceeds from the share issue
12	Add lines 10 and 11.
13	Amount from line 8
14	Amount from line 12
15	Multiply line 13 by line 14.
16	Amount from line 9
17	Divide line 15 by line 16.
18	Enter the amount that is being renounced by the corporation. This amount must not exceed the amount on line 17 and must equal the aggregate of the amounts entered in box J of the Relevé 11 slips issued by the corporation.
	Share issue expenses being renounced

Part II. Particulars of the renunciation of security issue expenses (to be completed by a partnership)

Dates of the renunciations

A	Date of the renunciation	Y	M	D
B	Effective date of the corporation's renunciation of resource expenses deemed to have been incurred by the partnership out of the proceeds from the security issue, as shown on the Relevé 11 slip the partnership received from the corporation (attach another sheet if there is more than one renunciation)	Y	M	D

Calculation of the security issue expenses being renounced by the partnership

1	Security issue expenses incurred on or before the date indicated on line A (see note on reverse)
2	Reasonable additional expenses the partnership expects to incur after that date, as part of the security issue
3	Add lines 1 and 2.
4	Proceeds from the security issue, as determined on or before the date entered on line A
5	Proceeds the partnership expects to receive from additional interests (in respect of which securities are to be issued) in the partnership
6	Add lines 4 and 5.
7	Amount from line 6 x 15%
8	Enter the amount from line 3 or 7, whichever is lower.
9	Subtract line 8 from line 6.
10	Aggregate of the amounts that represent, for each individual, Québec exploration expenses covered under subparagraph (i) of paragraph (a) of section 726.4.10, and that
	• were incurred by the date on line A, out of the portion of the proceeds from the flow-through share issue subscribed to by the partnership on or before the date on line A, using the proceeds from the security issue
11	• may reasonably be expected to be incurred after that date, out of the portion of the proceeds from the flow-through share issue subscribed to by the partnership on or before the date on line A, or to which the partnership expects to subscribe after that date, using the proceeds from the security issue
12	Add lines 10 and 11.
13	Amount from line 8
14	Amount from line 12
15	Multiply line 13 by line 14.
16	Amount from line 9
17	Divide line 15 by line 16.
18	Enter the amount that is being renounced by the partnership. This amount must not exceed the amount on line 17 and must be carried to form TP-359.11-V. Security issue expenses being renounced

Part III. Renunciation and certification

The corporation or partnership named on the reverse side of this form renounces, pursuant to section 726.4.17.12 or 726.4.17.13 (as applicable), the amounts entered on line 18 of Part I or II.

I certify that the information provided on this form and in all related documents is accurate and complete.

Signature of person authorized to sign on behalf of the corporation or partnership	Title or position	Date
--	-------------------	------

General information

The renunciation must be effected on December 31 of the calendar year in which the share or security issue began, or within 60 days after that date.

The corporation or partnership, as applicable, must file this form by the last day of the month following the month in which the share or security issue expenses were renounced.

The legal texts referred to in this form are from the *Taxation Act* (R.S.Q., chapter I-3).

Note: The share or security issue expenses the corporation or partnership, as applicable, may renounce must be an amount

- that, were it not for the renunciation, would be deductible for a taxation year under the first paragraph of section 147; and
- that was not deducted in the calculation of the corporation's or partnership's income, and in respect of which the corporation or partnership is not entitled to a refund or assistance.