Revenue Canada Revenu Canada

AGREEMENT AMONG RELATED FINANCIAL INSTITUTIONS

- This form is to be used for taxation years ending after February 27, 1995. It is for use by related financial institutions (other than life insurance corporations) that are liable to pay the additional tax payable under proposed subsection 190.1(1.2) to allocate the enhanced capital deduction among the members of the related group.
- This form includes changes proposed by the Minister of Finance in July, 1995. These proposed changes were not law at the time of printing but we are preparing to apply them.
- A financial institution (other than a life insurance corporation) that carries on business in Canada at any time in a taxation year and that is related at the end of the year to another financial institution that carries on business in Canada may file such an agreement.
- If no agreement is filed, the Minister may request that one be filed. If an agreement is not filed within 30 days after receiving the request, the Minister may allocate the amount among the members of the related group.
- If no agreement is filed and the Minister makes no allocation for the members of the related group, subsection 190.17(4) provides that no enhanced capital deduction is available to the members of the related group for the taxation year in question.
- Where a corporation has more than one taxation year ending in the same calendar year and is related in two or more of those taxation years to another corporation that has a taxation year ending in that calendar year, the enhanced capital deduction of the first corporation for each such taxation year at the end of which it is related to the other corporation is an amount equal to its enhanced capital deduction for the first such taxation year.
- One copy of the completed agreement is to be filed with form T2044 by each member of the related group which is liable to pay the additional Part VI tax.
- Attach schedules in like detail if space for agreement is not sufficient.

Is this an AMENDED AGREEMENT? ☐ Yes ☐ No If yes, enclose a copy of the immediately previous agreement.

AGREEMENT

NOTE : This agreement must include all the information indicated below for all members of the related group, including members to which no amount of enhanced capital deduction is allocated for the year.

It is HEREBY AGREED on this day, the _____ 19 _____ that the enhanced capital deduction is to be allocated as shown below for the taxation year 19_____.

Names of all corporations which are members of the related group	Account Number/ Business Number	Allocation of enhanced capital deduction for the year	Signature of Authorized Officer
		$	
TOTAL (not to exceed $400,000,000)		$	

CERTIFICATION

I, _____, hereby declare that the above allocation of the enhanced capital deduction has been made with the concurrence of all corporations which are members of the related group, and that a copy of this agreement has been provided to each of these corporations.

Date	Signature of Authorized Person	Position or Office