



PART I.3 TAX CREDIT (Guide item 77)

Name of corporation _____	Account number _____	Taxation year - end Day: _____ Month: _____ Year: _____
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- Complete this form to
 - (1) claim a Part I.3 tax credit to reduce Part I tax otherwise payable in the current taxation year. File this form with the T2 return for the taxation year in which the Part I.3 tax credit was earned.
 - (2) request a carry-back of unused Part I.3 tax credit. File the request by the required filing date of the T2 return for the year in which the credit arose. Attach this form to the T2 return or mail it separately to the Taxation Centre where the return is filed.
- The unused Part I.3 tax credit is the Part I.3 tax for a particular year that was not deductible in computing the Part I tax for that year. The unused Part I.3 tax credit may be applied to any of the three preceding taxation years ending after June 1989 or seven subsequent taxation years.
- Parts, sections, and subsections referred to in this form are Parts, sections and subsections of the *Income Tax Act*.

BOX 1 - CALCULATION OF AVAILABLE UNUSED PART I.3 TAX CREDIT AND CARRY - FORWARD

Unused Part I.3 tax credit at end of preceding taxation year _____

Deduct: Unused Part I.3 tax credit expired after 7 taxation years _____

Unused Part I.3 tax credit at beginning of taxation year 560 _____ (A)

Add: Unused Part I.3 tax credit transferred upon amalgamation or wind-up of subsidiary 561 _____

Part I.3 tax payable for the year per form T2147, T2148, or T2149 _____

Subtotal (line (A) plus line (B)) _____ (C)

Deduct: Credit claimed in the current year to reduce Part I tax otherwise payable - enter at line 226 on page 4 of the T2 return (cannot exceed "Canadian surtax payable" *) _____

Unused Part I.3 tax credit carried back to preceding taxation year(s) (cannot exceed "Canadian surtax payable" * for the preceding year) **COMPLETE BOX 2** 562 _____ (D)

Unused Part I.3 tax credit available for carry-forward to next taxation year (line (C) minus line (D)) 563 _____ (E)

Analysis of unused Part I.3 tax credit available for carry-forward by year of origin
(include transfers upon amalgamation or wind-up of subsidiary)

19 _____	19 _____	
19 _____	19 _____	
19 _____	19 _____	
19 _____	19 _____	Total (to agree with line E) _____

* For most resident corporations "Canadian surtax payable" is the amount from line 209 on page 4 of the T2 return multiplied by the taxable capital employed in Canada divided by the taxable capital for the year. Where a corporation is a Canadian resident corporation that carried on a life insurance business or a corporation that is not resident in Canada at any time in the year, the "Canadian surtax payable" is the total surtax payable under section 123.2 for the year (line 209 on page 4 of the T2 return).

NOTE: Where control of a corporation has been acquired after June 1989, the deductible amount of an unused Part I.3 tax credit must be determined in accordance with subsection 125.3(3) of the *Income Tax Act*.

BOX 2 - REQUEST FOR CARRY-BACK OF UNUSED PART I.3 TAX CREDIT

Unused Part I.3 tax credits have to be claimed in the order in which they are earned, and may not be carried back to a taxation year ending before July 1989.

The application of a carry-back is considered to be available, for interest calculation purposes, on the latest of;

- (a) the first day immediately following the taxation year in which the carry-back originates,
- (b) the date the tax return in which the carry-back originates is filed,
- (c) the date this form or an amended return is filed, and
- (d) the date a request is made in writing to reassess a year to take into account a carry-back from a subsequent taxation year.

(signature only required if this form is filed separately from signed T2 return)

I _____ hereby request a carry-back of the unused Part I.3 tax credit earned in the current taxation year to be applied as follows:

3rd preceding taxation year 19 _____

2nd preceding taxation year 19 _____

1st preceding taxation year 19 _____

Total _____

Signature of an authorized officer

Position or title of officer

Date