Canada Revenue Agency | Agence du revenu du Canada

# CALCULATION OF TAX ON AGREEMENTS TO ACQUIRE SHARES
## (Section 207.1(5) of the *Income Tax Act*)

- Complete this return for 2002 and later taxation years, for a person described in section 205 of the *Income Tax Act* who agreed to acquire shares of the capital stock of a corporation from someone other than the corporation, at a price different from the fair market value of the shares when acquired. The date the agreement to acquire the shares was entered into determines which columns to complete in Area 2, below.
- For each month, attach a description of the shares that were subject to an agreement at any time in the month (other than an option listed on a prescribed stock exchange). State how many shares were subject to such an agreement.
- Taxation year refers to the taxation year of the person required to file this return.

| **Area 1 – Identification** | Name | Telephone number |
|---|---|---|
| | Address | Account number |

## Area 2 – Calculating the amounts subject to tax

| A<br>Month | **Complete columns B to H based on the date each agreement was entered into.** | | | | | | | I<br>Enter 1% of column B | J<br>Enter 1% of column C | K<br>Enter 1% of column D | L<br>Column E **minus** column F | M<br>Enter the amount from column K or column L, whichever is less | N<br>Column G **minus** column H |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | B<br>For agreements before July 14,1990, enter the maximum amount required to pay for the shares | C<br>For agreements after July 13, 1990, but before 1993, enter the fair market value of the shares at the time of the agreement | For agreements after 1992 but before April 26, 1995 | | | For agreements after April 25, 1995 | | | | | | | |
| | | | D<br>Enter the fair market value of the shares at the time of the agreement | E<br>Enter the total amount of dividends paid on the shares | F<br>Enter the total amount of dividends received from the shares | G<br>Enter the total amount of dividends paid on the shares | H<br>Enter the total amount of dividends received from the shares | | | | | | |
| January | | | | | | | | | | | | | |
| February | | | | | | | | | | | | | |
| March | | | | | | | | | | | | | |
| April | | | | | | | | | | | | | |
| May | | | | | | | | | | | | | |
| June | | | | | | | | | | | | | |
| July | | | | | | | | | | | | | |
| August | | | | | | | | | | | | | |
| September | | | | | | | | | | | | | |
| October | | | | | | | | | | | | | |
| November | | | | | | | | | | | | | |
| December | | | | | | | | | | | | | |
| | | | | | | | **Total** | | | | **Total** | | |

Enter the **total** of all amounts from columns I, J, M, and N. _____

If the exempt person is filing a T3ATH–IND, T3D, T3GR, T3P, T3RI, or T3S return, enter this amount on the appropriate line of that return. Otherwise, complete areas 3 and 4.

## Area 3 – Calculating tax payable

Send the completed return, with any payment owing, to the tax centre or tax services office for the area in which the books and records are maintained for the person required to file this return. Send it no later than 90 days after the end of the taxation year.

Attach a cheque or money order payable to the Receiver General.

Enter the **total** of all amounts from columns I, J, M, and N _____

Minus payments on account - _____

Balance owing or refund _____

Generally, we do not charge or refund $2 or less.

## Area 4 – Certification

I, _____, certify that the information given on this return and in any documents attached to it is, to the best of my knowledge, correct and complete.

Date _____ Authorized person's signature _____ Position or title _____



(Ce formulaire existe en français.)

Canada