Revenue Canada   Revenu Canada
Taxation   Impôt

T2A(E)
Rev. 91

REQUEST FOR CORPORATION LOSS CARRY-BACK FROM TAXATION YEAR ENDING

Day	Month	Year

Name of corporation	Account number

- For use by a corporation requesting a reassessment of Part I or Part IV tax for one or more previous years resulting from the carry-back of non-capital losses, net capital losses, restricted farm losses or farm losses. For a description and calculation of these losses, refer to the current version of IT-232, *Non-Capital Losses, Net Capital Losses, Restricted Farm Losses, Farm losses and Limited Partnership Losses – Their Composition and Deductibility in Computing Taxable Income.*

- All references to Guide items on this form are found in the 1991 *T2 Corporation Income Tax Guide.*

- The corporation has to file the request for a loss carry-back within six months of the end of the taxation year in which the loss is incurred. File one completed copy of this form with the T2 return for that year, or forward it by itself to the Taxation Centre where the return is filed.

- If control of a corporation has been acquired by a person or group of persons, certain restrictions apply to the carry-forward and carry-back provisions of losses under subsections 111(4) and 111(5) of the *Income Tax Act.* Refer to the current version of IT-302, *Losses of a Corporation – The Effect on Their Deductibility of Changes in Control, Amalgamation and Winding-up,* for more information.

- Any late filing penalty that applies to the return for the taxation year to which the loss is being applied will not be reduced by the loss carry-back.

- The application of a loss carry-back will be considered to be available for interest calculation purposes on the later of:
  (a) the first day immediately following the taxation year in which the carry-back originates, or
  (b) the date the tax return in which the carry-back originates is filed, or
  (c) the date the Form T2A or an amended return is filed, or
  (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.

- We may apply overpayments arising from the loss carry-back adjustments to amounts owing for this or any other taxation year. We will direct any other amount left over according to the code entered in the refund code box.

☐ **Refund code** – Enter one of the following codes:
    1 – refund overpayment
    2 – transfer overpayment to a later year's instalment account
    3 – apply to other liability (attach instructions)

Application of Losses	Restricted farm (Guide item 58)	Non-capital (Guide item 60)	Net capital * (Guide item 61)	Farm (Guide item 62)
Total amount of loss				

Deduct: Loss you wish to carry back to preceding taxation years and applied to reduce taxable income subject to Part I tax and or Part IV tax as indicated below:

		Restricted farm	Non-capital	Net capital	Farm
i) 3rd preceding taxation year ending _____ 19 ___.	Part I tax				
	Part IV tax				
ii) 2nd preceding taxation year ending _____ 19 ___.	Part I tax				
	Part IV tax				
iii) 1st preceding taxation year ending _____ 19 ___.	Part I tax				
	Part IV tax				
Balance of loss available for carry-forward					

* The net capital loss to be carried back may be subject to an adjustment. Please see reverse.

CERTIFICATION

Signature only required if this form is filed separately from signed T2 return.

I, _____ , hereby certify that the information given in this form is true,
          (Please print)
correct and complete in every respect.

| _____ | _____ | _____ |
| Date | Signature of authorized person | Position or office |

CETTE FORMULE EST DISPONIBLE EN FRANÇAIS

ADJUSTMENT TO NET CAPITAL LOSS REQUIRED BY VARIANCE IN INCLUSION RATES

- If the inclusion rate for the year of the loss differs from the inclusion rate for the year to which the loss is being applied, you have to adjust the amount of net capital losses applied.

- You can use Boxes 1, 2, and 3 to determine the portion of current year net capital losses needed to offset a taxable capital gain in a preceding taxation year.

- If the amount of current year net capital loss does not fully offset the taxable capital gain when applied to a single preceding taxation year, use Box 4 to determine the reduction to taxable income from applying the loss.

- You can calculate inclusion rates using Schedule T2S(6).

Box 1 – To determine the portion of current year net capital loss applied to a preceding year

Net capital loss incurred .... _____ (A)

Inclusion rate for the year of the loss .... _____ (B)

Taxable capital gain to be offset .... _____ (C)

Inclusion rate for the year of the taxable capital gain .... _____ (D)

Amount of loss to be applied = (B) _____ X $\dfrac{\text{(C)}}{\text{(D)}}$ .... _____ (E)

The lesser of amounts (A) and (E) .... _____ (F)
  – Enter amount (F) in the net capital loss column on reverse
Balance of net capital loss available (amount (A) minus amount (F)) .... _____ (G)

If amount (E) is greater than amount (A) use Box 4 to determine the reduction to taxable income.

Box 2 – To determine the portion of current year net capital loss applied to a preceding year

Remaining net capital loss available from loss year (amount (G)).................................. _____ (H)

Taxable capital gain to be offset .... _____ (I)

Inclusion rate for the year of the taxable capital gain .... _____ (J)

Amount of loss to be applied = (B) _____ X $\dfrac{\text{(I)}}{\text{(J)}}$ .... _____ (K)

The lesser of amounts (H) and (K) .... _____ (L)
  – Enter amount (L) in the net capital loss column on reverse
Balance of net capital loss available (amount (H) minus amount (L)) .... _____ (M)

If amount (K) is greater than amount (H) use Box 4 to determine the reduction to taxable income.

Box 3 – To determine the portion of current year net capital loss applied to a preceding year

Remaining net capital loss available from loss year (amount (M)).................................. _____ (N)

Taxable capital gain to be offset .... _____ (O)

Inclusion rate for the year of the taxable capital gain .... _____ (P)

Amount of loss to be applied = (B) _____ X $\dfrac{\text{(O)}}{\text{(P)}}$ .... _____ (Q)

The lesser of amounts (N) and (Q) .... _____ (R)
  – Enter amount (R) in the net capital loss column on reverse
Balance of net capital loss available (amount (N) minus amount (R)) .... _____ (S)

If amount (Q) is greater than amount (N) use box 4 to determine the reduction to taxable income.

Box 4 – To determine the reduction to the preceding year's taxable income

Net capital loss applied (amount (F), (L), or (R)) .... _____ (T)

Inclusion rate for the year of the loss .... _____ (U)

Inclusion rate for the year of the taxable capital gain .... _____ (V)

Reduction to preceding year's taxable income = (V) _____ X $\dfrac{\text{(T)}}{\text{(U)}}$ .... _____