



**NOVA SCOTIA TAX ON LARGE CORPORATIONS - AGREEMENT AMONG RELATED CORPORATIONS
(2008 and later tax years)**

- For use by members of a related group of corporations to allocate the capital deduction of \$5,000,000 among the members of the related group. The \$5,000,000 capital deduction is only available if the combined taxable capital for the year for all members of the related group, using line 500 on Schedule 33, 34, or 35, is less than \$10,000,000. If the combined taxable capital for the year for related corporations is \$10,000,000, or more, none of the corporations are entitled to a deduction.
- A related corporation that has more than one tax year ending in a calendar year, is required to file an agreement for each tax year ending in that calendar year.
- The terms "related", "related group", and "associated" are defined in sections 251 and 256 and, for the Nova Scotia tax on large corporations, have the meaning assigned to those sections.
- If no agreement is filed, the Minister may ask that one be filed. If the corporation does not file such an agreement within 30 days after receiving the request, the Minister may allocate an amount among the members of the related group.
- Subsections 181.5(4) to (7) apply to this allocation.
- According to subsection 181.5(5), where a corporation has more than one tax year ending in the same calendar year and is related in two or more of those tax years to another corporation that has a tax year ending in that calendar year, the capital deduction of the first corporation for each such tax year at the end of which it is related to the other corporation is an amount equal to its capital deduction for the first such tax year.
- According to subsection 181.5(7), a Canadian-controlled private corporation is not considered to be related to another corporation for the capital deduction unless it is also associated with that corporation.
- Except as otherwise stated, sections and subsections referred to on this schedule are those from the federal *Income Tax Act*.
- Provide details below. If you need more space, continue on a separate schedule.

Allocation of capital deduction for related corporations

Date filed (do not use this area) **010**

Year	Month	Day

Is this an amended agreement? **020** 1 Yes 2 No

Calendar year to which the agreement applies **030**

Year

	Name of each corporation that is a member of the related group 200	Business Number (if a corporation is not registered, enter "NR") 300	Allocation of capital deduction for the year \$ 400
1.			
2.			
3.			
4.			
5.			
6.			
7.			
8.			

Total (not to exceed \$5,000,000)

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