



## Election not to be Associated Through a Third Corporation (2016 and later tax years)

- For use by a Canadian-controlled private corporation (the **third corporation**) to elect for a tax year under subparagraph 256(2). The effect of the election is that two other corporations will not be associated with each other for the purposes of section 125 at any time in that tax year where they:
  - would, but for subsection 256(2), not be associated with each other at any time in that tax year; and
  - are associated, or are deemed by this subsection to be associated, with the third corporation at any such time.
- The third corporation's business limit for that tax year shall be deemed to be nil.
- For tax years that begin after March 21, 2016, the third corporation remains associated with each of the other two corporations, including for purposes of section 125.
- The third corporation may elect in respect of many corporations on the same schedule.
- All legislative references are to the Income Tax Act.
- File this schedule with your T2 return.
- A new election must be filed for each applicable tax year.
- If you need more space, attach additional schedules.

### Election

Date filed (do not use this area) .....	<b>010</b>	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="text-align: center; padding: 2px;">Year</td> <td style="text-align: center; padding: 2px;">Month</td> <td style="text-align: center; padding: 2px;">Day</td> </tr> <tr> <td style="text-align: center;"> _ _ </td> <td style="text-align: center;"> _ </td> <td style="text-align: center;"> _ </td> </tr> </table>	Year	Month	Day	_ _	_	_
Year	Month	Day						
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Is this an amended election? .....	<b>020</b>	Yes <input type="checkbox"/> No <input type="checkbox"/>						
<b>030</b> Name of the third corporation	<b>040</b> Business Number	<b>050</b> Tax year-end						
		<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="text-align: center; padding: 2px;">Year</td> <td style="text-align: center; padding: 2px;">Month</td> <td style="text-align: center; padding: 2px;">Day</td> </tr> <tr> <td style="text-align: center;"> _ _ </td> <td style="text-align: center;"> _ </td> <td style="text-align: center;"> _ </td> </tr> </table>	Year	Month	Day	_ _	_	_
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Name of each corporation that would, but for this election, be deemed to be associated with each other  <b>100</b>	Business Number (if a corporation is not registered, enter "NR")  <b>200</b>
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