



**NEWFOUNDLAND AND LABRADOR CAPITAL TAX ON FINANCIAL INSTITUTIONS –  
AGREEMENT AMONG RELATED CORPORATIONS  
(2008 and later tax years)**

- Related financial institutions that are liable to pay the Newfoundland and Labrador capital tax should use this schedule 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 capital for the year for all members of the related group, using line 190 or 290 of Schedule 38, *Part VI Tax on Capital of Financial Institutions*, is \$10,000,000 or less. If the combined capital for the year for related corporations is more than \$10,000,000, 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.
- Subsections 190.15(4), (5), and (6) apply to this allocation.
- According to subsection 190.15(5), when 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.
- 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.
- File this schedule with your *T2 Corporation Income Tax Return*.

**Allocation of capital deduction for related corporations**

	Name of each corporation that is a member of the related group  <b>200</b>	Business Number (if a corporation is not registered, enter "NR")  <b>300</b>	Allocation of capital deduction for the year \$  <b>400</b>
1.			
2.			
3.			
4.			
5.			
6.			
7.			
8.			
9.			
10.			
11.			
12.			

**Total** (not to exceed \$5,000,000) **410**

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