



INTERNATIONAL BANKING CENTRE INFORMATION RETURN

- To be completed within six months after the end of the year by a prescribed financial institution that filed a designation under subsection 33.1(3) and carried on an **international banking centre business** (the "business") during the year.
- A separate return is to be completed for each such business. One completed copy is to be filed with the T2 Income Tax Return of the financial institution and the original is to be sent to the following address: 344 Slater Street, Canada Building, 6th Floor, Ottawa ON K1A 0L5. Attention: Industry Specialist Services.

Name of financial institution		Business Number			
Address		Tax services office			
Name or other description of international banking centre					
Address					
Name of person to contact		Telephone number		Return for the taxation year ended	Year
				Month	Day

Information and Instructions

- Subsections and subparagraphs referred to in this return are those of the *Income Tax Act*.
- The business is considered to be carried on as a separate business, the only income or loss of which is derived from "eligible loans" for the period in the year during which they are recorded in the books of account of that business; and the interest expense for the year is the aggregate of the interest payable in respect of "eligible deposits" for the period in the year during which they are recorded in the books of account of the business and any imputed interest as determined in accordance with subparagraph 33.1(4)(b)(ii).
- "Eligible deposit"** and **"eligible loan"** are defined in subsection 33.1(1).
- In computing the income or loss from the business, all expenses as may reasonably be regarded as applicable to the business are to be deducted; and any interest or other amount payable on a deposit while it was an eligible deposit is deductible **only** in computing that income or loss and not the income or loss of the financial institution.
- The income of the business is reduced, in accordance with the formula set out in subsection 33.1(5), where the aggregate of the principal amounts outstanding of eligible deposits recorded in the books of account of the business at the end of a particular day are less than 96% of the aggregate of the principal amounts outstanding of eligible loans at the end of that same day.
- Where an election is being made under subsection 33.1(6) in respect of the deemed transfer of eligible deposits between this business and any other such business of the financial institution, two completed copies of prescribed form T781-B, **"ELECTION RE DEEMED TRANSFERS OF ELIGIBLE DEPOSITS BETWEEN INTERNATIONAL BANKING CENTRES"**, are to be filed.

Income or loss from international banking centre business for the year:

Income from eligible loans	_____	
Deduct: Interest expense on eligible deposits	_____	
	Net income or loss	A
Add: Reserve for doubtful debts at beginning of year	_____	
Recoveries of bad debts deducted in prior years	_____	
		B
Deduct: Reserve for doubtful debts at end of year	_____	
Bad debt expense	_____	
	Sub-Total (A + B - C)	C
		D
Expenses: Salaries	_____	
Pension contributions and other employee benefits	_____	
Other	_____	
Imputed interest, if any, under subparagraph 33.1(4)(b)(ii)	_____	
		E
Income or loss from international banking centre business before adjustment, if any, under subsection 33.1(5). (D-E)	_____	* F
* This amount is to be excluded in computing the income of the financial institution for the year.		
Deduct: Income from international banking centre business after adjustment, if any, under subsection 33.1(5)	_____	G
Reduction of income of international banking centre business required to be added back in computing the income of the financial institution for the year (F-G)	_____	

Eligible loans and eligible deposits:

- Daily balances** – Documentation is to be retained which provides details of the aggregate of the amounts of all eligible loans and eligible deposits recorded in the books of account of the business **at the end of each day of the taxation period**.
- Aggregate of the amounts outstanding at year-end:

Eligible loans	_____
Eligible deposits	_____

Other information:

Estimated person-years utilized in carrying out the international banking centre business for the year _____

CERTIFICATION

It is hereby certified that the information given in this return and in any documents attached, is true, correct and complete in every respect.

Date Signature of Authorized Officer Position or Title