



Election to Deduct Resource Expenses upon Acquisition of Resource Property by a Corporation

- For use by a corporation that acquired a Canadian or foreign resource property:
 - to elect under paragraph 66.7(7)(c) or 66.7(8)(c) when the particular property was acquired after June 5, 1987, by way of an amalgamation or windup, other than an amalgamation to which subsection 87(1.2) applies or a windup to which subsection 88(1.5) applies; or
 - to jointly elect with the person from whom it acquired the particular property under paragraph 66.7(7)(e) or 66.7(8)(e) when the property was acquired in a tax year ending after February 17, 1987, other than by way of an amalgamation or windup.
- The election allows the corporation to deduct resource expenses of an original owner of resource property, when those resource expenses were not previously deducted or deductible as the case may be, by an original owner, or deducted by any predecessor owner, for:
 - Canadian exploration and development expenses under subsection 66.7(1);
 - foreign exploration and development expenses under subsections 66.7(2) and 66.7(2.3);
 - Canadian exploration expenses under subsection 66.7(3);
 - Canadian development expenses under subsection 66.7(4);
 - Canadian oil and gas property expenses under subsection 66.7(5); or
 - expenses under subsection 29(25) of the Income Tax Application Rules 1971.
- The corporation has to mail two completed copies of this election form separately from any tax return:
 - when the property was acquired by amalgamation or windup, on or before the day by which the corporation is required to file a return of income for the tax year in which it acquired the property;
 - in any other case, on or before the earlier of the day on or before which it, or the person from whom it acquired the property, is required to file a return of income for the tax year in which the corporation acquired the property;
 - to the tax centre where the T2 corporation income tax return is filed.
 Find your tax centre's address by going to www.cra.gc.ca/tso.
- **Original owner** and **predecessor owner** are defined in subsection 66(15).
- Subsections and paragraphs referred to on this form are those of the *Income Tax Act*.
- Documents relating to the acquisition of the property and details of amounts deducted according to this election do not need to be filed with the election but should be kept in case we ask for them later.

Do not use this area

Corporation's name	Business number
Address	Tax year-end Year Month Day
Name of person from whom resource property was acquired	Social insurance number or business number
Address	Tax year-end Year Month Day
Brief legal description of resource property acquired	Date of acquisition Year Month Day

ELECTION

I (We) hereby elect under the provisions of the *Income Tax Act* indicated below.

- 1 paragraph 66.7(7)(c) 2 paragraph 66.7(7)(e) 3 paragraph 66.7(8)(c) 4 paragraph 66.7(8)(e)

Name of authorized officer of the corporation	Position or office
Signature of authorized officer of the corporation	Date yyyy/mm/dd
Name of person from whom resource property was acquired (or authorized officer if a corporation)	Position or office
Signature of person from whom resource property was acquired (or authorized officer if a corporation)	Date yyyy/mm/dd