



JOINT ELECTION IN RESPECT OF AN INSURANCE BUSINESS TRANSFERRED BY A NON-RESIDENT INSURER

- For use by a non-resident insurer (transferor) and a corporation (transferee) that is a qualified related corporation (within the meaning assigned by subsection 219(8)) to jointly elect under subsection 138(11.5) in respect of a transfer, after December 15, 1987, of an insurance business where:
 - the transferor has, at any time in a taxation year, ceased to carry on all or substantially all of an insurance business carried on by it in Canada;
 - the transferor has, at the time of cessation or within 60 days thereafter, transferred all or substantially all the property owned by it at that time and that was designated insurance property in respect of the business for the taxation year, and
 - the transferee, immediately after the time of cessation, commenced to carry on that insurance business in Canada, and
 - the consideration for the transfer includes shares of the capital stock of the transferee; and
 - the transferee has at the time of cessation or within 60 days thereafter, assumed or reinsured all or substantially all of the obligations of the transferor that arose in carrying on the transferor's insurance business in Canada.
- By virtue of this election, the rules in paragraphs 138(11.5)(e) to (m) of the *Income Tax Act* apply. Among other things, the transferor and transferee will be deemed to have had taxation years ending immediately before the time of cessation.
- Two copies of the completed election form are to be filed as follows:
 - on or before the earliest date on which any of the parties to the election is required to file an Income Tax Return for the taxation year in which the transactions occurred;
 - at the Taxation Centre of the transferee;
 - SEPARATE FROM ANY TAX RETURNS.**
- Subsections and paragraphs referred to in this form are those of the *Income Tax Act*.

		Day		Month	Year	INFORMATION REQUIRED	
Cessation: Date of cessation of insurance business by the non-resident insurer						Nature or line of business ceased	▶
Property: Date property transferred						Types of property transferred (if space is insufficient, attach a separate sheet)	▶
Obligations: Date assumed or reinsured						Types of obligations assumed or reinsured (if space is insufficient, attach a separate sheet)	▶

Name of Non-Resident Insurer (Transferor)	Business Number
Address	Tax Services Office
Name of Person to Contact for Additional Information	Area Code Telephone Number
Taxation Year of Non-Resident Insurer in which the cessation occurred	
For the period ▶	20 to ▶ 20

Name of Corporation (Transferee)	Business Number
Address	Tax Services Office
Taxation Year of Corporation	
For the period ▶	20 to ▶ 20

ELECTION AND CERTIFICATION

THE ABOVE-NAMED NON-RESIDENT INSURER AND CORPORATION HEREBY JOINTLY ELECT UNDER SUBSECTION 138(11.5) OF THE *INCOME TAX ACT*, AND CERTIFY THAT THE INFORMATION GIVEN IN THIS ELECTION IS TRUE, CORRECT AND COMPLETE IN EVERY RESPECT.

Signature of Authorized Officer of Non-Resident Insurer Corporation

Position or Office

Date

Signature of Authorized Officer of Corporation

Position or Office

Date