



AGREEMENT TO TRANSFER A FORGIVEN AMOUNT UNDER SECTION 80.04

- The sections and subsections mentioned on this form are from the *Income Tax Act*.
- When a commercial obligation is settled for less than its principal amount, the forgiven amount must be accounted for by the debtor under the rules in section 80. If after applying subsections 80(3) and (4), the debtor has designated the forgiven amount to the maximum allowed under subsections 80(5) to (10), section 80.04 allows the debtor to transfer any of the remaining unapplied forgiven amount to an eligible transferee (certain corporations and partnerships to which the debtor is related), as agreed by the parties.
- The amount transferred under this agreement will reduce the amount included in the debtor's income under subsection 80(13). The transferee can apply the amount transferred to reduce tax accounts under subsections 80(3) to (10) and 80(12). If any of the forgiven amount remains unapplied, the transferee must include such amount in income under subsection 80(13), but cannot claim a reserve under section 61.3 or 61.4.
- To be valid, the debtor and eligible transferee must complete this form stating the amount to be transferred. The form must be filed:
 - on or before the later of the following dates:
 - the due date for the debtor's income tax return for the tax year or fiscal period that includes that time; or
 - the due date for the transferee's income tax return for the tax year or fiscal period that includes that time; or
 - within the period in which the debtor or the transferee can file an objection to an assessment of Part I tax for a tax year or fiscal period as described above.
- For more details and the meaning of various terms, see subsections 80.04(1) to (14).

Amount stated under subsection 80.04(4): \$ _____

Debtor's name (print):		Social insurance number or corporate account/ Business Number:	Taxation year-end:		
			Year	Month	
				Day	
Transferee's name (print):		Transferee's social insurance number or corporate account/Business Number:			
Transferee's address:			Postal code:		
Transferee's taxation year-end:	Year	Month	Day	Transferee's tax services office:	
Name of person to contact for more information:		Telephone number:			
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When the transferee acquires property as consideration for entering into an agreement, please enter the following information (for details, see subsection 80.04(5)).

Description of property transferred	Fair market value
	\$

CERTIFICATION

If the debtor or transferee is a corporation, the resolution of the corporation's directors or the document of the corporation's legal administrators authorizing* the agreement to be made has to accompany this agreement.

I, _____, certify that the information given on this form is, to the best of my knowledge, correct and complete.

Signature of debtor or authorized representative

Date

Signature of transferee or authorized representative

Date

* Attach a copy of authorizing agreement.