



Do not use this area

ELECTION ON DISPOSITION OF CANADIAN SECURITIES

- For use by a taxpayer to elect under subsection 39(4) of the *Income Tax Act* that a Canadian security disposed of be deemed to have been a capital property.
- "Canadian security" means a security (other than a prescribed security) that is a share of the capital stock of a corporation resident in Canada, a unit of a mutual fund trust or a bond, debenture, bill, note, mortgage, hypothec or similar obligation issued by a person resident in Canada.
- This election ensures, in a taxation year in which a taxpayer disposes of a Canadian security, that all such securities owned by the taxpayer in that year and in any subsequent taxation year shall be treated as capital property. Any disposition of such property would therefore result in a capital gain or loss.
- This election applies to a taxpayer who is a member of a partnership as if every Canadian security owned by the partnership were owned by the taxpayer and every Canadian security disposed of by the partnership in a fiscal period of the partnership were disposed of by the taxpayer at the end of that fiscal period.
- An election under subsection 39(4) does not apply to a disposition of a Canadian security by a taxpayer who, at the time the security is disposed of, is:
 - a trader or dealer in securities;
 - a financial institution (within the meaning assigned by subsection 142.2(1) of the *Income Tax Act*);
 - a corporation whose principal business is the lending of money or the purchasing of debt obligations or a combination thereof;
 - a non-resident;
 or any combination thereof.
- Once an election is made it may not be revoked.
- One completed copy of this form is to be filed with the taxpayer's income tax return.
- For additional information refer to current Interpretation Bulletin IT-479.

Name of Taxpayer In Full (Print)	Social Insurance Number (If applicable)
Address	Business Number (If applicable)
Name of Partnership (If applicable)	Partnership Number (If applicable)
Description of Canadian security disposed of	Taxation Year

ELECTION AND CERTIFICATION

The above-named taxpayer hereby elects under subsection 39(4) of the *Income Tax Act*. I hereby certify that the information given in this election, and in any documents attached, is true, correct and complete in every respect.

Signature of Individual or Authorized Officer of Corporation or Trust	Position or Rank of Authorized Officer of Corporation or Trust	Date
---	--	------