



ELECTION, OR REVOCATION OF AN ELECTION, TO REPORT IN A FUNCTIONAL CURRENCY

- Use this form to:
- elect under paragraph 261(3)(b) to report in a functional currency; or
- revoke under subsection 261(4), an election made under paragraph 261(3)(b).
You can elect to report in a functional currency for a tax year if all of the following conditions are met:
- you are a corporation (other than an investment corporation, a mortgage investment corporation or a mutual fund corporation) resident in Canada throughout the tax year;
- there is a functional currency for the first tax year to which the election applies; and
- you have not filed nor revoked a previous election to report in a functional currency.
The election to report in a functional currency must be filed at least six months before the end of the tax year to which the election applies.
A functional currency is:
- the currency of the United States of America, the European Monetary Union, the United Kingdom, Australia, and any other prescribed currency; and
- the primary currency in which you maintain your records and books of account for financial reporting purposes.
You can revoke an election at any time after the first functional currency year by filing a revocation. The revocation applies to each tax year that begins on or after the day that is six months after the day the revocation is filed.
File a completed copy of this form at the tax centre where you file your T2 Corporation Income Tax Return.
The subsection and the paragraph referred to on this form are from the Income Tax Act.

Do not use this area

Name of corporation (print) Business Number
Address Postal code
Name of person to contact for more information (print) Area code Telephone Number

Election

First tax year to which the election is expected to apply Tax year start Tax year end
Functional currency in which the corporation is electing to report United States of America European Monetary Union United Kingdom Australia
The above-named corporation elects, under paragraph 261(3)(b), to report in a functional currency.
I certify that the information given in this election is correct and complete.
Name (print) Position or office
Date Signature of authorized officer

Revocation

First tax year to which the revocation is expected to apply Tax year start Tax year end
The above-named corporation revokes, under subsection 261(4), the election to report in a functional currency under paragraph 261(3)(b).
I certify that the information given in this revocation is correct and complete.
Name (print) Position or office
Date Signature of authorized officer