VALUATION DAY VALUE ELECTION FOR CAPITAL PROPERTIES OWNED ON DECEMBER 31, 1971

Do not use this area

- For use by an individual when electing under subsection 26(7) of the Income Tax Application Rules, 1971, in the year in which the first disposition of capital property owned by the individual on December 31, 1971, occurs, except capital property disposed of for the same amount as its fair market value on valuation day.

- Subsection 26(7) provides that:

  (a) for the first taxation year in which an individual disposes of a capital property which was owned by the individual on December 31, 1971, that individual may elect to establish the cost of all such property as being the fair market value on valuation day,

  (b) the election **to be valid** must be made not later than the day on or before which the individual is required to file an income tax return for THE FIRST TAXATION YEAR IN WHICH SUCH A DISPOSITION OCCURRED,

  (c) for purposes of this election, capital property **does not include** partnership interests, depreciable property and personal use property except personal use property that is listed personal property, or real property in certain circumstances.

- Once an election is made it cannot be revoked, and applies to all subsequent dispositions of capital properties owned on December 31, 1971 with the exception of the excluded capital property referred to in (c) above.

- One completed, signed election is to be filed with the individual's income tax return for the taxation year in respect of which the election is being made.

- To make such an election, complete the "ELECTION" below.

ELECTION

I hereby elect to establish the cost of all capital property owned by me on December 31, 1971, except for excluded capital property referred to in (c) above, as being the Fair Market Value on Valuation Day.

FAMILY OR LAST NAME (PRINT)	FIRST NAME AND INITIALS	SOCIAL INSURANCE NUMBER

ADDRESS

Taxation year 20 _____

DATE _____ SIGNATURE _____

(Ce formulaire existe en français)

Canada