



## Election for Special Relief for Tax Deferral Election on Employee Security Options

Complete this form if you wish to elect for special relief if, in a previous or current tax year, you disposed of securities for which you elected to defer the taxable benefit that resulted when you exercised a security option. You cannot make an election to defer the employment benefit resulting from a security option exercised after 4:00 p.m. EST on March 4, 2010. The deadline to file the election for special relief is as follows:

- For securities you disposed of before 2010, it is the filing due-date for your 2010 General Income Tax and Benefit return. Send a completed copy of this form along with documentation supporting the disposition to your Taxation Centre separately from your return.
- For securities you disposed of after 2009, it is your filing due-date for the taxation year of the disposition. Attach a completed copy of this form to your paper return. If you are filing electronically, keep it in case we ask to see it.

In order to take advantage of this election, you **must** dispose of your securities before 2015.

**Note:** If you have already applied some or all of the allowable capital losses that resulted when you disposed of the securities to offset capital gains realized in other years, this election may not be to your benefit. If the application of this election is not to your benefit, we will not process it and you will be advised accordingly.

### Part A – Identification

|              |            |                         |                         |
|--------------|------------|-------------------------|-------------------------|
| Last name    | First name | Tax year of disposition | Social Insurance Number |
| Home address |            |                         |                         |

### Part B – Calculation

#### Additional security options deduction claimed in respect of disposition

Enter the amount from line 4 of the Form T1212, *Statement of Deferred Security Options Benefits*, you completed for the tax year of disposition. **Note:** If the amount from line 4 of Form T1212 relates to multiple dispositions, enter only the amount in respect of which you are making this election. ....

1

Multiply the amount on line 1 by 50%. Include this amount on line 249

of your tax return if the tax year of disposition is 2010. .... **Additional security options deduction**

6517

2

#### Deemed taxable capital gain in respect of disposition

Enter the **lesser** of line 1 above, or the capital loss for the disposition (included on the Schedule 3, *Capital Gains (or Losses)*, you completed for the tax year of disposition). **Note:** For the purposes of making this determination, consider both amounts as positive numbers. ....

3

Multiply the amount on line 3 by 50%. ....

**Deemed taxable capital gain**

6518

4

#### Revised taxable capital gains (or net capital losses) for the year

Enter the amount from line 199 of the Schedule 3 you completed for the tax year of disposition. If the amount is a net capital loss, enter it as a negative number. ....

+

5

Add lines 4 and 5. If the tax year of disposition is 2010, enter this revised amount on line 199 of your Schedule 3\* ....

=

6

**Note:** If you have already applied more than the amount from line 6 as a capital loss carryover to other tax years, adjustments may be processed for those years. If this is the case, notices of reassessment will be sent to you.

#### Special tax payable in respect of disposition

Enter the proceeds of disposition from the sale of the securities reported in column 2 of the Schedule 3 you completed for the tax year of disposition. ....

7

If you were a resident of a province or territory other than Quebec at the end of the tax year of disposition of the securities, enter the amount from line 7 on line 8. If the tax year of disposition is 2010, include the amount from line 8 on line 55 of your Schedule 1.

If you were a resident of Quebec at the end of the tax year of disposition of the securities, multiply the amount on line 7 by 66.67% and enter the result on line 8. If the tax year of disposition is 2010, include the amount from line 8 on line 58 of your Schedule 1. ....

**Special tax payable**

6519

• 8

\* If you are filing this election, the **lesser** of the amount on line 4 and the amount on line 6 (see note below) is not included in your income (or that of your spouse or common-law partner if applicable) when calculating:

- the goods and services tax/harmonized sales tax (GST/HST) credit;
- the Canada Child Tax Benefit (CCTB) payments;
- the Child Disability Benefit (CDB) payments;
- the social benefits repayment (line 235 of the Federal Worksheet);
- the refundable medical expense supplement (line 452 of the Federal Worksheet);
- the working income tax benefit (Schedule 6);
- the Ontario property and sales tax credit (for tax years prior to 2010) or the Ontario energy and property tax credit (for 2010); or
- the provincial low-income tax reduction for Nova Scotia, New Brunswick, or Newfoundland and Labrador ("Adjusted family income" calculation on your provincial Form 428 or 428MJ as applicable).

If this applies to you, contact us for more information.

**Note:** If the amount at line 6 is negative, it is considered to be zero for the purpose of these calculations.

### Part C – Certification

|                                                                                                          |           |      |       |     |
|----------------------------------------------------------------------------------------------------------|-----------|------|-------|-----|
| I certify that the information given on this form is, to the best of my knowledge, correct and complete. | Signature | Year | Month | Day |
|----------------------------------------------------------------------------------------------------------|-----------|------|-------|-----|

Privacy Act, Personal Information Bank number CRA PPU 005