

### **Courtesy Translation**

Corporations established in Québec are required to communicate with Revenu Québec in French. For this reason, Revenu Québec does not produce an English version of the forms to be used by corporations. However, Revenu Québec provides translations of the content of the forms for information purposes.

## **Business Limit Allocated to a Corporation That Has Specified Corporate Income**

Form CO-771.1.3.AT must be completed for any corporation (hereinafter referred to as the “private corporation”) that wishes to allocate all or part of its business limit to a corporation that has specified corporate income for a taxation year beginning after March 21, 2016.

Both corporations must be Canadian-controlled private corporations (CCPCs) and the taxation year of the private corporation must end in the taxation year of the corporation that has specified corporate income.

A corporation has specified corporate income in its taxation year if it gains an income from an eligible business, if that income is from the direct or indirect supply (in any manner whatever) of property or services to a private corporation and if, at a particular time in its taxation year, any of its shareholders or any person not dealing at arm’s length with the corporation or with any of its shareholders holds a direct or indirect interest in the private corporation.<sup>1</sup>

### **Important information**

The private corporation and the corporation that has specified corporate income must enclose form CO-771.1.3.AT with their respective income tax returns.

### **1 Information about the private corporation**

- 01a Québec enterprise number (NEQ)
- 01b Identification number File ( **IC 0001** )
- 02 Name of corporation
- 05 End date of fiscal period ( **Y M D** )

### **2 Information about the corporation that has specified corporate income**

- 06a Québec enterprise number (NEQ)
- 06b Identification number File ( **IC 0001** )
- 07 Name of corporation
- 08 End date of fiscal period ( **Y M D** )

### **3 Specified corporate income before application of the business limit**

- 14 Corporation’s specified corporate income for its taxation year from property or services supplied to the private corporation  
**Specified corporate income before application of the business limit**

### **4 Business limit allocated to the corporation that has specified corporate income**

- 15 Private corporation’s business limit for its taxation year (amount on line 94a of form CO-771, *Calcul de l’impôt sur le revenu d’une société*)
- 16 Portion of the private corporation’s business limit allocated to one or more corporations that have specified corporate income (total of the amounts on line 25 of all copies of form CO-771.1.3.AT completed for the private corporation for its taxation year ending in the taxation year(s) of the corporation or corporations that have specified corporate income)
- 17 Subtract line 16 from line 15.
- 25 All or part of the amount on line 17 that the private corporation wishes to allocate to the corporation that has specified corporate income. The amount entered on line 25 must not be greater than the amount on line 14.  
**Business limit allocated to the corporation that has specified corporate income**

## 5 Certification

We agree that, for the taxation year concerned, the business limit allocated to the corporation that has specified corporate income is the limit shown on line 25 in Part 4 of form CO-771.1.3.AT.

Name and address	Signature of the authorized representative	Title or position	Date
Private corporation			
Corporation that has specified corporate income			

### Note

1. The corporation is not considered to have specified corporate income if all or substantially all of its income gained from an eligible business in the taxation year is from the supply of property or services to persons or partnerships, other than the private corporation, dealing at arm's length with the corporation.