REVENU QUÉBEC

Corporations established in Québec must file the French version of this form.

Tax Credit for Interest on a Loan Granted by a Seller-Lender and Guaranteed by La Financière agricole du Québec

Eligible taxpayer

This form is to be completed by any taxpayer that would like to claim the tax credit for interest on a loan granted by a seller-lender and guaranteed by La Financière agricole du Québec.

In order to claim the tax credit, the following conditions must be met:

- The taxpayer operated a business in Québec during the taxation year.
- The taxpayer was granted a loan further to an agreement entered into after December 2, 2014, and before January 1, 2025, through the Program for farm financing established under the *Act respecting La Financière Agricole du Québec*.
- The taxpayer is not exempt from income tax.
- The taxpayer is not a Crown corporation or a subsidiary controlled by such a corporation.
- The taxpayer is not a trust of which one of the capital or income beneficiaries is:
  - a tax-exempt person; or
  - a Crown corporation or a subsidiary controlled by such a corporation.

If the taxpayer is a member of a partnership that meets the aforementioned conditions, it can claim the tax credit as a member of a qualified partnership. In that case, enter the partnership's information in Part 2 and Part 3 and then determine the taxpayer's share in Part 4.

Important information

- Complete a copy of this form for each loan in respect of which the tax credit is being claimed.
- If the taxpayer is claiming the tax credit both as a taxpayer and as a member of a qualified partnership, two separate forms must be filed.
- Enclose this form with the taxpayer's income tax return. If you are unable to enclose it for any reason, you must send it to us within 12 months after the filing deadline for the return for the year in question.
- If the taxpayer was required to make instalment payments for the taxation year covered by this form, this tax credit will be used to reduce the amount of the instalments.
- For more information, refer to sections 1029.8.36.53.20.1 to 1029.8.36.53.20.9 of the *Taxation Act*.

1 Information about the taxpayer

Complete only the lines that apply, based on whether the taxpayer is an individual or a corporation.

01a Social insurance number

01b Identification number

File IC 0001

02 Last name and first name of the individual or name of the corporation

03 Address

04 Postal code

05a Taxation year

05b End date of the fiscal period (Y Y Y Y M M D D)

2 Eligibility period

For the purposes of the tax credit, the eligibility period begins on either January 1, 2015, or the day on which the loan agreement was entered into, whichever is later. The end date of the period is 10 years after the day on which the loan agreement was entered into.

Enter the start and end dates of the eligibility period:

From 10 (Y Y Y Y M M D D) to 11 (Y Y Y Y M M D D)

Form prescribed by the President and Chief Executive Officer

3 Eligible interest

Interest paid on the loan that is attributable to the portion of the eligibility period included in the taxpayer's taxation year or in the partnership's fiscal period, as applicable		20	
Assistance,[1] benefit or advantage[2] relating to the amount on line 20	−	21	
Subtract line 21 from line 20. **Eligible interest**	=	22	

4 Member of a partnership

Complete Part 4 only if the taxpayer is a member of a qualified partnership.

If the taxpayer is directly a member of the qualified partnership, enter the required information about the partnership on line 31 and carry the taxpayer's percentage interest (column E of line 31)[3] to line 32. Then complete lines 33 and 34.

If the taxpayer is a member of an interposed partnership that is a member of the qualified partnership, provide the required information about both partnerships on lines 30 and 31, respectively. If there is more than one interposed partnership, you must provide the required information for all of them. If there are more than three interposed partnerships, provide the information for each additional interposed partnership on another copy of the form. Then complete lines 32 through 34.[4]

	A Name of partnership	B Québec enterprise number (NEQ)	C Identification number	D End date of fiscal period Y Y Y Y M M D D	E Percentage interest
30	1. Interposed partnership				%
	2. Interposed partnership				%
	3. Interposed partnership				%
31	Qualified partnership				%

Multiply the percentages in column E. If you completed more than one copy of the form, multiply the percentage interests in all the interposed partnerships from each copy completed. Then multiply the result by the percentage interest in the qualified partnership. **Taxpayer's percentage interest in the qualified partnership**	=	32	%
Amount from line 22 calculated for the partnership	×	33	
Multiply line 32 by line 33. **Taxpayer's share of the partnership's eligible interest**	=	34	

5 Tax credit

Eligible interest (amount from line 22 or line 34, as applicable)		40	
Applicable rate	×	41	**40%**
Multiply line 40 by 40%.	=	42	
Tax credit in respect of assistance, benefits or advantages repaid in the year and related to eligible interest paid in a previous taxation year[5]	+	43	
Add lines 42 and 43. If you are an individual, enter amount V (or the total of all amounts V) on line 462 of your income tax return and enter code 30 in box 461. If you are filing this form for a corporation, enter the amount on one of lines 440p through 440y of form CO-17, *Déclaration de revenus des sociétés*, and enter code 100 in the appropriate box. **Tax credit**	=	44	**V**

Special tax

If, in a future taxation year, you realize that the taxpayer should not have received all or part of the tax credit, the taxpayer must, by means of a special tax, repay the excess amount received. When completing the taxpayer's income tax return for the year in question, enter the excess amount in the space provided on that form for that purpose. For more information, refer to sections 1129.45.0.6 to 1129.45.0.10 of the *Taxation Act*.

Notes

1. The term "assistance" refers to any government assistance and any non-government assistance that the taxpayer received, is entitled to receive or may reasonably expect to receive on or before the filing deadline of this form for the income tax year concerned. The term does not include any amount received and repaid in the year for which the tax credit is being claimed. "Government assistance" and "non-government assistance" are defined in section 1029.6.0.0.1 of the *Taxation Act*.

2. The phrase "benefit or advantage" refers to any benefit or advantage that the person or partnership obtained, is entitled to obtain or may reasonably expect to obtain on or before the filing deadline of this form for the income tax year concerned. The phrase does not refer to any amount received and repaid in the year for which the tax credit is being claimed. A benefit or advantage may be a reimbursement, compensation, guarantee or proceeds of disposition of property that exceed the fair market value of the property, or may be granted in any other form or manner.

3. The term "percentage interest" refers to the taxpayer's share of the partnership's income (or loss) for its fiscal period, divided by the partnership's income (or loss) for its fiscal period. If the partnership has no income or loss for its fiscal period, do the calculation as if the partnership had income of $1,000,000.

4. If the taxpayer is a member of a qualified partnership through a number of groups of interposed partnerships, calculate the taxpayer's percentage interest in the qualified partnership separately for each such group, and complete the form as follows:
   - On line 30 (columns A to E), enter the required information about all the interposed partnerships in each group.
   - On line 31 (columns A to D), enter the required information about the qualified partnership.
   - On line 32, enter the taxpayer's total percentage interest in the qualified partnership (the sum of the taxpayer's percentage interests in the qualified partnership, calculated for each group).
   - Complete lines 33 and 34.

5. To determine the amount to be entered on this line, recalculate the tax credit for the previous year as if the corporation had never received, in the previous year, the assistance, benefit or advantage repaid in the year concerned. To do so, use the amounts entered on the copy of form TP-1029.8.36.VP-V completed for the previous taxation year. The amount to be entered corresponds to the amount by which the recalculated tax credit exceeds the tax credit for the previous year.