**APPLICATION FOR ANNUAL CERTIFICATE**

**ORIGINAL TEXT IN FRENCH**

APPENDIX 1: SUMMARY SHEET QIFT 7.25

|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **QIFT 7.25** | | **Discount operation carried out regarding a letter of credit or a commercial instrument** | | |  | From: | To: |  |  | |  | | | | | |  |
|  |  |  |  |  | |  | | | | | |  |
|  | Taxation year covered | |  |  | | IFC certificate number | | | | | |  |
|  | | | | | | | | | | | | | | | | | |
|  | A) If, during the taxation year covered by this application, the IFC carried out discount operations, check the following box: | | | | | | | | |  | | | |  |  | | |
|  | | | |  |  | | |
|  | B) More specifically, indicate the categories of QIFT carried out by the IFC: | | | | | | | | | | | | | | |  | |
|  | Discounting transaction carried out consecutively or incidentally to the acceptance of a **letter of credit** | | | | | | | | | | |  | | | |  | |
|  | Discount operation regarding a commercial instrument carried out consecutively or incidentally to participation in a **documentary collection** transaction | | | | | | | | | | |  | | | |  | |
|  | C) Specify which of the following sub-categories of QIFT were carried out by the IFC: | | | | | | | | | | | | | | |  | |
|  | **Discounting transaction carried out consecutively or incidentally to the acceptance of a letter of credit** | | | **Discount operation regarding a commercial instrument carried out consecutively or incidentally to participation in a documentary collection transaction** | | | | | | | | | | | |  | |
|  | Concerning an operation or transaction at least one of the parties to which was not a resident of Canada, in accordance with the conditions relating to a non-arm's length relationship and the right of recourse stipulated in the Act [[1]](#footnote-1) | |  | Concerning an operation or transaction at least one of the parties to which was not a resident of Canada, in accordance with the conditions relating to a non-arm's length relationship and the right of recourse stipulated in the Act 1 | | | | | | | | |  | | |  | |
|  |  | | | | | | | | | | | | | | |  | |

1. To constitute a QIFT, the discounting transaction must be carried out in the course of a transaction in which the IFC operator is at arm’s length with the debtor or the assignee of the letter of credit or the commercial instrument, as the case may be, and has no right of recourse against them. (Source: Supplement to the 2002‑2003 Budget, March 19, 2002). [↑](#footnote-ref-1)