

Tax Measures for International Financial Centres (IFC)
International financial transactions

Discount operations

From: To:
yyyy/mm/dd yyyy/mm/dd
Specific taxation year or part
thereof

IFC qualification
certificate number

A) ☐ Check this box if the IFC has performed discount operations.

B) Specify the sub-categories of international financial transactions carried out by the IFC:

☐ Discount operation carried out following or incidentally to the acceptance of a **letter of credit**

☐ Discount operation made in respect of a commercial paper and carried out following or incidentally to a participation in a **documentary collection** transaction

C) Check the box if it applies to the sub-category of discount operations carried out by the IFC:

Discount operation carried out following or incidentally to the acceptance of a letter of credit	Discount operation made in respect of a commercial paper and carried out following or incidentally to a participation in a documentary collection transaction
<input type="checkbox"/> In respect of a transaction where at least one of the parties was not a resident of Canada	<input type="checkbox"/> In respect of a transaction where at least one of the parties was not a resident of Canada

① To constitute an international financial transaction, the discount operation must be carried out in the context of an operation in which the IFC operator **deals at arm's length** with the debtor or assignee of the letter of credit or commercial paper, as the case may be, and **has no right of recourse** against the debtor or assignee. (Source: 2002-2003 Budget - Supplement to the Government's Budgetary Policy of March 19, 2002).