

Name: \_\_\_\_\_

**ALL TAXPAYERS must answer YES or NO on this form.**

**Foreign Reporting Declaration - \_\_\_\_\_**

Canada Revenue Agency (CRA) requires specified foreign investment property totaling over \$100,000 (Canadian dollars) to be reported annually on the same day your tax return is due. **There are significant financial penalties for not filing this information with your tax return, if they are applicable.**

Any cumulative holdings over \$100,000 (cost) at any time in the year need to be reported, but not all property is specified. Please review the following page for a more comprehensive list of reportable or excluded foreign holdings.

The total cost of specified foreign property can change from year-to-year and month-to-month. If your holdings are over \$250,000, more detailed reporting will be required. Therefore, to correctly determine your reporting level, we will require detailed information. If your foreign property is held with a registered securities dealer, please contact them to get a report detailing the required information on a country-by-country basis. If no reports are available, please provide the monthly and quarterly statements from your investment account(s) for the year. Also provide details of other foreign holdings.

The Foreign Income Verification Statement (Form T1135) must be filed with your tax return if you respond "YES" to any of the following questions:

<b>DECLARATION YEAR:</b> _____	YES	NO
Please answer the questions below to the best of your knowledge. Find guidelines on next page.		
1. Did you own or hold foreign property (assets located outside Canada) with a total <b>cost</b> amount of more than \$100,000 CAD at any time during the specified year? Do not include personal-use property.	<input type="checkbox"/>	<input type="checkbox"/>
2. Did you earn any income or realize any gains from foreign property in the specified year?	<input type="checkbox"/>	<input type="checkbox"/>
3. Have you <b>ever</b> at any time transferred property or made a loan to a trust that is not a resident of Canada?	<input type="checkbox"/>	<input type="checkbox"/>
4. Did you receive a distribution or loan in the specified year from a non-resident trust?	<input type="checkbox"/>	<input type="checkbox"/>
5. Have you at any time during the specified year owned 1% or more of the issued shares of any class of a foreign corporation? Or together with related entities owned 10% or more of the shares?	<input type="checkbox"/>	<input type="checkbox"/>

By answering **NO to ALL** of the above questions, I confirm that I did not, at any time in the specified year, own or hold beneficial interest in specified foreign property or investments totaling \$100,000 (CAD) or more.

**OR**

By answering **YES to ANY** of the above questions, I confirm that I have provided correct and complete information with regards to my ownership of, or beneficial interests in, specified foreign property or investments as reported on the Foreign Income Verification Statement (T1135) and I have fully disclosed the related income.



Signature \_\_\_\_\_

**COMPLETE YES / NO CHECKBOXES**

Date: \_\_\_\_\_

**Unsure how to answer the YES / NO questions in the Declaration? Ask yourself the following:**

- Do you or did you own foreign property or assets?
- Are the assets personal-use only? If so, they are exempt.
- Do you have foreign investments of any kind?
- Are your investments held in RRSPs, TFSAs or tax-deferred accounts? If so, they are exempt.
- Do you have funds (including CDN funds) in foreign bank or investment accounts?
- Are any of your foreign properties or investments held jointly with a spouse or partner? Percentage?
- Does **your percentage** of **non-exempt** foreign property/investments **exceed** CAD\$100,000?

CRA has additional information on their webpage: [Questions and answers about Form T1135](#)

## SPECIFIED FOREIGN PROPERTY

<u>Specified - to be Reported</u>	<u>Excluded - Not Reportable</u>
Funds held in foreign bank accounts and foreign investment accounts (even if that account holds Canadian funds or securities)	Foreign assets held in tax-deferred accounts (RPPs, RRSPs, RRIFs, RDSPs, TFSAs, etc.)
Funds or intangible property (patents, copyrights, etc.) situated or deposited outside of Canada	
Tangible property situated outside of Canada	Personal-use property (such as cars, jewelry, artwork, etc.)
Land and buildings located outside Canada that are <b>not</b> personal-use (such as rental or business use) – <b>personal use is less than 50%</b>	Personal-use property (such as vacation property) – <b>personal use is more than 50%</b>
Vacant land	A foreign property used or held exclusively in carrying on an active business
A share of the capital stock of a <b>non-resident corporation</b> held by the taxpayer or by an agent of the taxpayer (reported on form T1135)	A share of the capital stock of a <b>foreign affiliate</b> corporation held by the taxpayer or by an agent of the taxpayer (reported on form T1134)
An interest in a non-resident trust (such as foreign mutual fund) that was acquired for consideration	An interest in a non-resident trust that is a foreign affiliate for the purposes of section 233.4 of the Act
	An interest in an exempt trust (such as an RRSP) as defined in subsection 233.2 of the Act
Shares of corporations held by the taxpayer or for the taxpayer outside Canada (even those held in Canadian investment accounts)	Units of Canadian-registered mutual funds that invest in foreign securities (example: RBC US Equity fund)
An interest in a partnership that holds a specified foreign property but the <b>partnership is not filing</b> form T1135	An interest in a partnership that holds a specified foreign property when the <b>partnership is required to file</b> form T1135
An interest in, or right with respect to, an entity that is non-resident	
A property that is convertible into, exchangeable for, or confers a right to acquire a property that is specified foreign property	An interest in, or right to acquire, any excluded foreign property (such as noted in this list)
A debt owed by a non-resident, including government and corporate bonds, debentures, mortgages and notes receivable	
An interest in an insurance policy from a foreign insurer	
Precious metals, gold certificates, and futures contracts held outside Canada	

**Note: this list is not intended to identify all types of foreign property and investments, nor all exemptions**

***If you still have questions, we want to hear from you! 905.898.4231 or 416.969.8118 info@koroll.ca***