

SASKATCHEWAN TECHNOLOGY START-UP INCENTIVE (STSI) Tax Credit Certificate Application

For use by Eligible Start-up Businesses and investors who have reached agreement on the terms of investment. Only one application per round is required. Program details can be found at www.innovationsask.ca/technology/stsi. Complete program legislation is found in Section 67.2 of *The Income Tax Act, 2000* (Saskatchewan). If there is any inconsistency between this application, declaration form, and the program legislation, the latter shall prevail.

Eligible Start-up Business (ESB) and Venture Capital Corporation (VCC):

Applicant Name:		
Address:		
City:	Province:	Postal Code:
Primary Contact:	Telephone:	E-mail:
Taxation Year End:		

Venture Capital Corporation Only:

Name of Eligible Startup Business Investing in:
Please attach list of Shareholder names and % of shares each holds:

INVESTMENT (ESB and VCC):

[illegible]

ESB Only (1a, b):

1a) To your knowledge, are any of the individuals investing in the ESB related to one another (as defined by *The Income Tax Act, Canada*)?

Yes ☐ No ☐

- A **related person** includes: individuals connected by blood relationship, marriage or common-law partnership or adoption, a corporation, or any two corporations

If “Yes”, please specify who:

b) Have any of the investors listed on this Tax Credit Certificate Application disposed of shares issued by the ESB in the two years immediately preceding the submission of this Application?

Yes ☐ No ☐

If “Yes”, please specify who:

VCC Only (2a, b):

2a) To your knowledge, are any of your VCC shareholders related to someone (outside the VCC) who owns shares in the ESB indicated on this Tax Credit Certificate Application?

Yes ☐ No ☐

- A **related person** includes: individuals connected by blood relationship, marriage or common-law partnership or adoption, a corporation, or any two corporations

If “Yes”, please specify who:

b) I declare that the VCC is in compliance with Section 26 of *The Saskatchewan Technology Startup Incentive Act* and Section 22 of *The Saskatchewan Technology Start-up Incentive Regulations* (See Appendix A for Section 26 of The STSI Act and Appendix B for Section 22 of The STSI Regulations).

Yes ☐ No ☐

PLEASE SUBMIT THE FOLLOWING ATTACHMENTS WITH YOUR APPLICATION:

- Letter(s) of Intent or Term Sheet(s)
- Updated Shareholder Registry or Capitalization Table
 - Must outline the percentage of shares held by each shareholder.

APPLICATION DECLARATIONS

I (please print) _____ am an authorized signing officer of the applicant organization. I hereby apply for a Saskatchewan Technology Start-Up Incentive. I declare that to the best of my knowledge the information given in this application is true and complete. I acknowledge that to knowingly make a false or misleading statement in an application is an offense and punishable by law. The information so provided will be used for the purposes of administering the rebate program, including verifying the contents of this application and except as may be required by law will not be communicated for any other purpose.

Signature

Date

Appendix A

The Saskatchewan Technology Start-up Incentive Act

Non-arm's length investment prohibited

26(1) A venture capital corporation must not make or hold an investment in an eligible start-up business if any of the shares of the venture capital corporation are held by a prescribed shareholder who is, or was at any time during the 2 years preceding the date of the investment, a prescribed related person.

(2) A venture capital corporation must not make or hold an investment in an eligible start-up business if the eligible start-up business, an associate, affiliate, director, officer or shareholder of the start-up business or other prescribed person provides or has provided, directly or indirectly, as part of any transaction or series of transactions, a loan, guarantee or any other financial assistance to a prescribed related person.

Appendix B

The Saskatchewan Technology Start-up Incentive Regulations

Prohibitions re non-arm's length investments

22(1) For the purposes of subsection 26(1) of the Act, a venture capital corporation must not make or hold an investment in an eligible start-up business if any of the shares of the venture capital corporation are held by:

- (a) a major shareholder of the eligible start-up business;
- (b) an associate of a major shareholder of the eligible start-up business;
- (c) a voting trust for which the trustee votes shares of the eligible start-up business;
- (d) the eligible start-up business or an associate or affiliate of the eligible start-up business.

(2) For the purposes of subsection 26(2) of the Act, a related person is a related person within the meaning of subsections 251(2) to (6) of the *Income Tax Act* (Canada).