



Summary of Deemed Dispositions
(2002 and later tax years)

| | | |
|---------------|----------------------|--------------|
| Name of trust | Trust account number | Tax year |
|---------------|----------------------|--------------|

Instructions

- Use this form to report deemed dispositions on the following days:
 - A – for a spousal or common-law partner trust, on the day the beneficiary spouse or common-law partner dies;
 - B – for a joint spousal or common-law partner trust, on the day the settlor or the beneficiary spouse or common-law partner dies, whichever is later;
 - C – for an alter ego trust, on the day the settlor dies; however, if the trust filed an election not to be considered an alter ego trust, see G below;
 - D – for a trust that distributes property to a beneficiary for the beneficiary's capital interest in the trust, and it is reasonable to consider that the distribution was financed by a liability of the trust, and one of the reasons for incurring the liability was to avoid paying taxes because of the death of any individual, on the day the property was distributed;
 - E – where an individual has transferred property (other than Canadian real estate, Canadian resource property or a timber resource property, property of a business the trust carried on through a permanent establishment in Canada, or certain pension interests or rights) after December 17, 1999, to a trust for the transferor's spouse or common-law partner, and it is reasonable to conclude that the individual transferred the property while planning to emigrate from Canada, on the day the individual stops being a resident of Canada;
 - F – for a trust to which property was transferred by an individual (other than a trust) where the transfer did not result in a change in beneficial ownership of that property and no person (other than the individual) has any absolute or contingent right as a beneficiary under the trust, on the day the individual dies;
 - G – for trusts other than those described in A, B, C, and F, on the day that is 21 years after the day the trust was created; and
 - H – for all trusts, on every 21st anniversary of the day established above in A, B, C, F, or G.

- See "Types of trusts" in Guide T4013, *T3 Trust Guide*, for definitions of "spousal or common-law partner trust," "joint spousal or common-law partner trust," and "alter ego trust."

- Do not report a deemed disposition on any property that was actually disposed of in the tax year, unless this is a spousal or common-law partner trust, a joint spousal or common-law partner trust, or an alter ego trust. For more information, see "Form T1055, *Summary of Deemed Dispositions*" in Chapter 3 of the *T3 Trust Guide*.

- Where a trust (including a deemed resident trust) ceases to be resident in Canada, the trust will be deemed to have disposed of its property before it ceased to be resident. These deemed dispositions should be reported on Schedule 1. For more information, see "Capital dispositions - Rules for trusts" in Chapter 3 of the *T3 Trust Guide*.

Deceased beneficiary spouse or common-law partner, deceased settlor, or transfer information

| | | | |
|-----------------------------------------------------------|---------|-------------------------------|-------------------------------------------|
| Name of deceased beneficiary spouse or common-law partner | Address | Social Insurance Number (SIN) | Date of death Year Month Day |
|-----------------------------------------------------------|---------|-------------------------------|-------------------------------------------|

| | | | |
|--------------------------|---------|-------------------------------|-------------------------------------------|
| Name of deceased settlor | Address | Social Insurance Number (SIN) | Date of death Year Month Day |
|--------------------------|---------|-------------------------------|-------------------------------------------|

Did an individual transfer property to the trust in the tax year, according to situation E above?
If **yes**, enter the date the individual stopped being a resident of Canada.

Yes No

| | | |
|------|-------|-----|
| Date | | |
| Year | Month | Day |
| | | |

| Qualified small business corporation shares | | (1) Year of acquisition | (2) Deemed proceeds of disposition | (3) Adjusted cost base | (4) Gain (or loss) (col. 2 minus col. 3) |
|---------------------------------------------|-----------------------------------------|----------------------------|---------------------------------------|---------------------------|------------------------------------------------|
| Number | Name of corporation and class of shares | | | | |
| | | | | | |
| Total | | 55011 • | | 55012 • | |

▶ _____ | 1

| Qualified farm property and qualified fishing property | | | | | |
|--------------------------------------------------------|--|---------|--|---------|--|
| Address or legal description | | | | | |
| | | | | | |
| Total | | 55021 • | | 55022 • | |

▶ + _____ | 2

| Mutual fund units and other shares | | | | | |
|------------------------------------|-------------------------------------------------|---------|--|---------|--|
| Number | Name of fund or corporation and class of shares | | | | |
| | | | | | |
| Total | | 55031 • | | 55032 • | |

▶ + _____ | 3

| Real estate and depreciable property | | | | | |
|--------------------------------------|--|---------|--|---------|--|
| Address or legal description | | | | | |
| | | | | | |
| Total | | 55041 • | | 55042 • | |

▶ + _____ | 4

| Bonds, debentures, promissory notes, and other similar properties | | | | | |
|-------------------------------------------------------------------|---------------|----------------|--|---------|--|
| Face value | Maturity date | Name of issuer | | | |
| | | | | | |
| Total | | 55051 • | | 55052 • | |

▶ + _____ | 5

| Personal-use property (full description) | | | | | |
|------------------------------------------|--|---------|--------------------------|---------|--|
| | | | | | |
| Total | | 55061 • | (if negative, enter "0") | 55062 • | |

▶ + _____ | 6

| Listed personal property (LPP) (full description) | | | | | |
|---------------------------------------------------|--|---------|--|---------|--|
| | | | | | |
| Total | | 55071 • | | 55072 • | |

7

| | | | | | |
|-------------------------------------------------------------------------------------------------------------------------|---------|---|--|--|--|
| Minus: LPP losses from line 7 of Schedule 1 and unapplied LPP losses of other years not claimed on line 8 of Schedule 1 | 55080 • | – | | | |
| Total (gain only – line 7 minus line 8) | | = | | | |

8
▶ + _____ | 9

| | | | | | |
|------------------------------------------------------------------------------------------------|---------|---|--|-------|-----------|
| Total of all net gains (or losses) from capital properties (add lines 1 to 6 plus line 9) | | | | | |
| Total deemed taxable capital gains (allowable capital losses) from deemed dispositions line 20 | | | | × 1/2 | 55250 • = |
| Deemed taxable capital gains (positive amount only, from line 25) | | | | | |
| Net capital losses (line 23 of Schedule 1) | 55310 • | – | | | |
| Adjusted deemed taxable capital gains (line 30 minus line 31; if negative, enter "0") | 55320 • | = | | | |

20
25
30
31
▶ _____ | 32

| Depreciable property – Recapture | | | | | |
|----------------------------------|----------------|----------------------------|-----------------------------------|---------|--|
| Class number | Capital cost** | Undepreciated capital cost | Recapture (positive amounts only) | | |
| | | | | | |
| Total | | 55331 • | 55332 • | 55333 • | |

▶ + _____ | 33

** Enter the fair market value if it is less than the capital cost. For timber resource property, always enter the fair market value.

| | | | | | |
|------------------------------------------------------------------------------------------------------------------------------------|---------|---|--|---------|--|
| Canadian and foreign resource property (income amount) | 55340 • | | | | |
| Minus: Canadian and foreign resource property (deduction amount) | 55350 • | – | | | |
| Net Canadian and foreign resource property (line 34 minus line 35) | | = | | | |
| Land held in inventory (income/loss amount) | | | | 55370 • | |
| Total income/losses from deemed dispositions (add lines 32, 33, 36, and 37). Enter this amount on line 11 of the T3 return. | | | | 55420 • | |

34
35
▶ + _____ | 36
+ _____ | 37
= _____ | 42

Schedule 1, adjusted line 23

- Complete this area if you calculated a deemed allowable capital loss on line 25 of this form **and** a taxable capital gain on line 23 of Schedule 1.

| | | | |
|---------------------------------------------------------------------------------------------------------------------------------------|---------|---|----|
| Taxable capital gains (positive amount only, from line 23 of Schedule 1) | | | 51 |
| Deemed allowable capital losses (line 25 of this form) | | - | 52 |
| Adjusted taxable capital gains (line 51 minus line 52; if negative, enter "0"). Enter this amount on line 01 of the T3 return. | 55530 • | = | 53 |

Calculation for election on Form T2223, Election, Under Subsection 159(6.1) of the Income Tax Act, by a Trust to Defer Payment of Income Tax

- To determine how much tax the trust can elect to defer, you have to calculate the following amounts:

- Line 82 (below) Taxable income excluding deemed dispositions reported on line 11 of the T3 return
You may have to adjust the following lines on the T3 return if the amounts have increased or decreased as a result of deemed dispositions:
 - Line 01 – Taxable capital gains;
 - Line 47 – Total deductible income allocations;
 - Line 51 – Non-capital losses of other years;
 - Line 52 – Net capital losses of other years;
 - Line 53 – Capital gains deduction for resident spousal or common-law partner trust only; and
 - Line 54 – Other deductions to arrive at taxable income, if this line includes losses from previous years that have been fully or partially applied against income from deemed dispositions
- Line 83 (below) – Total taxes payable, based on taxable income excluding deemed dispositions
- Line 84 (below) – Increase in total taxes payable, resulting from the deemed dispositions

| | | | |
|-------------------------------------------------------------------------------------------------------------------------------|---------|---|----|
| Total taxes payable on taxable income with deemed dispositions included in income (lines 81 and 82 of the T3 return) | | | 81 |
| Taxable income with deemed dispositions excluded from income (attach a copy of the calculation) | 55820 • | | 82 |
| Total taxes payable on taxable income with deemed dispositions excluded from income (attach a copy of the calculation) | 55830 • | - | 83 |
| Amount of tax on which the trust can elect to defer payment (line 81 minus line 83). Enter this amount on Form T2223. | 55840 • | = | 84 |