

For information on completing this schedule, see Chapter 3 in Guide T4013, *T3 Trust Guide*. Include a completed copy of this schedule with the trust's return.

Enter your **taxable income** from line 56 of the T3 return. _____ 1

Step 1 – Tax on taxable income

Testamentary trusts or grandfathered inter vivos trusts

Use the amount from line 1 to determine which **one** of the following columns you have to complete.

If the amount from line 1 is:	\$44,701 or less	more than \$44,701, but not more than \$89,401	more than \$89,401, but not more than \$138,586	more than \$138,586	
Enter the amount from line 1 above.					2
Base amount	-	-	-	-	3
Line 2 minus line 3	=	=	=	=	4
Tax rate	X	X	X	X	5
Multiply line 4 by the rate on line 5.	=	=	=	=	6
Tax on base amount	+	+	+	+	7
Federal tax on taxable income (line 6 plus line 7)	=	=	=	=	8

Inter vivos trusts (other than grandfathered)*

Federal tax on taxable income Line 1 _____ × 29% = _____ 9

Note

*For tax years that begin after 2015, grandfathered inter vivos trusts, trusts created by will, and certain estates will be subject to taxation at the highest federal tax rate (29%). The graduated rates will still apply to a "graduated rate estate" and a "qualified disability trust". For more information, see Guide T4013, *T3 Trust Guide*.

Step 2 – Donations and gifts tax credit

Donations made to registered charities, registered Canadian amateur athletic associations, and Canadian low-cost housing corporations for the aged that have applied for registration, **and** donations made to government entities (Government of Canada, provinces or territories, municipality in Canada, municipal or public body performing a function of government in Canada that has applied for registration)

Donations made to registered charities, registered Canadian amateur athletic associations, and Canadian low-cost housing corporations for the aged that have applied for registration, and donations made to government entities (Government of Canada, provinces or territories, municipality in Canada, municipal or public body performing a function of government in Canada that has applied for registration)	11126 •			A
Donations made to prescribed universities outside Canada	11127 •			B
Donations made to the United Nations, its agencies, and certain registered foreign charities.	11128 •			C
Total of lines A, B, and C	=			▶ 11121 ■ _____ 10

25% of taxable capital gains from gifts of capital property (see Schedule 11, line 27 in the <i>T3 Trust Guide</i>)	11123 •			11
25% of recapture of capital cost allowance on donated depreciable property	11124 •	+		12
75% of net income (line 50 of the T3 return) × 3/4 =		+		13
Total charitable donations limit (add lines 11 to 13)		=		14

Line 10 or line 14, whichever is **less** _____ 15

Eligible amount of any cultural, ecological, or government gifts made after 2007 and agreed to in writing before February 19, 1997, which has not been claimed in any previous year	11122 •	+		16
Total donations and gifts (line 15 plus line 16)		=		17
Donations claimed in 2015	11125 •		-	17A

On the first \$200 or less		× 15% =		18
On the remainder		× 29% =	+	19
Donations and gifts tax credit (line 18 plus line 19)		=		▶ 11120 ■ _____ 20

Continue at step 3 on the other side.

Step 3 – Federal tax

Federal tax on taxable income (line 8 or line 9)	11080	■			21
Tax adjustments – Lump-sum payments under ITAR 40 (see Schedule 11, line 22 in the <i>T3 Trust Guide</i>)	11090	●	+		22
Adjusted federal tax (line 21 plus line 22)		=			23
Federal dividend tax credit					
Dividend tax credit for eligible dividends					
(line 24 of Schedule 8 <input type="text"/> × 54.5455%) =	11108	■			24
Dividend tax credit for dividends other than eligible dividends					
(line 31 of Schedule 8 <input type="text"/> × 72.2222%) =	11109	■	+		25
Total federal dividend tax credit (line 24 plus line 25)	11110	■	=		26
Donations and gifts tax credit (from line 20 but not more than line 23 minus line 26)			+		27
Total credits (line 26 plus line 27)			=		28
Subtotal (line 23 minus line 28; if negative, enter "0")			=		29
Minimum tax carryover from previous years (line 72 of Schedule 12)	11130	●	-		30
Basic federal tax (line 29 minus line 30; if negative, enter "0")	11150	■	=		31
Surtax on income not subject to provincial or territorial tax (part of line 31 not subject to these taxes <input type="text"/> × 48%) =	11160	■	+		32
Subtotal (line 31 plus line 32)			=		33
Federal foreign tax credit (available to resident trusts only; attach Form T3 FFT, <i>T3 Federal Foreign Tax Credits</i>)	11180	■			34
Total federal political contributions	11191	●			35
Allowable federal political contribution tax credit (from the calculation for Schedule 11, line 36 in the <i>T3 Trust Guide</i>)	11190	■	+		36
Investment tax credit (from Form T2038(IND), <i>Investment Tax Credit (Individuals)</i>)	11200	●	+		37
Federal logging tax credit for British Columbia	11210	●	+		38
Federal environmental trust tax credit	11213	●	+		39
Federal logging tax credit for Quebec	11214	●	+		40
Total credits (add lines 34, and 36 to 40)			=		41
Subtotal (line 33 minus line 41; if negative, enter "0")			=		42
Additional tax on registered education savings plan accumulated income payments (attach Form T1172)			+		43
Federal tax payable (line 42 plus line 43)			=		44

If minimum tax applies to the trust, continue the calculations on Schedule 12.
If not, enter the amount from line 44 on line 81 of the return.

Refundable Quebec abatement (see Schedule 11, line 45 in the <i>T3 Trust Guide</i>)	(line 31 <input type="text"/> × 16.5%) =	<input type="text"/>	45
Enter this amount on line 87 of the return.			