

Capital Gains on Gifts of Certain Capital Property

- Enter the applicable tax year in the box above.
- Use this schedule to calculate the capital gains on gifts of certain capital property made to a qualified donee, if the property is: shares, debt obligations, or rights listed on a designated stock exchange;* shares of a mutual fund corporation; units of a mutual fund trust; a prescribed debt obligation; an interest in a related segregated fund trust; or ecologically sensitive land (including a covenant, an easement, or, in the case of land in Quebec, a real servitude).**

* An inclusion rate of zero may be applied to any capital gain realized on the exchange of a share of the capital stock of a corporation for a security listed in the second bullet above. For conditions that must be met in order to be eligible for this treatment, see Pamphlet P113, *Gifts and Income Tax*. Special tax treatment may also apply on a similar exchange of a partnership interest (other than a prescribed interest in a partnership). In these cases, a special calculation is required to determine what the capital gain will be. This amount should be reported on line 10 of Schedule 1, *Dispositions of Capital Property*. For details on this calculation, see Pamphlet P113.

** For donations of ecologically sensitive land to a private foundation, the inclusion rate of zero does not apply.

- For the definition of **qualified donee**, see Guide T4037, *Capital Gains*.
- If there is no advantage in respect of the gift, the full amount of the capital gain realized on the gift is eligible for an inclusion rate of **zero**. However, if there is an advantage, only part of the capital gain is eligible for the inclusion rate of zero. The remainder is subject to an inclusion rate of 50%. For a definition of **eligible amount** and **advantage**, see the definition of gift under "Definitions" in Guide T4013, *T3 Trust Guide*.
- If you donate property, that is at the time of the donation included in a flow-through share class of property, to a qualified donee and at that time you have an exemption threshold in respect of the flow-through share class of property, you may be deemed to have an additional capital gain from the disposition of another capital property, subject to an inclusion rate of 50%. For more details, see Pamphlet P113.
- **Include a completed copy of this schedule with the trust's return.** Attach all receipts to this schedule.

Mutual fund units and shares		1	2	3	4	5	6	7	8
		Year of acquisition	Proceeds of disposition	Adjusted cost base	Outlays and expenses (from disposition)	Gain (column 2 minus columns 3 and 4)	Eligible amount of gift	Gain eligible for 0% inclusion rate (column 5 × column 6 divided by column 2)	Gain subject to 50% inclusion rate (column 5 minus column 7)
Number	Name of fund or corporation and class of shares								
			+					+	+
			+					+	+
			+					+	+
Total		1511 •	=				Total	1512 •	=

1 (see [Note 1](#))

Bonds, debentures, promissory notes, and other properties (including ecologically sensitive land)					1	2	3	4	5	6	7	8
					Year of acquisition	Proceeds of disposition	Adjusted cost base	Outlays and expenses (from disposition)	Gain (column 2 minus columns 3 and 4)	Eligible amount of gift	Gain eligible for 0% inclusion rate (column 5 × column 6 divided by column 2)	Gain subject to 50% inclusion rate (column 5 minus column 7)
Face value	Maturity date Year Month Day			Name of issuer								
						+					+	+
						+					+	+
Address or legal description of land												
						+					+	+
Total					1521 •	=				Total	1522 •	=

2 (see [Note 2](#))

Total gains eligible for 0% inclusion rate (total of boxes 1512 and 1522 of column 7)

Enter this amount on line 17 of Schedule 1.

	3
--	---

Note 1: Include the amounts from line 1512 of column 7 and line 1 of column 8 in the total on line 3 of Schedule 1.

Note 2: Include the amounts from line 1522 of column 7 and line 2 of column 8 in the total on line 4 of Schedule 1.