

T3 –

Reserves on Dispositions of Capital Property

Schedule 2

- Enter the applicable tax year in the box above. **Include a completed copy of this schedule with the trust's return.**
- Complete this schedule if you claimed a reserve on the disposition of the trust's capital property at the end of the previous year, or if you are claiming a reserve on the disposition of the trust's capital property at the end of the current tax year.
- Use the information from this schedule to complete Schedule 1, *Dispositions of Capital Property*, Schedule 3, *Eligible Taxable Capital Gains*, and Schedule 12, *Minimum Tax*.
- A trust cannot claim a reserve if, at the end of the year or at any time in the year right after, it was not a resident of Canada or was exempt from tax. This restriction does not apply to a charitable gift of a non-qualifying security.
- In most cases, you can only claim a reserve for four years. However, if the disposition occurred before November 13, 1981, there is an exception. There is also a maximum amount you can claim as a reserve. Contact us for more information.
- If you are reporting both farming and fishing income, report the amounts at lines 1 to 5.

Reserves on dispositions of capital property

For dispositions that occurred **after** November 12, 1981, of:

- Qualified farm property before March 19, 2007
- Qualified farm property after March 18, 2007
- Qualified farm property in 2014 included at line 2362
- Qualified farm or fishing property after 2014 but before April 21, 2015 included at line 2362
- Qualified farm or fishing property after April 20, 2015 included at line 2362
- Qualified fishing property before March 19, 2007
- Qualified fishing property after March 18, 2007
- Qualified fishing property in 2014 included at line 2372
- Qualified fishing property in 2015
- Qualified small business corporation shares before March 19, 2007
- Qualified small business corporation shares after March 18, 2007
- Qualified small business corporation shares in 2014 included at line 2382
- Qualified small business corporation shares in 2015 included at line 2382
- Other property

For dispositions that occurred **before** November 13, 1981**Total** (add rows 1, 2, 6, 7, 10, 11, 14, and 15)

	1 Previous-year reserve	2 Current-year reserve	3 Column 1 minus column 2 (see Notes below)	
	2351 •	2352 •		1
	2361 •	2362 •		2
		2364 •		3
		2365 •		4
		2366 •		5
	2311 •	2312 •		6
	2371 •	2372 •		7
		2374 •		8
		2375 •		9
	2321 •	2322 •		10
	2381 •	2382 •		11
		2384 •		12
		2385 •		13
	2341 •	2342 •		14
	2151 •	2152 •		15
Total			2363 •	16

Notes

- Transfer the totals from column 3 (lines 1, 2, 6, 7, 10, and 11) to line 2 of Schedule 3.
- Transfer the total from column 3 (line 16) to line 15 of Schedule 1.
- If the amount in column 2 is more than the amount in column 1, use brackets in column 3 to show the negative amount.
- A trust that makes a gift of a non-qualifying security can claim a reserve of not more than the eligible amount of the gift. If the gift relates to qualified farm property, qualified fishing property or qualified small business corporation shares, include the amount at the appropriate line 1 to 13. Otherwise, include the reserve on line 14. For more information and a definition of the term **eligible amount**, see Guide T4037, *Capital Gains*.