## CALCULATION OF CAPITAL GAINS DEDUCTION FOR 1989 ON ALL CAPITAL PROPERTY

For use by an individual who was resident in Canada throughout 1989 to compute a deduction for taxable capital gains realized on a disposition of capital property in 1989 in
accordance with section 110.6 of the Income Tax Act. Capital property for the purposes of this form includes qualified farm property and qualified small business corporation
shares. If you did not dispose of qualified farm property and/or qualified small business corporation shares in 1989 OR IN PREVIOUS YEARS, you should not use this form. In-

stead, you should complete form T657A.

An individual who ceased to be resident in Canada in 1989, but who was resident in Canada throughout 1988, shall be deemed for the purpose of section 110.6 to be resident in Canada throughout 1989. An individual who immigrated to Canada during 1989 and was not resident for the entire year is only eligible for this deduction if they reside

A reserve claimed in respect of a disposition of capital property after 1984 will qualify for the capital gains deduction when brought into income in a subsequent year. You must file an income tax return for 1989 if you have a capital disposition to report even if you have no tax payable. Failure to report a capital gain or to file an income tax return may result in the loss of the capital gains deduction in respect of that disposition. For further information on capital gains/losses and details of what is considered to be qualified farm property and qualified small business corporation shares, refer to the 1989 Capital Gains Tax Guide.

Additional information may be obtained from your District Taxation Office.									_	
Name in Full (Print)			Social Insurance Number							
PART 1 — CALCULATION OF ANNUAL GAINS LIMIT FO	)R 19	989								
(For all dispositions of capital property, including reserves on dispositions after 190				1989,	comp	lete Pa	art 1)			
					 •					
Taxable capital gains (allowable capital losses) (2/3 of amount at line (1))					-				١	
ADD: Taxable capital gain on disposition of eligible capital property (total of lines 543 and 544 on Schedule 3) (3)								1		
Total taxable capital gains for 1989 (line (2) plus line (3))	_				<sub>=</sub> (4	)			-	
(b) Net capital losses of other years (from line 253 on page 2 of your return)					_				- 1	
ADD: Allowable business investment losses (from line 217 on page 2 of your return) (6)				1 1	• .					
Total of above losses claimed in 1989 (line (5) plus line (6))			-		<u>.</u> ▶ <sub>(7</sub>	· )			_	
ANNUAL GAINS LIMIT FOR 1989 (line (4) minus line (7): if negative, enter zero)					- (8	)			_	
PART 2 CALCULATION OF CUMULATIVE GAINS LIMIT					<del>- `-</del> -				<u> </u>	
(For all dispositions of capital property, including reserves on dispositions after 196	84, r	epoi	rted i	n 1989,	comp	lete Pa	art 2)			
<ul> <li>(a) Taxable capital gains reported after 1984 and before 1989 (do not include reserves reported before 1988 other than reserves on qualified farm property dispositions after 1984) (9)</li> </ul>					_				Ì	
ADD: Total taxable capital gains reported in 1989 (line (4) in Part 1) (10)					-					
Cumulative taxable capital gains reported after 1984	_				<u>.</u> ►(11	)			_	
(b) ADD: Allowable capital loss claimed in 1985 (Maximum \$2000.00)			-		_					
Total allowable business investment losses after 1984 and before 1989							•			
(from line 217 of your 1985 to 1988 returns)					-					
Total net capital losses of other years claimed after 1984 and before 1989 (from line 253 of your 1985 to 1988 returns and form T1A (Losses carried-back)) (14)				*	_			٠.		
Cumulative net investment loss (line (C) on form T936)										
Total losses claimed in 1989 (line (7) in Part 1)					<u>.</u>			•		
Cumulative loss amount claimed after 1984 (total of lines (12) to (16))					-				- [	
ADD: Total capital gains deductions claimed after 1984 and before 1989 (from line 254 of your 1985 to 1988 returns) (18)					<b>-</b> .			1.		
Sub-total Sub-total					_▶(19	)			· -	
CUMULATIVE GAINS LIMIT FOR 1989 (line (11) minus line (19): if negative, enter zero)								<u></u>	_	
DART O CALCULATION OF CARITAL CAINS DEDUCTION ON CHALL	EIED	EAG	DM DI	ABERT	v		**			
CALCULATION OF CAPITAL GAINS DEDUCTION ON QUALI- (Complete this part if you disposed of qualified farm property or are reporting reserves on disposit						rty afte	er 1984,	in 1989,	)	
Maximum farm capital gains deduction for 1989					(21	)	333,	333 00	2	
Total capital gains deductions claimed after 1984 and before 1988 (from line 254 of your 1985 to 1987 returns)(22)			٠		<del>-</del>					
ADD: Adjustment of pre-1988 capital gains deductions (1/3 of amount reported at line (22))					_					
Capital gains deduction claimed in 1988 (from line 254 of your 1988 return)					_					
Sub-total				l	<b>▶</b> (23	)				
Farm capital gains deduction available for 1989 (line (21) minus line (23)).									_	
Total of all net capital gains from disposition of qualified farm property (total of lines 516 (Schedule 3), 373 and 377 (form T2017))				] .	_					
Taxable capital gains on disposition of qualified farm property in 1989 (2/3 of amount at line (24) above) (25)	-									
ADD: Taxable capital gain on disposition of eligible capital farm property in 1989 (reported at line 543 on Schedule 3)					_			1		
Total taxable capital gains on disposition of qualified farm property (line (25) plus line (26))									_	
Annual gains limit (line (8) in Part 1)	·				(C	:)			_	
Cumulative gains limit (line (20) in Part 2)					(D	i)			_	
CAPITAL GAINS DEDUCTION ON QUALIFIED FARM PROPERTY: The maximum amount to be entered at line the least of (A), (B), (C) and (D), however, you may enter an amount that is less than the maximum					(E	:) (			_	
If you did not have other dispositions or reserves on dispositions of capital property in 1989, complete Part of					•				=	
OCTITE FORMULE SET DISPOSITIONS OF TESSIVES OF DISPOSITIONS OF CAPITAL PROPERTY IN 1999, Complete 1 at 1								E REVER		