



## CALCULATION OF CUMULATIVE NET INVESTMENT LOSS (CNIL) TO DECEMBER 31, 2007

- Use this form if you had any **investment income** or **investment expenses** for 2007.
- Your CNIL reduces the amount of your cumulative gains limit for the year and may affect the allowable amount of your capital gains deduction.
- Even if you are not claiming a capital gains deduction in 2007, you should still complete this form if you had any investment income or expenses in 2007.
- Because the balance in your CNIL account is a cumulative total, you may need this information in a future year. Keep a copy for your records and attach another to your return.
- If you need more information, contact us at **1-800-959-8281**.

**Note**

If you have capital gains other than from the disposition of qualified farm or fishing property or qualified small business corporation shares in 2007, you should start by completing Chart A on the back of this form to determine if you have additional investment income to include when you calculate your CNIL.

**Part 1 – Investment expenses claimed on your 2007 return**

Carrying charges and interest expenses (from line 221) . . . . .	_____		1	
Net rental losses (from line 126) . . . . .	+	_____	2	
Limited or non-active partnership losses (from line 122) other than allowable capital losses . . . . .	+	_____	3	
Limited partnership losses of other years after 1985 (from line 251) . . . . .	+	_____	4	
50% of exploration and development expenses (from line 224) . . . . .	+	_____	5	
Any other investment expenses claimed in 2007 to earn property income (see the list of other investment expenses below) . . . . .	6808 +	_____	6	
Additional investment expenses: If you did not complete Chart A on the back of this form, enter "0." Otherwise, enter the <b>lesser</b> of line 15 in Chart A or the amount you claimed on line 253 of your return. . . . .	+	_____	7	
<b>Total investment expenses claimed in 2007 (total of lines 1 to 7)</b> . . . . .	=	_____	▶	_____ A

**Part 2 – Investment income reported on your 2007 return**

Investment income (from lines 120 and 121) . . . . .			8	
Net rental income, including recaptured capital cost allowance (from line 126) . . . . .	+	_____	9	
Net income from limited or non-active partnership (from line 122) other than taxable capital gains . . . . .	+	_____	10	
Any other property income reported in 2007 (see the list of other property income below), including annuity payments taxable under paragraph 56(1)(d) <b>minus</b> the capital portion deducted under paragraph 60(a) . . . . .	6810 +	_____	11	
50% of income from the recovery of exploration and development expenses (from line 130) . . . . .	6811 +	_____	12	
Additional investment income: If you did not complete Chart A on the back of this form, enter "0." Otherwise, enter the amount from line 15 in Chart A. . . . .	+	_____	13	
<b>Total investment income reported in 2007 (total of lines 8 to 13)</b> . . . . .	=	_____	▶	_____ B

**Other investment expenses**

**Include:** • repayments of inducements • repayments of refund interest • the uncollectible portion of proceeds from dispositions of depreciable property (except passenger vehicles that cost more than \$30,000) • sale of agreement for sale or mortgage included in proceeds of disposition in a previous year under subsection 20(5) • foreign non-business tax under subsections 20(11) and 20(12) • life insurance premiums deducted from property income • capital cost allowance claimed on certified films and videotapes • farming or fishing losses claimed by a non-active partner or a limited partner.

**Do not include:** • expenses incurred to earn business income • repayment of shareholders' loans deducted under paragraph 20(1)(j) • interest paid on money borrowed to: i) buy an income-averaging annuity contract; ii) pay a premium under a registered retirement savings plan; iii) make a contribution to a registered pension plan; or iv) make a contribution to a deferred profit-sharing plan.

**Other property income**

**Include:** • amounts from insurance proceeds for the recapture of capital cost allowance (other than amounts already included on line 9) • home insulation or energy conversion grants under paragraph 12(1)(u) • payments received as an inducement or reimbursement • income from the appropriation of property to a shareholder • farming or fishing income reported by a non-active or a limited partner • other income from a trust • allowable capital losses included in partnership losses of other years after 1985 • amounts withdrawn from Net Income Stabilization Account (NISA) Fund 2.

**Do not include:** • income amounts that relate to business income • payments received from an income-averaging annuity contract • payments received from an annuity contract bought under a deferred profit-sharing plan • shareholders' loans included in income under subsection 15(2).

**Do not use this area**

**6813**

**Part 3 – Cumulative net investment loss (CNIL)**

Total investment expenses claimed in 2007 (from line A in Part 1) . . . . .	_____   _____	14
Total investment expenses claimed in previous years (after 1987): Enter the amount from line 16 in Part 3 of Form T936 for 2006. If you did not complete Form T936 for 2006, see note 1 below. . . . .	+ _____   _____	15
Cumulative investment expenses (total of lines 14 and 15) . . . . .	= _____   _____	▶ _____   _____ 16
Total investment income reported in 2007 (from line B in Part 2) . . . . .	_____   _____	17
Total investment income reported in previous years (after 1987): Enter the amount from line 19 in Part 3 of Form T936 for 2006. If you did not complete Form T936 for 2006, see note 2 below. . . . .	+ _____   _____	18
Cumulative investment income (total of lines 17 and 18) . . . . .	= _____   _____	▶ - _____   _____ 19
<b>Cumulative net investment loss (CNIL) to December 31, 2007</b> (line 16 minus line 19; if negative, enter "0") . . . . .	= _____   _____	C

If you are claiming a capital gains deduction on your 2007 return, enter the amount from line C on line 28 of Form T657 for 2007.

- Notes**
- To calculate your **total investment expenses from previous years**, complete Part 1 of Form T936 for each year from 1988 to 2006 in which you had investment expenses (do not complete line 7 for 1988 to 1991). Add the amounts from line A and enter the total on line 15 above.
  - To calculate your **total investment income from previous years**, complete Part 2 of Form T936 for each year from 1988 to 2006 in which you had investment income (do not complete line 13 for 1988 to 1991). Add the amounts from line B and enter the total on line 18 above.

**Chart A**

Enter the amount from line 199 of Schedule 3 (if negative, show it in brackets) . . . . .	_____   _____	1
Enter the amount from line 173 of Schedule 3 . . . . .	+ _____   _____	2
Line 1 <b>plus</b> line 2 (if negative, enter "0"). If the amount on this line is zero, do not complete lines 4 to 14, and enter "0" on line 15. . . . .	= _____   _____	3
Enter the amount from line 1 above (if negative, enter "0") . . . . .	_____   _____	4
Enter the total of the amounts from lines 107, 110, and 124 of Schedule 3 (if negative, show it in brackets) . . . . .	_____   _____	5
If you reported an amount on line 192 of Schedule 3, enter the total of the amounts from lines 6683 and 6690 on Form T2017. Otherwise, enter the amount from line 5 on line 7. . . . .	+ _____   _____	6
Line 5 <b>plus</b> line 6 (if negative, enter "0"). . . . .	= _____   _____	7
Enter 1/2 of line 7 . . . . .	_____   _____	8
Line 4 <b>minus</b> line 8 (if negative, enter "0"). If the amount on this line is zero, do not complete lines 10 to 14, and enter "0" on line 15. . . . .	= _____   _____	9
Total net non-eligible taxable capital gains (line 3 or line 9, <b>whichever is less</b> ). If the amount on this line includes an amount from a T3 slip, complete lines 11 to 13 below. Otherwise, enter "0" on line 14. . . . .	_____   _____	10
Enter the amount from box 21 of all 2007 T3 slips . . . . .	_____   _____	11
Enter the amount from box 30 of all 2007 T3 slips . . . . .	- _____   _____	12
Line 11 <b>minus</b> line 12 . . . . .	= <b>5365</b>   _____	13
Enter 1/2 of line 13 . . . . .	_____   _____	14
<b>Additional investment income</b> (line 10 <b>minus</b> line 14; if negative, enter "0") . . . . .	= _____   _____	15