



CALCULATION OF CUMULATIVE NET INVESTMENT LOSS (CNIL) TO DECEMBER 31, 1994

- Use this form if you had any "investment income" or "investment expenses" for 1994.
- 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 1994, you should still complete this form if you had any investment income or expenses in 1994. Since the balance in your CNIL account is a cumulative total, you may need this information in a future year. Keep one copy for your records and attach one copy to your return.
- If you need more information, see the income tax guide called *Capital Gains*, or contact your Revenue Canada income tax office.

If you have non-eligible capital gains in 1994, you may have additional investment income to include when you calculate your CNIL. If you do, complete Charts A and B on the other side of this form. If not, start at Part 1 and do not complete Charts A and B. To find out what a non-eligible capital gain is, see the chapter "Capital Gains Deduction" in the income tax guide called *Capital Gains*.

Part 1 – Investment expenses claimed on your 1994 return

Carrying charges and interest expenses (from line 221)	_____	(1)	
Net rental loss (from line 126 or related schedules or statements)	_____	(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 1994 to earn property income *	958	(6)	
Additional investment expenses: If you did not complete Charts A and B on the other side of this form, enter zero. Otherwise, enter the lesser of line (p) in Chart B, or the amount you claimed on line 253 of your return	_____	(7)	
Total investment expenses claimed in 1994 (add lines 1 to 7 inclusive)	_____		(A)

* Refer to the list called "Other investment expenses" on the other side of this form.

Part 2 – Investment income reported on your 1994 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 1994**, including annuity payments taxable under paragraph 56(1)(d) or 56(1)(d.1) minus the capital portion deducted under paragraph 60(a)	959	(11)	
50% of income from the recovery of exploration and development expenses (from line 130)	745	(12)	
Additional investment income: If you did not complete Charts A and B on the other side of this form, enter zero. Otherwise, enter the amount from line (p) in Chart B	_____	(13)	
Total investment income reported in 1994 (add lines 8 to 13 inclusive)	_____		(B)

** Refer to the list called "Other property income" on the other side of this form.

Part 3 – Cumulative net investment loss (CNIL)

Complete this part **only** if your 1993 *Notice of Assessment* or *Notice of Reassessment* showed a CNIL as of December 31, 1993. Otherwise, complete Part 4 on the other side of this form.

CNIL as of December 31, 1993 (shown on your 1993 <i>Notice of Assessment</i> or <i>Notice of Reassessment</i>)	_____	(14)	
Total investment expenses claimed in 1994 (from line (A) in Part 1)	_____	(15)	
Total investment income reported in 1994 (from line (B) in Part 2)	_____	(16)	
Line 15 minus line 16 (if negative, put in brackets)	_____	(17)	
Cumulative net investment loss (CNIL) as of December 31, 1994			
(Line 14 plus line 17. If negative, enter zero.)	_____	(C)	

If you are claiming a capital gains deduction on your 1994 return, enter the amount from line (C) on line 18 of Form T657A or Form T657.

Do not use this area

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Part 4 – Cumulative net investment loss (CNIL)

Complete this part **only** if you did not complete Part 3.

Total investment expenses claimed in 1994 (from line (A) in Part 1)	_____	(18)
Total investment expenses claimed in prior years (after 1987): Enter the amount from line 20 in Part 4 of Form T936 for 1993. If you did not complete Part 4 of Form T936 for 1993, report the total expense amounts as described in lines 1 to 6 in Part 1, as claimed on your 1988 to 1993 returns inclusive, and any additional investment expenses described on line 7 in Part 1 that you had in 1992 and 1993	_____	(19)
Cumulative investment expenses (add lines 18 and 19)	_____	(20)
Total investment income reported in 1994 (from line (B) in Part 2)	_____	(21)
Total investment income reported in prior years (after 1987): Enter the amount from line 23 in Part 4 of Form T936 for 1993. If you did not complete Part 4 of Form T936 for 1993, report the total income amounts described in lines 8 to 12 in Part 2, as reported on your 1988 to 1993 returns inclusive, and any additional investment income described on line 13 in Part 2 that you had in 1992 and 1993.	_____	(22)
Cumulative investment income (add lines 21 and 22)	_____	(23)
Cumulative net investment loss (CNIL) as of December 31, 1994 (Line 20 minus line 23. If negative, enter zero.)	_____	(D)

If you are claiming a capital gains deduction on your 1994 return, enter the amount from line (D) on line 18 of Form T657A or Form T657.

Chart A – Net non-eligible taxable capital gains

Enter the amount from line 044 in Part 4 of Schedule 3 (if negative, enter zero)	_____	(a)
If line (a) is zero, you do not have any additional investment income for 1994. In this case, do not complete the rest of this chart and enter zero on line (p) in Chart B below.		
Enter the amount from line 536 in Part 2 of Schedule 3 (if the amount is negative, show it in brackets)	_____	(b)
Enter 3/4 of line (b)	_____	(c)
Enter the amount from line 043 in Part 3 of Schedule 3 (if the amount is negative, show it in brackets)	_____	(d)
Line (c) plus line (d) (if negative, enter zero)	_____	(e)
If line (e) is zero, you do not have any additional investment income for 1994. In this case, enter zero on line (p) in Chart B below.		
Total net non-eligible taxable capital gains (line (a) or line (e), whichever is less)	_____	(f)

Chart B – Additional investment income

- If line (f) in Chart A includes an amount from a T3 slip, complete all steps in this chart.
- Otherwise, enter the amount from line (f) in Chart A, on line (p) in this chart.

Enter the amount from line (f) in Chart A above	_____	(g)
Enter the amount from box 21 of all 1994 T3 slips	_____	(h)
Enter the amount from box 30 of all 1994 T3 slips	_____	(i)
Line (h) minus line (i)	_____	(j)
Enter the portion, if any, of the amount from line 039 in Part 3 of Schedule 3, used to reduce the gain on line (j) above	_____	(k)
Line (j) minus line (k)	_____	(l)
Enter 3/4 of line (l)	_____	(m)
Enter the amount of non-eligible taxable capital gains included in box 26 of all 1994 T3 slips	_____	(n)
Total: Line (m) plus line (n)	_____	(o)
Additional Investment Income: line (g) minus line (o)	_____	(p)

*** 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 \$24,000) • 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 loss 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: • buy an income averaging annuity contract • pay a premium under a registered retirement savings plan • make a contribution to a registered pension plan • make a contribution to a deferred profit-sharing plan

**** Other property income**

Include: amounts from insurance proceeds in respect of recapture of capital cost allowance (other than amounts already included in 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 income reported by a non-active or a limited partner • other income from a trust • allowable capital loss included in partnership losses of other years after 1985

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 pursuant to a deferred profit-sharing plan • shareholders loans included in income under subsection 15(2)