



2004 CAPITAL GAINS REFUND TO A MUTUAL FUND TRUST

- Use this form to claim a capital gains refund for a mutual fund trust for the 2004 taxation year.
- Attach a completed copy of this form to the *T3 Trust Income Tax and Information Return*.
- **Contents:**
 - Section 1 Federal calculation
 - Section 2 Calculation for most provinces and territories
 - Section 3 Provincial calculation for Ontario
 - Section 4 Provincial calculation for Manitoba
 - Section 5 Provincial calculation for Alberta
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- Calculate a separate provincial or territorial refund for trusts with income earned in more than one province or territory. Base the calculation on the proportion of the total income earned in each province or territory. On line 3 of Section 2, enter the total provincial or territorial refund (except for Ontario, Manitoba, and Alberta). Attach the breakdown of this amount.

Section 1

Federal calculation

Federal refundable capital gains tax on hand

Taxable income for the year × 29% = **a**
 Taxed capital gains for the year,
 paragraph 130(3)(b) **84000** × 29% = **b**
 Federal tax payable for the year (line 37 of Schedule 11) **c**

Refundable capital gains tax on hand at the end of the previous year (line 5 of previous year's T184) **84001** **1**
 Enter whichever amount is **least**: line a, b, or c above **2**
Subtotal (line 1 plus line 2) **3**

Subtract: Federal capital gains refund calculated for the previous taxation
 year (line 22 of previous year's T184) **84004** **4**
Refundable capital gains tax on hand (line 3 minus line 4) **5**

Federal capital gains redemptions

Amount from line 5 × 100 ÷ 14.5 = **6**

Fair market value of all issued units **84007** **7**
 All debts owing **84008** **8**
Subtotal (line 7 plus line 8) **9**

Cost amount of all property **84010** **10**
 Cash on hand **84011** **11**
Subtotal (line 10 plus line 11) **12**

Subtotal (line 9 minus line 12; if negative, enter "0") **13**
 Net total at the end of the year (line 6 plus line 13) **14**

Amount paid in the year to redeem units included in the proceeds of disposition of the redemption **84015** **15**

Capital gains redemptions

Line 15 × line 14 **16**
 Line 15 + line 7 **17**
Subtotal (line 16 divided by line 17) **18**

Amount designated to beneficiaries from units redeemed **84021** × 2 = **19**

Capital gains redemptions (line 18 minus line 19) **20**

Federal capital gains refund

Amount from line 20 × 14.5% = **21**

Federal capital gains refund for the year (amount from line 5 or line 21, whichever is less) **22**

Section 2

Calculation for most provinces and territories

• Separate calculations are required for Ontario, Manitoba, and Alberta. See pages 3 and 4.

• **Provincial and territorial rates**

Newfoundland and Labrador	66.1%	British Columbia	50.7%
Nova Scotia	57.5%	Northwest Territories	46.7%
New Brunswick	57.0%	Yukon	44.0%
Prince Edward Island	57.5%	Nunavut	39.7%
Saskatchewan	51.7%		

Amount from line 22 of Section 1 **1**
 Provincial or territorial rate **x %** **2**
Provincial or territorial capital gains refund (line 1 multiplied by line 2) **3**

Section 3

Provincial calculation for Ontario

Ontario refundable capital gains tax on hand

Taxable income for the year (line 56 of the T3 return)	_____	× 11.16% =	_____	a	
Taxed capital gains for the year (line 01 of the T3 return)	_____	× 11.16% =	_____	b	
Ontario tax payable for the year (line 18 of Form T3ON)	_____		_____	c	
Total of Ontario capital gains refunds (except surtax) allowable in taxation years before 2000			84101 • _____		1
Enter whichever amount is least : line a, b, or c above					2a
Total of amounts from line 2, Section 3 of Form T184 for taxation years after 1999			84102 • + _____		2b
Subtotal (line 2a plus line 2b)		=	_____	+	2
				=	3
Ontario capital gains refund claimed in prior years:					
Line 4 of 2003 Form T184 _____ plus line 7 of 2003 Form T184 _____ =			84104 • - _____		4
Ontario refundable capital gains tax on hand (line 3 minus line 4)		=	_____		5

Ontario capital gains refund

Amount from line 20 of Section 1	_____	× 5.58% =	_____		6
Ontario capital gains refund – amount from line 5 or line 6, whichever is less					7
Surtax : amount from line 11 or line 12 below, whichever is less				+	8
Line 7 _____ - \$3,856 = _____ × 20% = _____					9
Line 7 _____ - \$4,864 = _____ × 36% = _____			+		10
Line 9 plus line 10		=	_____	▶	11
Amount from line 23 of Form T3ON			_____		12
Ontario basic capital gains refund (line 7 plus line 8)				=	13
Additional Ontario capital gains refund (line 29 below)			84114 • + _____		14
Total Ontario capital gains refund (line 13 plus line 14)		=	_____		15

Additional Ontario capital gains refund

If the amounts on line 5 and line 22 in Section 1 are the same, the trust may be entitled to an additional capital gains refund. Use the following steps to calculate the additional refund.

Step 1: Prior-year base amounts

Amount from line 7, Section 3, of Form T184 for 2003	_____				16
Amount from line 18, Section 3, of Form T184 for 2003		+	_____		17
Total prior-year base amount (line 16 plus line 17)		=	_____	▶	18

Step 2: Current-year refundable capital gains tax on hand

Amount from line 5 above _____ **19**

Step 3: Surtax

Line 19 _____ - \$3,856 = _____ × 20% = _____					20
Line 19 _____ - \$4,864 = _____ × 36% = _____			+		21
Amount from line 23, Section 3, of Form T184 for 2003		+	_____		22
Total surtax (add lines 20 to 22)		=	_____	▶	23

Step 4: Refunded amounts

Amount from line 13 above	_____				24
Amount from line 26, Section 3, of Form T184 for 2003		+	_____		25
Total refunded amounts (line 24 plus line 25)		=	_____	▶	26

Step 5: Additional Ontario capital gains refund

Line 18 _____ + line 19 _____ + line 23 _____ =			_____		27
Amount from line 29, Section 3 of Form T184 for 2003 _____ + line 26 _____ =			_____	-	28
Additional Ontario capital gains refund (line 27 minus line 28)		=	_____		29

Section 4

Provincial calculation for Manitoba

Refundable capital gains tax on hand

Taxable income for 2004 (line 56 of 2004 T3 return)	_____	1		
Taxed capital gains for 2004 (line 01 of 2004 T3 return)	_____	2		
Enter the amount from line 1 or line 2, whichever is less	_____		$\times 17.4\% =$	3
Provincial tax for 2004 (line 26 of 2004 Form T3MB)	_____			4
Enter the amount from line 3 or line 4, whichever is less	_____			5
Amount from line 4 of Section 4 of 2003 Form T184	_____			6
Total of trust's Manitoba refundable tax on hand at the end of 2000	_____			7
				8
				9
Capital gains refunds after 2000:				10
Amount from line 7 of Section 4 of 2003 Form T184	_____			
Amount from line 10 of Section 4 of 2003 Form T184	_____	+		
Total of Manitoba capital gains refunds after 2000 (line 9 plus line 10)	_____			
	84408 • =			11
Refundable capital gains tax on hand (line 8 minus line 11)	_____			12
				13
Manitoba capital gains refund				14
Portion of federal capital gains redemptions – amount from line 20, Section 1	_____		$\times 8.7\% =$	
Manitoba capital gains refund (amount from line 12 or line 13, whichever is less)	_____			

Section 5

Provincial calculation for Alberta

Refundable capital gains tax on hand

Refundable flat-rate capital gains tax on hand at the end of the previous taxation year	_____			84204 •	1
Taxable income for the year (line 56 of the T3 return)	_____	$\times 10\% =$	_____		2
Taxed capital gains for the year (line 01 of the T3 return)	_____	$\times 10\% =$	_____		3
Alberta tax payable for the year (line 22 of Form T3AB)	_____				4
Enter whichever amount is least : line 2, 3, or 4	_____			+	5
				=	6
					7
Provincial flat-rate capital gains refund calculated for previous taxation year	_____			84209 • -	8
Refundable capital gains tax on hand (line 6 minus line 7)	_____			=	
					9
Capital gains redemptions					10
Amount from line 8	_____	$\times 100 \div 5 =$	_____		11
Fair market value of all issued units	_____	+			12
All debts owing	_____				13
					14
					15
Cost amount of all property	_____	+			16
Cash on hand	_____				17
					18
					19
					20
					21
					22
					23
					24
					25
					26

Section 6		Total capital gains refund for 2004	
Federal capital gains refund – Section 1, line 22			1
Provincial and territorial capital gains refunds	Section 2, line 3	+	2
	Section 3, line 15	+	3
	Section 4, line 14	+	4
	Section 5, line 26	+	5
Total capital gains refund (add lines 1 to 5). Enter the amount from line 6 on line 89 of the T3 return.		=	6

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