



2007 CAPITAL GAINS REFUND TO A MUTUAL FUND TRUST

- Use this form to claim a capital gains refund for a mutual fund trust for the 2007 tax 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
 - Section 6 Total capital gains refund for 2007
- 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 $\times 29\% =$ **a**
 Taxed capital gains for the year,
 paragraph 130(3)(b) **84000** $\times 29\% =$ **b**
 Federal tax payable for the year (line 44 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**
 **=** **3**

Subtotal (line 1 plus line 2)

Subtract: Federal capital gains refund calculated for the previous tax year
 (line 22 of previous year's T184) **84004** **-** **4**
Refundable capital gains tax on hand (line 3 minus line 4) **84005** **=** **5**

Federal capital gains redemptions

Amount from line 5 $\times 100 \div 14.5 =$ **6**

Fair market value of all issued units **84007** **7**
 All debts owing **84008** **+** **8**
 **=** **9**

Subtotal (line 7 plus line 8)

Cost amount of all property **84010** **10**
 Cash on hand **84011** **+** **11**
 **=** **12**

Subtotal (line 10 plus line 11) **-** **12**
 **=** **13**

Subtotal (line 9 minus line 12; if negative, enter "0")

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 \times line 14 **16**
 Line 15 $+$ line 7 **17**
 **=** **18**

Subtotal (line 16 divided by line 17)

Amount designated to beneficiaries from units redeemed **84021** $\times 2 =$ **19**

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

Federal capital gains refund

Amount from line 20 $\times 14.5\% =$ **21**

Federal capital gains refund for the year (amount from line 5 or line 21, whichever is **less**) **84020** **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	64.3%	British Columbia	50.7%
Nova Scotia	57.5%	Northwest Territories	48.4%
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 \times **%** **2**
Provincial or territorial capital gains refund (line 1 multiplied by line 2) **=** **84051** **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 19 of Form T3ON)	_____		_____	c
Total of Ontario capital gains refunds (except surtax) allowable in tax years before 2000			84101 • _____	1
Enter whichever amount is least : line a, b, or c above			_____	2a
Amount from line 2, Section 3, of 2006 Form T184		84102 • +	_____	2b
Subtotal (line 2a plus line 2b)		=	_____	2
			+ _____	3
			= _____	3
Subtotal (line 1 plus line 2)				
Ontario capital gains refund claimed in previous years:				
Line 4, Section 3, of 2006 Form T184	_____		16	
Line 7, Section 3, of 2006 Form T184	+ _____		17	
Subtotal (line 16 plus line 17)		=	_____	4
Ontario refundable capital gains tax on hand (line 3 minus line 4)			84105 ■ = _____	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 _____ - \$4,100 = _____ × 20% = _____			9	
Line 7 _____ - \$5,172 = _____ × 36% = _____			+ _____	10
Line 9 plus line 10		=	_____	11
Amount from line 24 of Form T3ON			_____	12
Ontario basic capital gains refund (line 7 plus line 8)			= _____	13
Additional Ontario capital gains refund (line 33 below)			84114 • + _____	14
Total Ontario capital gains refund (line 13 plus line 14)			84115 ■ = _____	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: Previous-year base amounts

Amount from line 7, Section 3, of Form T184 for 2006	_____	16		
Amount from line 18, Section 3, of Form T184 for 2006	+ _____	17		
Total previous-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 _____ - \$4,100 = _____ × 20% = _____	20			
Line 19 _____ - \$5,172 = _____ × 36% = _____		+ _____	21	
Amount from line 23, Section 3, of Form T184 for 2006		+ _____	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 2006	+ _____	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 26 above	_____	28		
Amount refunded under subsection 4(9.1) of the <i>Income Tax Act (Ontario)</i> in 1999	+ _____	29		
Amount from line 41, Section 3, of Form T184 for 2000	+ _____	30		
Total of amounts from line 29, Section 3, of Form T184 for years after 2000		+ _____	31	
Subtotal (add lines 28 to 31)		=	_____	32
Additional Ontario capital gains refund (line 27 minus line 32)			- _____	33
			= _____	33

Section 4

Provincial calculation for Manitoba

Refundable capital gains tax on hand

Taxable income for 2007 (line 56 of the T3 return)	_____	1		
Taxed capital gains for 2007 (line 01 of the T3 return)	_____	2		
Enter the amount from line 1 or line 2, whichever is less	_____		$\times 17.4\% =$	_____
Manitoba tax for 2007 (line 27 of Form T3MB)	_____			_____
Enter the amount from line 3 or line 4, whichever is less	_____			_____
Amount from line 5 of Section 4 of 2006 Form T184	_____		84409 • +	_____
Total of amounts from lines 5 to 7 of Section 4 of 2005 Form T184	_____		84410 • +	_____
Total of trust's Manitoba refundable tax on hand at the end of 2000	_____		84407 • +	_____
			Subtotal (add lines 5 to 8)	_____

Capital gains refunds Amount from line 12 of Section 4 of 2006 Form T184	_____			10
after 2000: Amount from line 15 of Section 4 of 2006 Form T184	_____		+	_____
Total of Manitoba capital gains refunds after 2000	_____			11
(line 10 plus line 11)	_____		84408 • =	_____

Refundable capital gains tax on hand (line 9 minus line 12)	_____			_____

Manitoba capital gains refund

Portion of federal capital gains redemptions (amount from line 20, Section 1)	_____		$\times 8.7\% =$	_____	14
Manitoba capital gains refund (amount from line 13 or line 14, whichever is less)	_____			84307 ■	_____
					15

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 tax 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 23 of Form T3AB)	_____			_____		_____	4
Enter whichever amount is least : line 2, 3, or 4	_____					+	_____
						=	_____
			Subtotal (line 1 plus line 5)				_____

Provincial flat-rate capital gains refund calculated for previous tax year	_____				84209 •	-	_____
						=	_____
Refundable capital gains tax on hand (line 6 minus line 7)	_____						_____

Capital gains redemptions

Amount from line 8	_____		$\times 100 \div 5 =$	_____			_____	9
Fair market value of all issued units	_____			_____			10	
All debts owing	_____		+	_____			11	
				_____			12	
			Subtotal (line 10 plus line 11)				_____	
							13	
Cost amount of all property	_____		+	_____			14	
Cash on hand	_____			_____			15	
			Subtotal (line 13 plus line 14)				_____	
							16	
			Subtotal (line 12 minus line 15 – if negative, enter "0")				_____	
							17	
Net total at the end of the year (line 9 plus line 16)	_____						_____	
							18	
Amount paid in the year to redeem units included in the proceeds of disposition of the redemption	_____						_____	

Capital gains redemptions

Line 18	_____		\times line 17	_____			_____	19
Line 18	_____		+	line 10	_____		_____	20
							_____	21
Subtotal (line 19 divided by line 20)	_____						_____	
							22	
Amount designated to beneficiaries from units redeemed	_____		$\times 2 =$	_____			_____	23
							_____	24
Subtotal (line 21 minus line 22)	_____						_____	
							_____	25
Alberta rate	_____		\times	5%			_____	
							_____	26
Capital gains redemptions (line 23 multiplied by line 24)	_____						_____	

Capital gains refund for the year (amount from line 8 or line 25, whichever is less)	_____						84203 ■	_____

Total capital gains refund for 2007

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 15	+	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

Attach a completed copy of this form to the T3 Trust Income Tax and Information Return.