

T3 -

**DISPOSITIONS OF CAPITAL PROPERTY**

- Enter the applicable taxation year in the box above.
- A trust cannot claim any loss amount that was transferred to a deceased person's final T1 return under subsection 164(6).
- If the trust had deemed realizations from the 21-year rule, had a business investment loss in the year, is claiming a capital gains reduction on capital gains from a flow-through entity, or completed Schedule 1A, you have to complete the charts in Appendix A of the guide, before completing this schedule.
- For more information, see Chapter 3 in the *T3 Trust Guide*.
- Attach a separate sheet of paper if you need more space.

**Note:** Do not use this schedule to claim an allowable business investment loss from disposing of shares or debts of a small business corporation (see Line 25 in the guide).

**Part 1 - Total capital gains (or losses)**  
**BEFORE February 28, 2000**  
**(Period 1)**

(1) Year of acquisition	(2) Proceeds of disposition	(3) Adjusted cost base	(4) Outlays and expenses (from dispositions)	(5) Gain (or loss) (column 2 minus columns 3 and 4)
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**Qualified small business corporation shares**

No. of shares	Name of corporation and class of shares										
<b>Total</b>											
										Gain (or loss)	

131 •

**Qualified farm property**

Address or legal description											
<b>Total</b>											
										Gain (or loss)	+

132 •

**Mutual fund units and other shares**

No. of shares	Name of fund or corporation and class of shares										
<b>Total</b>											
										Gain (or loss)	+

133 •

**Bonds, debentures, promissory notes, and other properties**

Face value	Maturity date	Name of issuer									
<b>Total</b>											
										Gain (or loss)	+

134 •

**Real estate and depreciable property (do not include losses on depreciable property)**

Address or legal description											
<b>Total</b>											
										Gain (or loss)	+

135 •

**Personal-use property (full description)**

											+
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136 •

**Listed personal property (LPP) (full description)**

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137 •

**Note:** You can only apply LPP losses against LPP gains.

Enter the total of unused LPP losses from dispositions of LPP in other periods, from line 8 of Form T1055, and unapplied LPP losses from other years (provide details).

<b>Net gain (line 137 minus line 138)</b>	+	
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139 •

**Information slips - Capital gains (or losses) (attach T3, T5, T4PS, and T5013 slips)**

Capital losses from a reduction in business investment loss	-	
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140 •

Capital gains reduction on flow-through entities	-	
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143 •

<b>Total of amounts in column 5 before reserves (add lines 131 to 136, 139, and 140, then subtract lines 143 and 144)</b>	=	
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144 •

Capital gains (losses) from reserves (line 216, column 3 of Schedule 2)	+	
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146 •

<b>Subtotal (line 146 plus line 147)</b>	=	
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147 •

Adjusted capital gains on gifts of certain capital property (line 203 of Schedule 1A)	+	
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148 •

Capital gains from gifts of other capital property (see Lines 149, 199, and 119 in the guide)	B •	
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149 •

<b>Total capital gains (or losses) before February 28, 2000 (add lines 148 and 149).</b>	=	
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202

Total of the amount from line 8 of Chart 1 in Appendix A of the guide	+	
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D

<b>Net capital gain (loss) before February 28, 2000 (line 202 plus line D)</b>	=	
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E

Multiply the amount on line E by 3/4	=	
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F

If you do not have to complete Part 2 or Part 3, go to Section I in Part 4. Otherwise, continue.

(Ce formulaire existe en français.)

**Part 2 - Total capital gains (or losses)  
AFTER February 27, 2000, but  
BEFORE October 18, 2000 (Period 2)**

(1) Year of acquisition	(2) Proceeds of disposition	(3) Adjusted cost base	(4) Outlays and expenses (from dispositions)	(5) Gain (or loss) (column 2 minus columns 3 and 4)
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**Qualified small business corporation shares**

No. of shares	Name of corporation and class of shares									
<b>Total</b>									Gain (or loss)	181 ●

**Qualified farm property**

Address or legal description										
<b>Total</b>									Gain (or loss)	+ 182 ●

**Mutual fund units and other shares**

No. of shares	Name of fund or corporation and class of shares									
<b>Total</b>									Gain (or loss)	+ 183 ●

**Bonds, debentures, promissory notes, and other properties**

Face value	Maturity date	Name of issuer								
<b>Total</b>									Gain (or loss)	+ 184 ●

**Real estate and depreciable property (do not include losses on depreciable property)**

Address or legal description										
<b>Total</b>									Gain (or loss)	+ 185 ●

**Personal-use property (full description)**

										+ 186 ●
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**Listed personal property (LPP) (full description)**

										187 ●
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**Note:** You can only apply LPP losses against LPP gains.

Enter the total of unused LPP losses from dispositions of LPP in other periods, from line 8 of Form T1055, and unapplied LPP losses from other years (provide details).

										- 188 ●
<b>Net gain (line 187 minus line 188)</b>										+ 189

**Information slips – Capital gains (or losses)** (attach T3, T5, T4PS, and T5013 slips)

Capital losses from a reduction in business investment loss										+ 190 ●
Capital gains reduction on flow-through entities										- 193 ●
<b>Total of amounts in column 5 before reserves</b> (add lines 181 to 186, 189 and 190, then subtract lines 193 and 194)										- 194 ●
Capital gains (losses) from reserves (line 226, column 2 of Schedule 2)										= 196
<b>Subtotal</b> (line 196 minus line 197)										+ 197 ●
Adjusted capital gains on gifts of certain capital property (line 204 of Schedule 1A)										= 198
Capital gains from gifts of other capital property (see Lines 149, 199, and 119 in the guide)										+ 199 ●
<b>Total capital gains (or losses) after February 27, 2000, but before October 18, 2000</b> (add lines 198 and 199).										= 201
Total of the amount from line 16 of Chart 2 in Appendix A of the guide										+ <b>G</b>
<b>Net capital gain (loss) after February 27, 2000, but before October 18, 2000</b> (line 201 plus line G)										= <b>H</b>
Multiply the amount on line H by 2/3										= <b>I</b>

**Part 3 - Total capital gains (or losses)  
AFTER October 17, 2000 (Period 3)**

(1) Year of acquisition	(2) Proceeds of disposition	(3) Adjusted cost base	(4) Outlays and expenses (from dispositions)	(5) Gain (or loss) (column 2 minus columns 3 and 4)
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**Qualified small business corporation shares**

No. of shares	Name of corporation and class of shares									
<b>Total</b>									Gain (or loss)	101 •

**Qualified farm property**

Address or legal description										
<b>Total</b>									Gain (or loss) +	102 •

**Mutual fund units and other shares**

No. of shares	Name of fund or corporation and class of shares									
<b>Total</b>									Gain (or loss) +	103 •

**Bonds, debentures, promissory notes, and other properties**

Face value	Maturity date	Name of issuer								
<b>Total</b>									Gain (or loss) +	104 •

**Real estate and depreciable property (do not include losses on depreciable property)**

Address or legal description										
<b>Total</b>									Gain (or loss) +	105 •

**Personal-use property (full description)**

									+	106 •

**Listed personal property (LPP) (full description)**

										107 •

**Note:** You can only apply LPP losses against LPP gains.

Enter the total of unused LPP losses from dispositions of LPP in other periods, from line 8 of Form T1055, and unapplied LPP losses from other years (provide details).

									-	108 •
<b>Net gain (line 107 minus line 108)</b>									+	109

**Information slips – Capital gains (or losses) (attach T3, T5, T4PS, and T5013 slips)**

Capital losses from a reduction in business investment loss										
Capital gains reduction on flow-through entities										
<b>Total of amounts in column 5 before reserves</b> (add lines 101 to 106, 109, and 110, then subtract lines 113 and 114)										
Capital gains (losses) from reserves (line 236, column 2 of Schedule 2)										
<b>Subtotal</b> (line 116 minus line 117)										
Adjusted capital gains on gifts of certain capital property (line 195 of Schedule 1A)										
Capital gains from gifts of other capital property (see Lines 149, 199, and 119 in the guide)										
<b>Total capital gains (or losses) after October 17, 2000</b> (add lines 118 and 119).										
Total of the amount from line 24 of Chart 3 in Appendix A of the guide										
<b>Net capital gain (loss) after October 17, 2000</b> (line 121 plus line J)										
Multiply the amount on line K by 1/2										

Go to Section I in Part 4.

**SECTION I**

Complete lines 1 to 9. Enter "0" on lines that you do not apply to the trust or that the trust has calculated to be "0".

Enter the amount from line E in Part 1		1	Enter the amount from line 202		6
Enter the amount from line H in Part 2	+	2	Enter the amount from line 201	+	7
Total of lines 1 and 2	=	3	Enter the amount from line 121	+	8
Enter the amount from line K in Part 3	+	4			
Total of lines 3 and 4	=	5	Total of lines 6, 7, and 8	=	9

**Determining the trust's inclusion rate** (the rate used to calculate trust's taxable capital gains or net capital loss):

Read the following instructions very carefully.

The trust's inclusion rate is determined by the FIRST instruction that applies to the trust.

- Complete Section II – if lines 1, 2, and 4 are either all gains or all losses; or  
– if one of lines 1, 2, and 4 is "0" and the other two are either both gains or are both losses.
- Complete Section III – if lines 1, 2, and 5 are all gains, line 4 is a loss, and none of lines 1 to 5 is "0"; or  
– if lines 1, 2, and 5 are all losses, line 4 is a gain, and none of lines 1 to 5 is "0".
- Complete Section IV – if lines 3 and 4 are either both gains or are both losses (and neither is "0").

If Sections II, III, or IV do not apply, on line 16 below:

- Enter 2/3: – if line 1 is "0" and lines 3 and 5 are either both gains or are both losses (and neither is "0"); or  
– if lines 2, 3, and 5 are either all gains or are all losses (and line 2 is not "0").
- Enter 3/4: – if lines 1, 3, and lines 5 are either all gains or are all losses (and line 5 is not "0").
- In all other cases: – if the trust's year end is before February 28, 2000, enter 3/4;  
– if the trust's year end is after February 27, 2000, but before October 18, 2000, enter 2/3; or  
– if the trust's year end is after October 17, 2000, enter 1/2.

**SECTION II**

Total of lines F, I, and L		=	/	10
Divided by: Amount from line 5				Go to line 16

**SECTION III**

Total of lines F and I		=	/	11
Divided by: Amount from line 3				Go to line 16

**SECTION IV**

If lines 1 and 3 are both gains (or both losses), multiply line 3 by 3/4; or  
If lines 2 and 3 are both gains (or both losses), multiply line 3 by 2/3.

Enter the amount from line L in Part 3		12
	+	13
Add lines 12 and 13	=	14

Amount from line 14		=	/	15
Divided by: Amount from line 5				Go to line 16

Enter the inclusion rate that applies to the trust from Section I, II, III, or IV above		/	16
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**Taxable capital gains (or net capital loss):**

Multiply the amount on line 9 by the inclusion rate you entered on line 16.

Enter the taxable capital gains on line 01 of the trust's return.

If the trust has a net capital loss, see line 01 in the guide.

17		122
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