SCHEDULE 7 - STATEMENT OF PENSION INCOME ALLOCATIONS OR DESIGNATIONS

- Complete this schedule if the testamentary trust is designating pension income to beneficiaries, and you want the beneficiaries to have favourable treatment on their T1 returns for that pension income. You need the amounts from this schedule to complete Schedule 9. You have to designate the pension income and record it in the appropriate box on the beneficiary's T3 Supplementary.
- You can allocate all pension income as "Other Income" in box 26 of the T3 Supplementary. In this case, you do not need to complete this schedule, and the beneficiaries will not have favourable treatment on their T1 returns.
- **Amounts recorded at line 922** are eligible income for transfer to a registered retirement savings plan or registered pension plan under paragraph 60(j).
- **Amounts recorded at line 931** are eligible pension income for purposes of the pension income non-refundable tax credit under subsection 118(3).
- **Amounts recorded at line 936-1** are eligible amounts for the purpose of acquiring an annuity as described in subclause 60(l)(v)(B.1)(II).
- Do not write in the shaded areas.

Total pension income being allocated or designated

	Lump-sum pension benefits line 922	Other income line 926	Eligible pension income line 931	Eligible for annuity of a minor line 936-1
1. **Lump-sum payment from registered pension plan** from box 18 of T4A Supplementary that was:				
a) designated to a spouse				
b) received by the trust and designated to a beneficiary who was under 18 at the time the person died and was a child or grandchild of the deceased (a minor)				
c) received by the trust and the beneficiary is not a person described in (a) or (b)				
2. **Life annuity out of a superannuation or pension plan** from box 16 of T4A Supplementary that was:				
a) received by the trust and designated to a spouse				
b) received by the trust and the beneficiary is not a spouse				
3. **Life annuity out of a pension plan for the deceased person's services while not a resident of Canada** that was:				
a) received by the trust and designated to a spouse				
b) received by the trust and the beneficiary is not a spouse				
4. **Lump-sum payment out of a pension plan for the deceased person's services while not a resident of Canada** that was:				
a) received by the trust and designated to a spouse or former spouse				
b) received by the trust and the beneficiary is not a spouse or former spouse				
5. **Lump-sum payment out of a foreign retirement arrangement received for the deceased person's, or the deceased person's spouse or former spouse's contributions to the plan** that was:				
a) received by the trust and designated to a spouse				
b) received by the trust and the beneficiary is not a spouse				
6. **Lump-sum payment from a deferred profit-sharing plan** from box 18 of T4A Supplementary that was:				
a) received by the trust and designated to a spouse				
b) received by the trust and the beneficiary is not a spouse				
7. **Periodic payments from an annuity of a minor** (see 1 (b) above for description of minor) that was:				
a) received by the trust				
Total pension income being allocated or designated				
Total cannot be more than either the pension income reported at line 02 on page 2 of the T3 return, or the amount entered at line 46 on page 2 of the T3 return, whichever amount is less — Line 922 _____ / Line 926 _____ / Total pension income _____	Transfer this amount to line 922 of Schedule 9	Transfer this amount to line 926 of Schedule 9	Transfer this amount to line 931 of Schedule 9	Transfer this amount to line 936-1 of Schedule 9