

- Enter the applicable taxation year in the box above.
- Complete this schedule if you claimed a reserve on the disposition of the trust's capital property at the end of the previous year, or are claiming a reserve on the disposition of the trust's capital property at the end of the current taxation year.
- Use the information from this schedule to complete Schedule 1, *Dispositions of Capital Property*, Schedule 3, *Eligible Taxable Capital Gains*, and Schedule 12, *Minimum Tax*.
- A trust cannot claim a reserve if, at the end of the year, or at any time in the immediately following year, it was not a resident of Canada or was exempt from tax. This restriction does not apply to a charitable gift of a non-qualifying security.
- **Time limit for reserves:**
In most cases, you can only claim a reserve for four years. However, if the disposition occurred before November 13, 1981, there is an exception. For more details on the time limit and on how to calculate a reserve, get Interpretation Bulletin IT-236, *Reserves – Disposition of Capital Property*.

Reserves on dispositions of capital property	1 Previous-year reserve	2 Current-year reserve	3 Column 1 minus column 2 (see note below)
*Part 1 – For dispositions of property BEFORE February 28, 2000 (Period 1)			
For dispositions after November 12, 1981, from:			
• Qualified farm property			211
• Qualified small business corporation shares			212
• Other property			214
For dispositions before November 13, 1981			
			215
Total (add lines 211 to 215)			216
*Part 2 – For dispositions of property AFTER February 27, 2000, but BEFORE October 18, 2000 (Period 2)			
• Qualified farm property			221
• Qualified small business corporation shares			222
• Other property			224
Total (add lines 221 to 224)			226
*Part 3 – For dispositions of property AFTER October 17, 2000 (Period 3)			
• Qualified farm property			231
• Qualified small business corporation shares			232
• Other property			234
Total (add lines 231 to 234)			236

* A prior year reserve has to be brought into income on the first day of the trust's taxation year. If the first day of the trust's taxation year is NOT January 1, 2000, enter the prior year reserves in the appropriate period. (e.g. If the trust's taxation year begins on October 30, 2000, any prior year reserves should be entered in Period 3.)

- Note**
- Transfer the total from line 216, column 3, to line 147 in Part 1 of Schedule 1. If line 216 is a loss, put the amount in brackets.
 - Transfer the total from line 226, column 2, to line 197 in Part 2 of Schedule 1. If line 226 is a loss, put the amount in brackets.
 - Transfer the total from line 236, column 2, to line 117 in Part 3 of Schedule 1. If line 236 is a loss, put the amount in brackets.
 - If the trust is claiming reserves for dispositions before November 13, 1981, contact us.
 - For 1997 and subsequent taxation years, a trust that makes a charitable gift of a non-qualifying security may claim a reserve for any gain realized from the gift. Include the reserve on line 214 if the gift was made before February 28, 2000. If the gift was made after February 27, 2000, but before October 18, 2000, include the reserve on line 224. If the gift was made after October 17, 2000, include the reserve on line 234.