

**TRUST SCHEDULE 2**

**CALCULATION OF RESERVES ON DISPOSITIONS OF CAPITAL PROPERTY AND CALCULATION OF NET TAXABLE CAPITAL GAINS**

- For use by a Trust to complete Trust Schedules 1, 3, 6 and 12.

Name of Trust	Account Number	Taxation Year
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**PART I – Summary of Reserves on Dispositions of Capital Property**

- Column (3) – Capital gain amount from reserves to be reported on Trust Schedule 1, line 117. To determine this amount, subtract column (2) from column (1). A negative amount may occur if there is a current year disposition reported on Trust Schedule 1. (If negative, show amounts in brackets.)
- Columns (4), (5) and (6) – Breakdown of current year capital gain from column (3) to show the year in which the disposition occurred.

Reserves on Dispositions of Capital Property	(1)	(2)	(3)	(4) (5) (6)		
	Prior year reserve	Current year reserve	Difference [col. (1) less col. (2)] Total amount to be included in current year Capital Gain. See NOTE	Enter amount from column (3) as applicable in respect of disposition occurring in:		
				1984 and prior years	1985	1986 and subsequent years
<b>A. In respect of dispositions occurring after 1984</b>						
1. From Qualified Farm Property			▶			210
(a) 1985 dispositions			▶			
(b) 1986 and subsequent year dispositions			▶			
2. From Qualified Small Business corporation shares, dispositions after June 17, 1987			▶			
3. From other property			▶			213
(a) 1985 dispositions			▶			
(b) 1986 and subsequent year dispositions			▶			
<b>B. In respect of all dispositions occurring before 1985</b>			▶		215	
<b>TOTAL</b>						216

Report total of column (3) on Trust Schedule 1, line 117.  
NOTE: If column (2) exceeds column (1), use brackets to show negative amount.

Report total of columns (5) and (6) on Trust Schedule 3, line 302.

**PART II - Trust's Net Taxable Capital Gains for Current Year**

Taxable Capital Gains less Allowable Capital Losses (Trust Schedule 1, line 122)	220
Subtract: Net Capital Losses of other years deducted (line 52, page 4 of T3 Return)	221
<b>Net Taxable Capital Gains for current year</b> (subtract line 221 from line 220, if negative, enter 0)	222
<b>Net Taxable Capital Gains Designated† in current year</b> (cannot exceed line 222)	223

†Designated by the trust to be a taxable capital gain of a particular beneficiary (after the trust has selected [(s.s. 104(13.2))] the portion of taxable capital gains, paid to beneficiaries, that will be taxed in the trust).