

- 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, *Summary of Dispositions of Capital Property*, Schedule 3, *Calculation of a Trust's Eligible Taxable Capital Gains*, and Schedule 12, *Calculation of Minimum Tax*.
- Column 3 is the capital gain amount from reserves you have to report on line 117 of Schedule 1.
- 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.
- For details on how to calculate a reserve, get Interpretation Bulletin IT-236, *Reserves - Disposition of Capital Property*.

	1	2	3
Reserves on dispositions of capital property	Previous-year reserve	Current-year reserve	Column 1 minus column 2 (see note below)  Include the total in current-year capital gains
<b>For dispositions after 1984</b> from:			
• Qualified farm property			
– 1985 dispositions			210
– 1986 and subsequent-year dispositions			211
• Qualified small business corporation shares dispositions after June 17, 1987			
			212
• Other property			
			214
<b>For dispositions before 1985</b>			
			215
Total			216

**Note**

If the amount in column 2 is more than the amount in column 1, use brackets in column 3 to show the negative amount.

If the trust is claiming reserves related to dispositions before 1986, transfer 25% of the amounts from lines 210 and 215 in columns 1 and 2 to the chart for line 1203, Schedule 12.

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. For more information, get the income tax guide called *Capital Gains*.

Transfer the total from column 3 (line 216) to line 117 of Schedule 1.