



## T3 Provincial or Territorial Foreign Tax Credit for Trusts

Use this form to calculate the **non-business** foreign tax credit for 2021, which a trust can deduct from the income tax payable to the province or territory it resided in at the end of the tax year.

This form does not apply to residents of Quebec. If a trust is a resident of Manitoba and subject to minimum tax, it cannot claim a provincial foreign tax credit.

Before you complete this form, calculate the trust's federal foreign tax credit by using Form T3 FFT, T3 Federal Foreign Tax Credits for Trusts. If the amount of the federal non-business foreign tax credit the trust is entitled to deduct is equal to the foreign non-business tax the trust paid, the provincial or territorial foreign tax credit would be zero. If this is the case, you do not have to complete this form.

**Attach a completed copy of this form to the trust's return.** If the trust paid foreign non-business income tax to more than one foreign country, calculate the trust's credit for each country on a separate sheet and send a copy with the trust's return. Add the totals to line 5 of Form T3 PFT, T3 Provincial or Territorial Foreign Tax Credit for Trusts.

If the trust has paid foreign non-business income tax of \$200 or less, and no foreign business income tax, then no separate calculations are necessary. Only send one Form T3 PFT.

<b>Country or countries for which the trust is making this claim:</b>			
Enter the amount from line 1 of Form T3 FFT, T3 Federal Foreign Tax Credits for Trusts.		_____	<b>1</b>
Enter the amount from line 3 of Form T3 FFT, T3 Federal Foreign Tax Credits for Trusts. If the trust is subject to minimum tax for 2021, see the <a href="#">Note</a> .		_____	<b>2</b>
Line 1 minus line 2		= _____	<b>3</b>
Net foreign non-business income*	×	Provincial or territorial tax otherwise payable***	= _____
Divided by: Net income**			<b>4</b>
Enter the amount from line 3 or line 4, whichever is <b>less</b> . The amount on line 5 should not be more than the amount entered on the line above for provincial or territorial tax otherwise payable.		<b>Provincial or territorial foreign tax credit</b>	<b>5</b>
Enter the amount from line 5 on the line for the provincial or territorial foreign tax credit of the appropriate T3 provincial or territorial form. If the trust has to pay tax to more than one province or territory, enter the amount from line 5 on the applicable line in Part 3 of Form T3MJ, T3 Provincial and Territorial Taxes – Multiple Jurisdictions, only for the province or territory the trust resided in on the last day of the tax year.			

**\* Net foreign non-business income**

Enter on Form T3 FFT the amount reported as net foreign non-business income in the calculation of line 2.

**\*\* Net income**

Enter on Form T3 FFT the amount reported as net income in the calculation of line 2.

If the trust was a resident of Canada for part of the year, include the income for the part of the year it was a resident of Canada plus any income and losses referred to in paragraphs 115(1)(a) to (c) of the federal Income Tax Act as reported on the trust's Canadian return, for the part of the year the trust was not a resident of Canada.

If the trust paid tax to more than one province or territory in 2021, calculate net income according to note (c) of Form T3 FFT. Use the amount allocated to the trust's province or territory of residence in column 4, Part 1 of Form T3MJ **instead of** line 31 of the trust's return.

**\*\*\* Provincial or territorial tax otherwise payable**

If the trust was a resident of a province or territory other than **Ontario, Alberta, or British Columbia**, enter the amount of tax calculated **before** determining the provincial or territorial foreign tax credit from the appropriate T3 provincial or territorial form. If the trust has to pay tax to more than one province or territory, enter the amount from the applicable section of part 3 of Form T3MJ for the province or territory in which the trust resided at the end of the tax year.

If the trust was a resident of **Ontario**, enter the amount from line 28 of Form T3ON. If the trust paid tax to more than one province or territory in 2021, enter the amount from line 28 of Section T3ONMJ in Part 3 of Form T3MJ.

If the trust was a resident of **Alberta**, calculate the trust's provincial or territorial tax otherwise payable by adding the amounts from lines 17 and 18 to the amount from line 23 of Form T3AB or by adding the amounts from lines 17 and 18 to the amount from line 31, Section T3ABMJ of Form T3MJ.

If the trust was a resident of **British Columbia**, enter the amount from line 26 of Form T3BC. If the trust paid tax to more than one province or territory in 2021, the trust's provincial or territorial tax otherwise payable is the amount from line 36, Section T3BCMJ, of Form T3MJ minus any amount, of British Columbia additional tax for minimum tax purposes from line 27, Section T3BCMJ of Form T3MJ.

**Note**

If the trust was a resident of a province or territory, other than British Columbia, Manitoba or Ontario, and is subject to minimum tax for 2021, enter on line 2 the part of the special foreign tax credit (line 39 of Schedule 12, Minimum Tax) that relates to non-business income tax the trust paid to a foreign country for 2021.

**If the trust was a resident of Ontario and is subject to minimum tax for 2021:**

- If the total non-business income tax paid by the trust to all foreign countries is \$200 or less, calculate the ratio of the amount from line 34A of Schedule 12, Minimum Tax over the sum of line 34A and line 35 of the schedule. Enter the product of this ratio and the special foreign tax credit (line 39 of Schedule 12, Minimum Tax) on line 2: otherwise
- For each country, calculate the ratio of the amount from line 1 for that country over the trust's total foreign taxes for 2021 (the sum of line 34A and line 35 of Schedule 12, Minimum Tax) and enter the product of this ratio and the special foreign tax credit (line 39 of Schedule 12, Minimum Tax) on line 2 of the sheet for that country.