



## Capital Gains Refund to a Mutual Fund Trust

- **Use this form to claim a capital gains refund for a mutual fund trust for the 2020 tax year.**
- Attach a completed copy of this form to the completed Form T3RET, T3 Trust Income Tax and Information Return.
- **Contents**
  - Section 1 – Federal calculation
  - Section 2 – Calculation for most provinces and territories
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- If the trust earned income in more than one province or territory:
  - In Section 2, use a worksheet to make a separate calculation for each province or territory. The amount you enter on line 1 of Section 2 for each province or territory is the amount from line 22 of Section 1, multiplied by the proportion of the trust's total income for the year, which was earned in that province or territory. After you complete all the calculations, enter the total provincial and territorial refund on line 3. Attach your worksheet to this form.
  - For Ontario, Manitoba, and Alberta, complete Section 3, 4, or 5, as applicable. Multiply the amounts of taxable income for the year, the taxed capital gains for the year, and the capital gains redemptions by the proportion of the trust's income earned in the province for the year.
- If you are a specified investment flow-through trust, go to [canada.ca/cra-sift-trust](https://canada.ca/cra-sift-trust).

## Section 1 – Federal calculation

## Federal refundable capital gains tax on hand

Taxable income for the year (line 56 of the T3 return)		x	=		a
Taxed capital gains for the year (paragraph 130(3)(b) of the Income Tax Act)	84000	x	=		b
Federal tax payable for the year (line 33 of Schedule 11)					c
Refundable capital gains tax on hand at the end of the previous year (line 5 of previous year's Form T184)	84001				• 1
Enter whichever amount is the <b>least</b> : line a, b, or c above.	84002	+			2
<b>Subtotal</b> (line 1 plus line 2)		=			3
Federal capital gains refund calculated for the previous tax year (line 22 of previous year's Form T184)	84004	-			• 4
<b>Refundable capital gains tax on hand</b> (line 3 minus line 4)	84005	=			5

## Federal capital gains redemptions

Amount from line 5		x	÷	=		6
Fair market value of all issued units	84007				• 7	
All debts owing	84008	+			• 8	
<b>Subtotal</b> (line 7 plus line 8)		=			9	
Cost amount of all property	84010				• 10	
Cash on hand	84011	+			• 11	
<b>Subtotal</b> (line 10 plus line 11)		=		▶ -		12
<b>Subtotal</b> (line 9 minus line 12; if negative, enter "0")		=		▶ +		13
Net total at the end of the year (line 6 plus line 13)						14
Amount paid in the year to redeem units included in the proceeds of disposition of the redemption	84015				• 15	

## Capital gains redemptions

Amount from line 15 multiplied by amount from line 14						16
Amount from line 15 plus the amount from line 7				÷		17
<b>Subtotal</b> (line 16 divided by line 17)				=		18
Amount designated to beneficiaries from units redeemed	84021	x	=		• 19	
<b>Capital gains redemptions</b> (line 18 minus line 19)	84045	=			20	

## Federal capital gains refund

Amount from line 20		x	=			21
<b>Federal capital gains refund for the year</b> (amount from line 5 or line 21, whichever is less)	84050					22

## Section 2 – Calculation for most provinces and territories

## Provincial and territorial rates

Newfoundland and Labrador	58.00%	British Columbia	50.91%
Nova Scotia	57.50%	Northwest Territories	42.58%
New Brunswick	57.00%	Yukon	42.67%
Prince Edward Island	57.50%	Nunavut	34.85%
Saskatchewan	43.94%		

Amount from line 22 of Section 1					1
Provincial or territorial rate		x		%	2
<b>Provincial or territorial capital gains refund</b> (line 1 multiplied by line 2)	84051	=			3

Separate calculations are required for Ontario, Manitoba, and Alberta. See pages 3 and 4.

## Section 3 – Calculation for Ontario

## Ontario refundable capital gains tax on hand

**Note:** Due to a legislative change that affects the calculation of refundable tax on hand at the end of 2008, all Ontario mutual fund trusts with a balance of refundable tax on hand at the end of 2008 have to complete Form T184 for 2009. If the trust is affected by the legislative change but has not filed the required form, complete Section 3 and Chart 1 of the 2009 version of Form T184 before you complete the 2010 and later versions of that form.

Taxable income for the year (line 56 of the T3 return)	x	=		1a
Taxed capital gains for the year (line 84000 of Section 1 on page 2)	x	=		1b
Ontario tax payable for the year (line 23 minus line 28 of Form T3ON)				1c
Enter whichever amount is the <b>least</b> : line 1a, 1b, or 1c above			84100	1
Ontario refundable capital gains tax on hand for 2019 (line 5 of Section 3 of 2019 Form T184)	84102			• 2a
2019 Ontario capital gains refund (line 7 of Section 3 of 2019 Form T184)	84103	-		• 2b
Line 2a <b>minus</b> line 2b		=		2c
Additional refund of basic tax in 2019 (line 12 of Section 3 of 2019 Form T184)	84104	-		• 3
Basic tax on hand at the end of 2019 (line 2c <b>minus</b> line 3)		=		▶ +
<b>Ontario refundable capital gains tax on hand for 2020</b> (line 1 <b>plus</b> line 4)			84105	=
				5

## Ontario capital gains refund

Amount from line 20 of Section 1	x	=		6
<b>Ontario capital gains refund of basic tax</b> (amount from line 5 or line 6, whichever is <b>less</b> )			84107	7

If the amounts on lines 5 and 22 of Section 1 are the same, the trust may be entitled to an additional capital gains refund. Complete lines 8 to 18 to calculate the additional refund. If amounts are not the same, proceed to line 18.

## Ontario additional refund of basic tax

Ontario refundable capital gains tax on hand from line 5				8
Ontario capital gains refund of basic tax from line 7				9
Additional refunds of basic tax before 2009 (line 10 of Section 3 of 2019 Form T184)	84116	+		• 10
<b>Subtotal</b> (line 9 <b>plus</b> line 10)		=		▶ -
<b>Ontario additional refund of basic tax</b> (line 8 <b>minus</b> line 11; if negative, enter "0")			84117	=
				12

## Ontario additional refund of surtax

Amount from line 13 of Section 3 of 2019 Form T184			84120	• 13
Ontario capital gains refunds of surtax for the years 1996 to 2015				
Line 23 of Form T184 for years 1996 to 1999				A
Line 8 of Section 3 of Form T184 for years 2000 to 2008	+			B
Line 12 of Section 3 of Form T184 for years 2009 to 2015	+			C
<b>Subtotal</b> (add lines A, B, and C)	84122	=		▶
Additional refunds of surtax for years 2000 to 2008 (total of all amounts in column B of Chart 1, on page 5 of 2009 Form T184)				D
Additional refunds of surtax for years 2009 to 2015 (line 26 of Section 3 of Form T184 for years 2009 to 2015)	+			E
Additional refunds of surtax for years 2016 to 2019 (line 17 of Section 3 of Form T184 for years 2016 to 2019)	+			F
<b>Subtotal</b> (add lines D, E, and F)	84124	=		▶ +
<b>Subtotal</b> (add lines 14 and 15)		=		▶ -
<b>Ontario additional refund of surtax</b> (line 13 <b>minus</b> line 16)			84126	=
				17

## Total Ontario capital gains refund

Total Ontario capital gains refund (add lines 7, 12, and 17)			84115	18
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## Section 4 – Calculation for Manitoba

## Manitoba refundable capital gains tax on hand

Taxable income for 2020 (line 56 of the T3 return)*	A				
Taxed capital gains for 2020 (line 84000 of Section 1 on page 2)*	B				
Enter the amount from line A or line B, whichever is <b>less</b>	x	=			1
Manitoba tax payable for 2020 (line 30 of Form T3MB)					2
Enter the amount from line 1 or line 2, whichever is <b>less</b>			84403		3
Total of refundable capital gains tax from previous years (line 5 of Section 4 of 2019 Form T184)			84404	+	4
<b>Subtotal</b> (line 3 <b>plus</b> line 4)			=		5
Capital gains refunds after 2000:					
Amount from line 8 of Section 4 of 2019 Form T184					6
Amount from line 11 of Section 4 of 2019 Form T184		+			7
Total of Manitoba capital gains refunds after 2000 (line 6 <b>plus</b> line 7)		=	84408		8
<b>Refundable capital gains tax on hand</b> (line 5 <b>minus</b> line 8)					9

## Manitoba capital gains refund

Federal capital gains redemptions (amount from line 20 of Section 1)*	x	=			10
<b>Manitoba capital gains refund</b> (amount from line 9 or line 10, whichever is <b>less</b> )			84307		11

\* If the trust has earned income in more than one province or territory, and it has no taxable income for the year, multiply the amount by the proportion of the amount that would be its Manitoba income for that year if its total income for the year were \$1,000.

## Section 5 – Calculation for Alberta

## Alberta refundable capital gains tax on hand

Refundable capital gains tax on hand at the end of the previous tax year (amount from line 8 of Section 5 of 2019 Form T184)			84204	+	1
Taxable income for the year (line 56 of the T3 return)	x	=			2
Taxed capital gains for the year (line 84000 of Section 1 on page 2)	x	=			3
Alberta tax payable for the year (line 25 of Form T3AB)					4
Enter whichever amount is the <b>least</b> : line 2, 3, or 4			84205	+	5
<b>Subtotal</b> (line 1 <b>plus</b> line 5)			=		6
Provincial capital gains refund calculated for the previous tax year (amount from line 19 of Section 5 of 2019 Form T184)			84209	-	7
<b>Refundable capital gains tax on hand</b> (line 6 <b>minus</b> line 7)			84210	=	8

## Alberta capital gains redemptions

Amount from line 8	x	÷			9
Amount from line 13 of Section 1 on page 2				+	10
<b>Net total</b> at the end of the year (line 9 <b>plus</b> line 10)			84211	=	11

## Capital gains redemptions

Amount from line 15 of Section 1 on page 2	x	line 11	=		12
Line 17 of Section 1 on page 2				÷	13
<b>Subtotal</b> (line 12 <b>divided</b> by line 13)				=	14
Amount designated to beneficiaries from units redeemed (line 19 of Section 1 on page 2)				-	15
<b>Subtotal</b> (line 14 <b>minus</b> line 15)				=	16
Alberta rate				x	17
<b>Capital gains redemptions</b> (line 16 <b>multiplied</b> by the rate on line 17)			84218	=	18
<b>Alberta capital gains refund for the year</b> (amount from line 8 or line 18, whichever is <b>less</b> )			84203		19

**Section 6 – Total capital gains refund for 2020**

Federal capital gains refund (line 22 of Section 1)		<b>1</b>
Capital gains refunds for most provinces and territories (line 3 of Section 2)	+	<b>2</b>
Ontario capital gains refund (line 18 of Section 3)	+	<b>3</b>
Manitoba capital gains refund (line 11 of Section 4)	+	<b>4</b>
Alberta capital gains refund (line 19 of Section 5)	+	<b>5</b>
<b>Total capital gains refund (add lines 1 to 5)</b>	=	<b>6</b>

Enter the amount from line 6 on line 89 of the T3 return.

**Attach a completed copy of this form to the T3 Trust Income Tax and Information Return.**