



Summary of Reserves on Dispositions of Capital Property

Complete this form if you are an individual (other than a trust) who is reporting a reserve claimed on your 2021 income tax and benefit return or claiming a reserve on dispositions of capital property (including gifts of certain securities) in 2022. To determine if you are eligible to claim a reserve in 2022, see "Claiming a reserve" in Guide T4037, Capital Gains. The information on page 3 of this form explains how to calculate a capital gains reserve.

Attach a completed copy of this form to your 2022 income tax and benefit return.

Part 1 – Dispositions of capital property after November 12, 1981

A. Dispositions of qualified farm or fishing property (QFFP)

Amount of 2021 reserve for dispositions of qualified farm property (QFP) and qualified fishing property (QXP) to your child in 2013, and QFFP after 2013 and before April 21, 2015 (line 66840 of Form T2017 for 2021).

66815

1

Amount of 2022 reserve for dispositions of QFFP to your child after 2013 and before April 21, 2015

66840

—

2

Line 1 minus line 2 (if negative, show the amount in brackets)

=

▶

3

Amount of 2021 reserve for dispositions of QFFP to your child after April 20, 2015, and all other dispositions of QFFP after 2017 (line 66844 of Form T2017 for 2021)

66843

4

Amount of 2022 reserve for dispositions of QFFP to your child after April 20, 2015, and all other dispositions of QFFP after 2018

66844

—

5

Line 4 minus line 5 (if negative, show the amount in brackets)

=

▶

+

6

Line 3 plus line 6 (if negative, show the amount in brackets)

=

▶

7

Complete line 66848 **only** if you are reporting or claiming reserves at line 66815, line 66840, or both for **at least two** dispositions of QFFP which originated in more than one of the years 2013, 2014, or 2015.

Enter the amount of the most recent reserves claimed on line 66840.

(If you are reporting or claiming reserves for more than two dispositions at lines 66815, 66840, or both, provide a breakdown of the amounts of each reserve on a separate sheet of paper and attach it to this form.)

66848

8

B. Dispositions of qualified small business corporation shares (QSBCS)

Amount of 2021 reserve for dispositions of QSBCS to your child after 2012, and all other dispositions of QSBCS after 2017 (line 66850 of Form T2017 for 2021)

66883

9

Amount of 2022 reserve for dispositions of QSBCS to your child after 2013, and all other dispositions of QSBCS after 2018

66850

—

10

Line 9 minus line 10 (if negative, show the amount in brackets)

=

▶

+

11

Line 7 plus line 11 (if negative, show the amount in brackets)

=

▶

12

Complete line 66905 **only** if you are reporting or claiming reserves at line 66883, line 66850, or both for **at least two** dispositions of QSBCS that originated in more than one year after 2012.

Enter the amount of the most recent reserves claimed on line 66850. (If you are reporting or claiming reserves from more than two dispositions at lines 66883, 66850, or both, provide a breakdown of the amounts of each reserve on a separate sheet of paper and attach it to this form.)

66905

13

C. Dispositions of property (other than QFFP and QSBCS) to your child

Protected B when completed

Amount from line 12 of the previous page					14
Amount of 2021 reserve for dispositions to your child after 2012, of family farm or fishing property other than QFFP and of shares of capital stock of a small business corporation other than QSBCS (line 66920 of Form T2017 for 2021)	66910			15	
Amount of 2022 reserve for dispositions to your child after 2013, of family farm or fishing property other than QFFP and of shares of capital stock of a small business corporation other than QSBCS	66920	—		16	
Line 15 minus line 16 (if negative, show the amount in brackets)	=		▶ +		17

D. Dispositions of property other than dispositions described in A, B, and C above

Amount of 2021 reserve for dispositions of property after 2017, other than dispositions listed on lines 66883, and 66910 (line 66990 of Form T2017 for 2021)	66960			18	
Amount of 2022 reserve for dispositions of property after 2018, other than dispositions listed on lines 66844, 66850, and 66920	66990	—		19	
Line 18 minus line 19 (if negative, show the amount in brackets)	=		▶ +		20
Add lines 14, 17, and 20 (if negative, show the amount in brackets).			=		21

Part 2 – Dispositions of capital property before November 13, 1981

Complete line 67030 **only** if you disposed of property before November 13, 1981, you have reported this reserve over the past 41 years, and you still have an amount to include in income.

Enter the amount of 2021 reserve for dispositions before November 13, 1981 (as reported in 2021)	67030	+		22
Line 21 plus line 22. Enter this amount on line 19200 of Schedule 3 (if negative, show the amount in brackets).	Total reserve	67060	=	23

How do you calculate a reserve

Protected B when completed

The reserve you can claim in a tax year depends on when you disposed of the property and the type of property you disposed of. You do not have to claim the maximum reserve in a tax year (**Year A**). However, the amount you claim in a later year (**Year B**) cannot be more than the amount you claimed for that property in the previous year (**Year A**). To determine your maximum reserve for 2022, use the calculation below that applies to you.

Dispositions of capital property after November 12, 1981

If you disposed of property after November 12, 1981, the calculation you use will depend on the type of property and disposition.

All property (other than family farm or fishing property, and small business corporation shares disposed to your child, as well as donated non-qualifying securities)

You can claim a reserve up to a maximum of four years. Your reserve in each year cannot be more than the **lesser of** the following:

(i) Capital gain \times $\frac{\text{Amount payable after the end of the year}}{\text{Proceeds of disposition}}$

(ii) Capital gain \times _____ Enter the applicable percentage from the table

Year of disposition (A)	Year after the disposition (B)	
80%	1st year: 60%	3rd year: 20%
	2nd year: 40%	4th year: zero

Family farm property, family fishing property, and small business corporation shares disposed to your child

You can claim a reserve up to a maximum of nine years. Your reserve in each year cannot be more than the **lesser of** the following:

(i) Capital gain \times $\frac{\text{Amount payable after the end of the year}}{\text{Proceeds of disposition}}$

(ii) Capital gain \times _____ Enter the applicable percentage from the table

Year of disposition (A)	Year after the disposition (B)		
90%	1st year: 80%	4th year: 50%	7th year: 20%
	2nd year: 70%	5th year: 40%	8th year: 10%
	3rd year: 60%	6th year: 30%	9th year: zero

Gift of non-qualifying security (other than an excepted gift) to a qualified donee

You can claim a reserve for any tax year ending within 60 months after the time you made the gift. However, you cannot claim a reserve for a gift of non-qualifying securities for the year in which the donee disposes of the securities, or the security ceases to be a non-qualifying security, or for any following year. Your reserve in each year cannot be more than the amount of the capital gain you realized from the making of the gift.

For gifts of non-qualifying securities, the reserve you can claim **cannot be greater** than the eligible amount of the gift.

Dispositions of capital property before November 13, 1981

If you sold property before November 13, 1981, use the calculation below to determine your reserve. You should also use the calculation for property that you sold, or are considered to have sold, after November 12, 1981, if the disposition occurred in one of the following situations:

- under the terms of an offer or a written agreement made or entered into before November 13, 1981
- as a result of the property having been stolen, destroyed, or expropriated before November 13, 1981

Capital gain \times $\frac{\text{Amount payable after the end of the year}}{\text{Proceeds of disposition}}$

For more information and definitions of terms used in this form, see Guide T4037, Capital Gains.

See the privacy notice on your return.