



CHU
Sainte-
Justine
Foundation

**GROW
BEYOND**

PLANNED GIVING

Gift of securities

To make a donation of publicly traded securities to the CHU Sainte-Justine Foundation is to benefit from attractive tax advantages while generously contributing to the well-being of children and mothers today and in the future.

Indeed, any securities¹ transferred directly to the Foundation may, depending on your tax situation, be entirely or partially exempt from capital gains tax.

You will also be entitled to a tax receipt for the fair market value of the donated shares². It is therefore a preferred alternative to selling the shares and using the proceeds to make a cash gift or to offset a donation you have already made. This is also a great way to make a significant donation for a cost that is similar to or lower than a cash contribution.

IS THIS RIGHT FOR YOU?

- You wish to give to the Foundation and you hold securities with considerable unrealized gains and you are entitled to waive the interests and dividends.

YOUR BENEFITS

- Tax receipt for the fair market value of the securities³;
- No capital gains taxes on the donated shares, so you can maximize the value of your gift without increasing the amount of your contributions or the net cost of your donation;
- For securities donated through a holding company: increase in the balance of the company's capital dividend account (CDA) for the non-taxable portion of the corresponding capital gain so that shareholders can receive tax-free dividends equivalent to the amount of the capital gain – for more information, refer to the information sheet entitled “Gift of listed securities through a holding company”.

SUGGESTED APPROACH

Please talk to a professional to find out how to optimize your tax benefits. Once you are ready to proceed, download the transfer form from our website: [fondationstejustine.org/en/how-to-give/securities/](https://www.fondationstejustine.org/en/how-to-give/securities/)

¹Securities are shares, bonds, mutual fund units or other holdings of this nature that are listed on a stock exchange and are not held within a registered investment portfolio such as an RRSP or an RRIF.

²A donation to a charitable organization is eligible for a non-refundable federal and provincial tax credit. You must have tax payable in order to benefit from this credit. In this document, this note is applicable whenever tax relief or financial advantages are mentioned.

³Tax receipts will be issued for the fair market value of the securities the day they are transferred to the CHU Sainte-Justine Foundation's account.

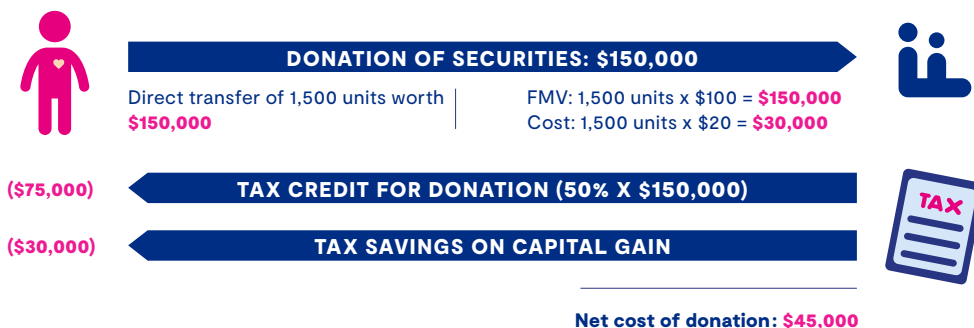
EXAMPLE

To simplify the calculations below, the specified tax credit does not take into account the lower rate applicable to the first \$200 of a donation and **we assume a tax situation such that the capital gain is not taxable**. The combined federal and provincial income tax rate and the tax credit used here has been rounded off to 50%.

Mr. Nguyen would like to make a **\$100,000** donation to the CHU Sainte-Justine Foundation. He has X in securities, which are not associated with an RRSP or RRIF. The fair market value of the per-unit price is \$100, and the acquisition cost was \$20, for a capital gain of \$80 per share. His financial planner recommends transferring a portion of these securities directly to the Foundation rather than making a cash donation. This will allow him to avoid the capital gains tax that would otherwise be applicable. As a result, the net cost of his donation would be less than if he had given the equivalent in cash. In fact, he could even increase the value of his donation by 50% and the total cost would still not exceed that of a cash donation.

Comparison between a \$100,000 cash donation, a \$100,000 donation of securities and a \$150,000 donation of securities

	\$100,000 cash donation	\$100,000 donation of securities	\$150,000 donation of securities
A) Amount of donation	\$100,000	\$100,000	\$150,000
B) Cost to acquire securities	-	\$20,000	\$30,000
C) Capital gain	-	\$80,000	\$120,000
D) Taxable capital gain	-	\$40,000	\$60,000
E) Taxes payable on capital gain	\$0	\$0	\$0
F) Savings from capital gains tax exemption (50% x D)	\$0	\$20,000	\$30,000
G) Tax credit for donation (50% x A)	\$50,000	\$50,000	\$75,000
Cost of donation, including tax savings (A - F + E - G)	\$50,000	\$30,000	\$45,000



A Wonderful Way to Support Sainte-Justine

Created in 1907 by Irma Levasseur, Justine Lacoste-Beaubien and generous donors, CHU Sainte-Justine is a worldrenowned mother-child medical care centre and the second largest pediatric research facility in Canada. But more than anything, Sainte-Justine is a community that brings people together from across the province.

The CHU Sainte-Justine Foundation carries on the philanthropic tradition that has supported the growth of the institution since its beginnings. By organizing fundraising activities throughout the year, the Foundation helps to provide world-class care to Quebec children and mothers-to-be.



ARE YOU CONSIDERING INCLUDING A CHARITABLE DONATION THROUGH YOUR LISTED SECURITIES?

Contact our planned giving professionals to discuss your plans confidentially.

Phone: 514 345-4710

Toll-free: 1 888 235-DONS (3667)

Email: donsplanifies@fondationstejustine.org

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