



GIFT OF SECURITIES

A tax-smart way to donate to Smilezone

A donation of securities is the most efficient way to make a difference and minimize taxes. When donating shares directly (in-kind) to a registered charity, CRA does not charge capital gains tax on the securities you donate. This means that a donor can avoid paying tax on capital gains in addition to receiving a Charitable Tax Receipt from Smilezone for the fair market value of the securities. The capital gains tax exemption does **not** apply if you sell the securities first and then donate the cash proceeds. To illustrate the added value of transferring a gift of securities, please view the example below:

If you sell a security, you pay tax on 50% of the capital gain

However, when you donate a gift of securities to Smilezone, **the taxable capital gain is completely eliminated**

AND

You receive a tax receipt for the full market value of the security in the amount of the closing trading price on the day Caldwell Securities Ltd. receives the security

** Note: For illustration purposes only.
See disclaimer below.

Example	Sell Security and Donate Cash Proceeds	Donate Security "In-Kind"
Fair Market Value of Security (FMV)	\$25,000	\$25,000
Initial Cost of Stock	\$10,000	\$10,000
Capital Gain (FMV less cost)	\$15,000	\$15,000
Taxable Capital Gain (50%)	\$7,500	\$0
Tax Due on Gain at Marginal Rate (@43.7%)	\$3,278	\$0
Charitable Gift Tax Receipt	\$25,000	\$25,000
Total Tax Credit (@43.7%)	\$10,925	\$10,925
Net Tax Benefit from Donation (tax credit minus tax payable on gain)	\$7,647	\$10,925

Instructions for donating a gift of securities:

- 1) [Complete the Transfer of Securities form](#) (page 2 of this document) with your broker and send it to **both** Caldwell Securities and Smilezone by fax or email:
 - **Caldwell Securities Ltd.**
Attn: Chris Coderre, Investment Advisor
Fax: (416) 862-2498 Email: ccoderre@caldwellsecurities.com
Tel: (905) 901-1892 Ext 234
 - **Smilezone**
Attn: Tammy Villeneuve, Director of Fund Development
Tel: (905) 951-2978 Email: tvilleneuve@smilezone.com
- 2) [Instruct your broker/delivering custodian](#) to complete the transfer. Sending a copy of this form to your broker may provide sufficient authorization. You may also wish to follow up with your broker to help ensure your instructions are carried out as specified.
- 3) [Upon Receipt of the transferred securities](#) to the Smilezone brokerage account, we will issue a charitable receipt based on the closing market value of the shares on the date they are received into our brokerage account.

Thank you for making a gift of securities to Smilezone

**Disclaimer: This information is general in nature and does not constitute legal or financial advice. Smilezone recommends that before making any gift of securities of any size, a donor consults with his/her professional financial advisor(s) for the tax, financial and/or estate planning implications. Individual circumstances differ and you are strongly encouraged to discuss with your own financial counsel to ensure your gift decisions are appropriate to your situation.

Caldwell Securities Ltd (CSL) has made every effort to ensure accuracy at the time of preparation, however, ongoing accuracy cannot be guaranteed. The information contained herein is not intended as specific individual advice including, without limitation, financial, accounting, tax, legal, estate planning or investment advice. Reliance on the information contained herein for those purposes is discouraged. Please consult with your own professional advisor(s) to assess your particular personal circumstances (e.g. tax, accounting, estate planning, legal, etc.). CSL assumes no responsibility for personal decisions made in primary reliance of the information provided herein. June 9, 2023



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Transfer of Securities Form

This Form is to be completed by the donor. Please note, upon receipt by Caldwell Securities Ltd., the securities transferred in will be valued at close of trading for that date. *A tax receipt will be issued to you for this amount.*

Donor Information

Name:

Street Address:

City: Province: Postal Code:

Telephone: Email:

Your Broker Details

Name of Investment Dealer:

Name of Investment Advisor: Transfer from account #:

Investment Dealer's telephone: Fax:

Description of Securities

Name of securities: CUSIP/ISIN:

Number of shares or face value of the bonds or coupons:

Donor signature: Date:

Please instruct your Investment dealer to transfer the securities to:

Receiving Institution: Caldwell Securities Ltd. CUID: CALT
 150 King Street West, Suite 1710, P.O. Box 47 DTC: 5013
 Toronto, Ontario M5H 1J9
 Fax: 416-862-2498

Client Service Representative: Chris Coderre, Investment Advisor
 Telephone: 905-901-1892 Ext 234

Smilezone Foundation Account Number: **698-590C-A**

Upon confirmation of transfer, please advise:

Please mail or email this form to both: Tammy Villeneuve tvilleneuve@smilezone.com
Chris Coderre ccoderre@caldwellsecurities.com

 **Caldwell Securities**
 1464 Cornwall Road, Suite 5 | Oakville, ON | L6J 7W5
 Phone: (905) 901-1892 Ext 234
www.caldwellsecurities.com

 **Smilezone Foundation**
 557 Chartwell Road
 Oakville, ON L6J 4A8
 Phone: (905) 951-2978



THANK YOU FOR YOUR GIFT OF SECURITIES!