

Benefits of Donating Securities to The Charles H. Best Diabetes Centre

There are so many ways for you to support the Best Centre and the patients and families that rely on our type 1 diabetes expertise. One of the most efficient and cost-effective ways to contribute financially is through gifting securities or mutual fund shares.

When you sell a security that has increased in value you are required to pay tax on 50% of the capital gain (the profit of the sale). If you instead choose to gift securities directly to the Best Centre, you will not pay any capital gains tax.



The below chart demonstrates the benefits of donating securities instead of selling them and gifting the proceeds.

	Gifting Shares Directly	Selling Shares and Gifting Proceeds
Donation Amount	\$10,000	\$10,000
Cost Base	\$2,000	\$2,000
Capital Gains	\$8,000	\$8,000
Tax on Capital Gain	\$0	\$1,840
Donation Tax Credit	\$4,600	\$4,600
Net Tax Savings	\$4,600	\$2,760

In each case you receive a donation receipt for the full market value of your contribution. However, gifting shares directly is more cost-effective because of the capital gains tax savings.

This information is for illustrative purposes only. Please consult your tax advisor to confirm the tax implications based on your unique circumstances.