Worksheet 5: Distribution of net capital gain from a trust

Name of each beneficiary specifically entitled to a share of a capital gain or presently entitled to a share of the net income of the trust where there is part of a capital gain that no-one is specifically entitled to.	Show specific entitlement plus adjusted Division 6 percentage of any balance, as a percentage of capital gain.	Non-active assets			Active assets			
		1 Indexation applied	**2** CGT discount applied	**3** Other capital gains	**4** Indexation and small business 50% active asset reduction applied	**5** CGT discount and small business 50% active asset reduction applied	**6** Other capital gains and small business 50% active asset reduction applied	**7** Total share

Show here any net capital gain to which no beneficiary is presently entitled and in which no beneficiary has an indefeasible vested interest.

Total net capital gain
(Transfer to **A** item **21**.)

Note:
A trust advises a beneficiary of their share of a net capital gain in the categories 1 to 6 because a beneficiary needs to gross-up the share of net capital gain to which the trustee applied by multiplying:

- the CGT discount by 2, before deducting any capital losses, then the CGT discount
- the small business 50% active asset reduction by 2, before deducting any capital losses, then the small business 50% active asset reduction
- the CGT discount and the small business 50% active asset reduction by 4, before deducting any capital losses, then the CGT discount and the small business 50% active asset reduction.

A beneficiary needs to decide which order of categories 1 to 6 to use to deduct losses that will give the best result.

For more information about these aspects of capital gains see the *Guide to capital gains tax 2011*.