



# Gifts of Securities

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A gift of securities can provide you with another means to significantly support the work of Ghana Rural Integrated Development (GRID).

By making a gift of equities, bonds and mutual fund shares to GRID, you pay no tax on the capital gains, receive a tax receipt for the fair market value of the securities, and eliminate the 50% capital gains tax.

As a charity, we can then sell the securities tax free and use the proceeds to continue expanding our work of helping the most vulnerable in Ghana become self-sufficient.

## Why GRID?

GRID & NEA share a remarkable history and unique partnership. Our focus on sustainability and our integrated approach to development have transformed the lives of tens of thousands of people in Northern Ghana. Our program has served as a model for others. We have implemented many projects that have received funding from the Canadian government. In a government-initiated evaluation of our program, the evaluator observed that GRID and NEA consistently meet and exceed targets. Our program plays a vital and invaluable role in contributing to sustainable development in the Northern Region of Ghana.

## Benefits of Donating Securities

- Allows you to amplify your gift
- You pay no tax on the capital gains that have accumulated on the securities
- You receive a charitable tax receipt of your donation

## Why Donate Securities?

*"In my experience, the donation of appreciated stocks to a charity is a win-win for both the donor and the charity. Because of the tax-saving available to the donor and the opportunity to make a larger gift than otherwise to your favourite charity, I would strongly encourage you to check it out."* - **John Hurlburt**

## Scenario: Gift of Appreciated Securities

	SELLS SECURITIES AND DONATE CASH	DONATES SECURITIES DIRECTLY
Original Cost of Securities	\$2,000.00	\$2,000.00
Current Market Value	\$10,000.00	\$10,000.00
Capital Gains	\$8,000.00 (\$10,000 current value - \$2,000 original cost)	\$8,000.00 (\$10,000 current value - \$2,000 original cost)
Tax on Capital Gains	\$2,000.00 (\$8,000 capital gains x 50% taxable gains x 50%**)	\$0 (no capital gains tax payable on donated securities)
Donation Amount After Tax	\$8,000.00 (\$10,000 current value - \$2,000 tax on capital gains)	\$10,000.00 (full market value of the securities donated)
Your Charitable Tax Credit	\$5,000.00 (\$10,000 donation x 50%**)	\$5,000.00 (\$10,000 donation x 50%**)
Net Tax Savings from Donation	\$3,000.00 (\$5,000 - \$2,000 tax on capital gains)	\$5,000.00
Total Tax Savings from Donation	\$3,000.00 (\$5,000 tax credit - \$2,000 tax on capital gains)	\$7,000.00 (\$5,000 tax credit + \$2,000 tax on gain not paid)
Net Cost of Gift	\$7,000.00 (\$10,000 gift - \$3,000 total tax savings)	\$3,000.00 (\$10,000 gift - \$7,000 total tax savings)

For more information about gifts of securities, please contact Jacques Lapointe at 905.691.8382 or [jlapointe@grid-nea.org](mailto:jlapointe@grid-nea.org).

\*Scenario for illustrative purposes only. \*\*Assumes gifts made in Ontario at a marginal tax rate of 50%.