

No duty is payable on estates not exceeding \$5,000 or on bequests up to \$1,000 to any one individual, nor is duty levied on gifts to the Dominion or provinces, on residential property of certain diplomatic or consular officials, on pensions administered by the Canadian Pensions Commission or those payable by Allied Nations for war services nor on insurance moneys or annuities if the assured or person with whom contract was made was domiciled outside of Canada at the time of death. Provision is made for increased exemptions and reduced duties in the case of those dying as a result of war service and bequests to non-profit charitable organizations in Canada are exempt up to 50 p.c. of the aggregate net value of the estate.

Widows are exempt up to \$20,000, dependent children \$5,000 each and, in cases where dependent children do not benefit, the widow's exemption is increased by \$5,000 for each child who does not benefit. In the case of dependent orphaned children, there is a further exemption of \$15,000 (in addition to \$5,000) divisible proportionately among such orphans according to the number of them and the value of each individual benefit. Duty is payable on the excess only when the limit is passed.

Gifts made during the lifetime are exempt if the transfer was carried out before Apr. 29, 1941, and the recipient of such gifts secured full possession at the time of the transfer and the donor (the deceased) thereafter did not retain any rights therein or secure any benefits therefrom.

If gift tax payable under the provisions of the Income War Tax Act has been paid in connection with the transfer made by a deceased person during his lifetime then no succession duty is payable in respect of such gift except to the extent that succession duty thereon is in excess of the gift tax.

Examples of the rates of duty and duty levied are given in Table 10.

**10.—The Incidence of Succession Duties in all Provinces (except Quebec and Ontario) on Typical Estates**

Class	Aggregate Net Value	Dutiable Value	Rate	Duty
	\$	\$	p.c.	\$
A. Widow only.....	20,000	Nil	-	-
	25,000	5,000	4-90	245
	50,000	30,000	9-80	2,940
	100,000	80,000	14-70	11,760
	300,000	280,000	26-70	74,760
	500,000	480,000	32-70	156,960
	1,000,000	980,000	38-70	379,260
B. Only child over 18 years.....	20,000	20,000	5-60	1,120
	25,000	25,000	5-80	1,450
	50,000	50,000	10-80	5,400
	100,000	100,000	16-70	16,700
	300,000	300,000	28-70	86,100
	500,000	500,000	34-70	173,500
	1,000,000	1,000,000	40-70	407,000
C. Brother or sister.....	20,000	20,000	6-60	1,320
	25,000	25,000	6-80	1,700
	50,000	50,000	12-70	6,350
	100,000	100,000	18-70	18,700
	300,000	300,000	30-70	92,100
	500,000	500,000	36-70	183,500
	1,000,000	1,000,000	42-70	427,000
D. Stranger.....	20,000	20,000	7-60	1,520
	25,000	25,000	7-80	1,950
	50,000	50,000	14-70	7,350
	100,000	100,000	20-70	20,700
	300,000	300,000	32-70	98,100
	500,000	500,000	38-70	193,500
	1,000,000	1,000,000	44-70	447,000