

2/19/12

09:59AM

EX5F-NY

Taxpayer has a W-2 job and began trading forex part time as an investor. Taxpayer had \$12,000 in forex losses in 2011 which are reported on Form 1040, Line 21 as other income per IRC Section 988. Since the taxpayer is not considered a full time trader during the period of the forex loss, these losses cannot be used to generate a net operating loss in the current year. If the loss would have generated a net operation loss, the forex loss amount would need to be removed from the net operating loss calculation.

No trading notes are required since trader did not reach trader status for 2011.

Demo

For the year Jan 1 - Dec 31, 2011, or other tax year beginning , 2011, ending , 20

Your first name **Investor Trader in Forex** MI Last name

If a joint return, spouse's first name MI Last name

Home address (number and street). If you have a P.O. box, see instructions. **Any Street** Apartment no.

City, town or post office. If you have a foreign address, also complete spaces below (see instructions). **New York, NY 10021** State ZIP code

Foreign country name Foreign province/county Foreign postal code

See separate instructions.

Your social security number **999-99-9999**

Spouse's social security number

Make sure the SSN(s) above and on line 6c are correct.

Presidential Election Campaign

Check here if you, or your spouse if filing jointly, want \$3 to go to this fund? Checking a box below will not change your tax or refund. ☐ You ☐ Spouse

Filing Status

1 ☒ Single

2 ☐ Married filing jointly (even if only one had income)

3 ☐ Married filing separately. Enter spouse's SSN above & full name here . ▶

4 ☐ Head of household (with qualifying person). (See instructions.) If the qualifying person is a child but not your dependent, enter this child's name here . ▶

5 ☐ Qualifying widow(er) with dependent child

Check only one box.

Exemptions

6a ☒ Yourself. If someone can claim you as a dependent, do not check box 6a

b ☐ Spouse

c Dependents:

(1) First name	Last name	(2) Dependent's social security number	(3) Dependent's relationship to you	(4) <input checked="" type="checkbox"/> if child under age 17 qualifying for child tax or (see instrs)
				<input type="checkbox"/>
				<input type="checkbox"/>
				<input type="checkbox"/>
				<input type="checkbox"/>

If more than four dependents, see instructions and check here ... ☐

Boxes checked on 6a and 6b ... **1**

No. of children on 6c who:

- lived with you ...
- did not live with you due to divorce or separation (see instrs) ...

Dependents on 6c not entered above .

Add numbers on lines above ▶ **1**

d Total number of exemptions claimed. **1**

Income

7 Wages, salaries, tips, etc. Attach Form(s) W-2. **35,000.**

8a Taxable interest. Attach Schedule B if required. **8a**

b Tax-exempt interest. Do not include on line 8a. **8b**

9a Ordinary dividends. Attach Schedule B if required. **9a**

b Qualified dividends. **9b**

10 Taxable refunds, credits, or offsets of state and local income taxes. **10**

11 Alimony received. **11**

12 Business income or (loss). Attach Schedule C or C-EZ. **12**

13 Capital gain or (loss). Att Sch D if reqd. If not reqd, ck here . ☐ **13**

14 Other gains or (losses). Attach Form 4797. **14**

15a IRA distributions. **15a** b Taxable amount. **15b**

16a Pensions and annuities. **16a** b Taxable amount. **16b**

17 Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E. **17**

18 Farm income or (loss). Attach Schedule F. **18**

19 Unemployment compensation. **19**

20a Social security benefits. **20a** b Taxable amount. **20b**

21 Other income **Forex a/c - Section 988** **21** **-12,000.**

22 Combine the amounts in the far right column for lines 7 through 21. This is your total income. **22** **23,000.**

Attach Form(s) W-2 here. Also attach Forms W-2G and 1099-R if tax was withheld.

If you did not get a W-2, see instructions.

Enclose, but do not attach, any payment. Also, please use Form 1040-V.

Adjusted Gross Income

23 Educator expenses. **23**

24 Certain business expenses of reservists, performing artists, and fee-basis government officials. Attach Form 2106 or 2106-EZ. **24**

25 Health savings account deduction. Attach Form 8889. **25**

26 Moving expenses. Attach Form 3903. **26**

27 Deductible part of self-employment tax. Attach Schedule SE. **27**

28 Self-employed SEP, SIMPLE, and qualified plans. **28**

29 Self-employed health insurance deduction. **29**

30 Penalty on early withdrawal of savings. **30**

31a Alimony paid b Recipient's SSN. **31a**

32 IRA deduction. **32**

33 Student loan interest deduction. **33**

34 Tuition and fees. Attach Form 8917. **34**

35 Domestic production activities deduction. Attach Form 8903. **35**

36 Add lines 23 through 35. **36** **0.**

37 Subtract line 36 from line 22. This is your adjusted gross income. **37** **23,000.**

Tax and Credits**Standard Deduction for —**

• People who check any box on line 39a or 39b or who can be claimed as a dependent, see instructions.

• All others:
Single or Married filing separately, \$5,800
Married filing jointly or Qualifying widow(er), \$11,600
Head of household, \$8,500

Other Taxes**Payments**

If you have a qualifying child, attach Schedule EIC.

Refund

Direct deposit?
See instructions.

Amount You Owe**Third Party Designee****Sign Here**

Joint return? See instructions.
Keep a copy for your records.

Paid Preparer's Use Only

38	Amount from line 37 (adjusted gross income).....	38	23,000.
39a	Check if: <input type="checkbox"/> You were born before January 2, 1947, <input type="checkbox"/> Blind. Total boxes checked <input type="checkbox"/> 39a		
	<input type="checkbox"/> Spouse was born before January 2, 1947, <input type="checkbox"/> Blind. 39b <input type="checkbox"/>		
b	If your spouse itemizes on a separate return or you were a dual-status alien, check here 39b <input type="checkbox"/>		
40	Itemized deductions (from Schedule A) or your standard deduction (see instructions).....	40	7,479.
41	Subtract line 40 from line 38.....	41	15,521.
42	Exemptions. Multiply \$3,700 by the number on line 6d.....	42	3,700.
43	Taxable income. Subtract line 42 from line 41. If line 42 is more than line 41, enter -0-.....	43	11,821.
44	Tax (see instrs). Check if any from: a <input type="checkbox"/> Form(s) 8814 c <input type="checkbox"/> 962 election b <input type="checkbox"/> Form 4972.....	44	1,349.
45	Alternative minimum tax (see instructions). Attach Form 6251.....	45	0.
46	Add lines 44 and 45.....	46	1,349.
47	Foreign tax credit. Attach Form 1116 if required.....	47	
48	Credit for child and dependent care expenses. Attach Form 2441.....	48	
49	Education credits from Form 8863, line 23.....	49	
50	Retirement savings contributions credit. Attach Form 8880.....	50	
51	Child tax credit (see instructions).....	51	
52	Residential energy credits. Attach Form 5695.....	52	
53	Other crs from Form: a <input type="checkbox"/> 3800 b <input type="checkbox"/> 8801 c <input type="checkbox"/>	53	
54	Add lines 47 through 53. These are your total credits	54	
55	Subtract line 54 from line 46. If line 54 is more than line 46, enter -0-.....	55	1,349.
56	Self-employment tax. Attach Schedule SE.....	56	
57	Unreported social security and Medicare tax from Form: a <input type="checkbox"/> 4137 b <input type="checkbox"/> 8919.....	57	
58	Additional tax on IRAs, other qualified retirement plans, etc. Attach Form 5329 if required.....	58	
59a	Household employment taxes from Schedule H.....	59a	
b	First-time homebuyer credit repayment. Attach Form 5405 if required.....	59b	
60	Other taxes. Enter code(s) from instructions.....	60	
61	Add lines 55-60. This is your total tax	61	1,349.
62	Federal income tax withheld from Forms W-2 and 1099.....	62	7,500.
63	2011 estimated tax payments and amount applied from 2010 return.....	63	
64a	Earned income credit (EIC) No	64a	
b	Nontaxable combat pay election..... 64b <input type="checkbox"/>		
65	Additional child tax credit. Attach Form 8812.....	65	
66	American opportunity credit from Form 8863, line 14.....	66	
67	First-time homebuyer credit from Form 5405, line 10.....	67	
68	Amount paid with request for extension to file.....	68	
69	Excess social security and tier 1 RRTA tax withheld.....	69	
70	Credit for federal tax on fuels. Attach Form 4136.....	70	
71	Credits from Form: a <input type="checkbox"/> 2439 b <input type="checkbox"/> 8839 c <input type="checkbox"/> 8801 d <input type="checkbox"/> 8885.....	71	
72	Add lines 62, 63, 64a, & 65-71. These are your total pmts.	72	7,500.
73	If line 72 is more than line 61, subtract line 61 from line 72. This is the amount you overpaid	73	6,151.
74a	Amount of line 73 you want refunded to you . If Form 8888 is attached, check here.. <input type="checkbox"/>	74a	6,151.
b	Routing number..... XXXXXXXXXXXX c Type: <input type="checkbox"/> Checking <input type="checkbox"/> Savings		
d	Account number..... XXXXXXXXXXXXXXXXXXXXXXXXXX		
75	Amount of line 73 you want applied to your 2012 estimated tax	75	
76	Amount you owe. Subtract line 72 from line 61. For details on how to pay see instructions.....	76	
77	Estimated tax penalty (see instructions).....	77	

Do you want to allow another person to discuss this return with the IRS (see instructions)? ☒ **Yes.** Complete below. ☐ **No**

Designee's name **z WebGuideExamples** Phone no. **877-662-2014** Personal identification number (PIN) **z**

Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Your signature	Date	Your occupation	Daytime phone number
Spouse's signature. If a joint return, both must sign.	Date	Spouse's occupation	If the IRS sent you an Identity Protection PIN, enter it here (see inst)

Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
z WebGuideExamples	z WebGuideExamples			
Firm's name Green & Company CPAs, LLC	Firm's EIN 20-0751653			
Firm's address 54 Danbury Rd., #351 Ridgefield, CT 06877	Phone no. 877-662-2014			

SCHEDULE A
(Form 1040)Department of the Treasury
Internal Revenue Service (99)**Itemized Deductions**

OMB No. 1545-0074

2011Attachment
Sequence No. **07**▶ **Attach to Form 1040.**▶ **See Instructions for Schedule A (Form 1040).**

Name(s) shown on Form 1040

Your social security number

Investor Trader in Forex

999-99-9999

Medical and Dental Expenses	Caution. Do not include expenses reimbursed or paid by others.			
1	Medical and dental expenses (see instructions)	1		
2	Enter amount from Form 1040, line 38. 2			
3	Multiply line 2 by 7.5% (.075)	3		
4	Subtract line 3 from line 1. If line 3 is more than line 1, enter -0-	4		0.
Taxes You Paid	5 State and local (check only one box):	5	7,479.	
	a <input checked="" type="checkbox"/> Income taxes, or			
	b <input type="checkbox"/> General sales taxes			
6	Real estate taxes (see instructions)	6		
7	Personal property tax	7		
8	Other taxes. List type and amount ▶	8		
9	Add lines 5 through 8	9		7,479.
Interest You Paid	10 Home mtg interest and points reported to you on Form 1098	10		
	11 Home mortgage interest not reported to you on Form 1098. If paid to the person from whom you bought the home, see instructions and show that person's name, identifying number, and address ▶	11		
Note. Your mortgage interest deduction may be limited (see instrs).	-----			

	-----	11		
	12 Points not reported to you on Form 1098. See instrs for spl rules	12		
	13 Mortgage insurance premiums (see instructions)	13		
	14 Investment interest. Attach Form 4952 if required. (See instrs.)	14		
	15 Add lines 10 through 14	15		0.
Gifts to Charity	16 Gifts by cash or check. If you made any gift of \$250 or more, see instrs	16		
If you made a gift and got a benefit for it, see instructions.	17 Other than by cash or check. If any gift of \$250 or more, see instructions. You must attach Form 8283 if over \$500	17		
	18 Carryover from prior year	18		
	19 Add lines 16 through 18	19		0.
Casualty and Theft Losses	20 Casualty or theft loss(es). Attach Form 4684. (See instructions.)	20		0.
Job Expenses and Certain Miscellaneous Deductions	21 Unreimbursed employee expenses — job travel, union dues, job education, etc. Attach Form 2106 or 2106-EZ if required. (See instructions.) ▶	21		
	-----	21		
	22 Tax preparation fees	22		
	23 Other expenses — investment, safe deposit box, etc. List type and amount ▶	23		
	-----	23		
	24 Add lines 21 through 23	24		
	25 Enter amount from Form 1040, line 38. 25			
	26 Multiply line 25 by 2% (.02)	26		
	27 Subtract line 26 from line 24. If line 26 is more than line 24, enter -0-	27		0.
Other Miscellaneous Deductions	28 Other — from list in instructions. List type and amount ▶			

	-----	28		0.
Total Itemized Deductions	29 Add the amounts in the far right column for lines 4 through 28. Also, enter this amount on Form 1040, line 40	29		7,479.
	30 If you elect to itemize deductions even though they are less than your standard deduction, check here. ▶ <input type="checkbox"/>			

Form **6251**Department of the Treasury
Internal Revenue Service (99)**Alternative Minimum Tax — Individuals**▶ See separate instructions.
▶ Attach to Form 1040 or Form 1040NR.

OMB No. 1545-0074

2011Attachment
Sequence No. **32**

Name(s) shown on Form 1040 or Form 1040NR

Your social security number

Investor Trader in Forex

999-99-9999

Part I Alternative Minimum Taxable Income (See instructions for how to complete each line.)

1	If filing Schedule A (Form 1040), enter the amount from Form 1040, line 41 and go to line 2. Otherwise, enter the amount from Form 1040, line 38, and go to line 7. (If less than zero, enter as a negative amount.)	1	15,521.
2	Medical and dental. Enter the smaller of Schedule A (Form 1040), line 4 or 2.5% (.025) of Form 1040, line 38. If zero or less, enter -0-	2	
3	Taxes from Schedule A (Form 1040), line 9	3	7,479.
4	Enter the home mortgage interest adjustment, if any, from line 6 of the worksheet in the instructions for this line	4	
5	Miscellaneous deductions from Schedule A (Form 1040), line 27	5	
6	Skip this line. It is reserved for future use	6	
7	Tax refund from Form 1040, line 10 or line 21	7	
8	Investment interest expense (difference between regular tax and AMT)	8	
9	Depletion (difference between regular tax and AMT)	9	
10	Net operating loss deduction from Form 1040, line 21. Enter as a positive amount	10	
11	Alternative tax net operating loss deduction	11	
12	Interest from specified private activity bonds exempt from the regular tax	12	
13	Qualified small business stock (7% of gain excluded under section 1202)	13	
14	Exercise of incentive stock options (excess of AMT income over regular tax income)	14	
15	Estates and trusts (amount from Schedule K-1 (Form 1041), box 12, code A)	15	
16	Electing large partnerships (amount from Schedule K-1 (Form 1065-B), box 6)	16	
17	Disposition of property (difference between AMT and regular tax gain or loss)	17	
18	Depreciation on assets placed in service after 1986 (difference between regular tax and AMT)	18	
19	Passive activities (difference between AMT and regular tax income or loss)	19	
20	Loss limitations (difference between AMT and regular tax income or loss)	20	
21	Circulation costs (difference between regular tax and AMT)	21	
22	Long-term contracts (difference between AMT and regular tax income)	22	
23	Mining costs (difference between regular tax and AMT)	23	
24	Research and experimental costs (difference between regular tax and AMT)	24	
25	Income from certain installment sales before January 1, 1987	25	
26	Intangible drilling costs preference	26	
27	Other adjustments, including income-based related adjustments	27	
28	Alternative minimum taxable income. Combine lines 1 through 27. (If married filing separately and line 28 is more than \$223,900, see instructions.)	28	23,000.

Part II Alternative Minimum Tax (AMT)

29	Exemption. (If you were under age 24 at the end of 2011, see instructions.)		
	IF your filing status is . . . Single or head of household \$112,500 Married filing jointly or qualifying widow(er) 150,000 Married filing separately 75,000	AND line 28 is not over . . . \$112,500 150,000 75,000	THEN enter on line 29 . . . \$48,450 74,450 37,225
29			48,450.
30	If line 28 is over the amount shown above for your filing status, see instructions. Subtract line 29 from line 28. If more than zero, go to line 31. If zero or less, enter -0- here and on lines 31, 33 and 35, and go to line 34.		
30			0.
31	• If you are filing Form 2555 or 2555-EZ, see instructions for the amount to enter. • If you reported capital gain distributions directly on Form 1040, line 13; you reported qualified dividends on Form 1040, line 9b; or you had a gain on both lines 15 and 16 of Schedule D (Form 1040) (as refigured for the AMT, if necessary), complete Part III on page 2 and enter the amount from line 54 here. • All others: If line 30 is \$175,000 or less (\$87,500 or less if married filing separately), multiply line 30 by 26% (.26). Otherwise, multiply line 30 by 28% (.28) and subtract \$3,500 (\$1,750 if married filing separately) from the result.		
31			0.
32	Alternative minimum tax foreign tax credit (see instructions)		
32			
33	Tentative minimum tax. Subtract line 32 from line 31.		
33			0.
34	Tax from Form 1040, line 44 (minus any tax from Form 4972 and any foreign tax credit from Form 1040, line 47). If you used Schedule J to figure your tax, the amount from line 44 of Form 1040 must be refigured without using Schedule J (see instructions).		
34			1,349.
35	AMT. Subtract line 34 from line 33. If zero or less, enter -0-. Enter here and on Form 1040, line 45.		
35			0.

BAA For Paperwork Reduction Act Notice, see your tax return instructions.

FDIA5312L 12/22/11

Form **6251** (2011)

2011

Federal Supplemental Information

Page 1

Client EX5F-NY

Investor Trader in Forex

999-99-9999

2/19/12

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Form 1040 Line 21.

Interbank or forex currency transactions are IRC section 988 contracts reported on Form 1040 as other income or loss. As an investor rather than a manufacturer, Taxpayer is entitled to elect out of IRC 988 for IRC 1256 treatment. Taxpayer did not make the election out of IRC Section 988, therefore his respective forex loss for 2011 is reported on Form 1040, Line 21.

Demo

Client EX5F-NY

Investor Trader in Forex

999-99-9999

2/19/12

09:59AM

Wage Schedule

<u>Taxpayer - Employer</u>	<u>Wages</u>	<u>Federal W/H</u>	<u>FICA</u>	<u>Medi- care</u>	<u>State W/H</u>	<u>Local W/H</u>
NY Employer	35,000.	7,500.	1,470.	508.	3,500.	
Grand Total	<u>35,000.</u>	<u>7,500.</u>	<u>1,470.</u>	<u>508.</u>	<u>3,500.</u>	<u>0.</u>

**State and Local Refunds Taxable in 2012
(IRS Pub. 525)**

1. State and local income tax refunds (current year)	5,157.
2. Refunds attributable to post 12/31/2011 payments per IRS Pub. 525	0.
3. Net state and local income tax refunds	5,157.
4. State and local income taxes paid from Schedule A, line 5	7,479.
5. Allowable general sales tax deduction	255.
6. Excess of income taxes deducted over sales taxes deducted	7,224.
7. Enter the smaller of line 3 or line 6	5,157.
8. Itemized deductions from Schedule A, line 29	7,479.
9. Recomputed itemized deductions, if phaseout (n/a for 2011)	0.
10. Standard deduction	5,800.
11. Enter the larger of line 9 or line 10	5,800.
12. Subtract line 11 from line 8 (not less than 0)	1,679.
13. Enter the smaller of line 7 or line 12	1,679.
14. Negative taxable income (current year)	0.
15. State and local refunds taxable next year (add lines 13 and 14, but not less than 0)	<u>1,679.</u>

Federal Income Tax Withheld

NY Employer	7,500.
Total	<u>7,500.</u>

State and Local Taxes (Schedule A, Line 5)

State and Local Income Taxes

	<u>State</u>	<u>Local</u>
Income tax withheld	3,500.	0.
Disability/unemployment insurance	0.	0.
Estimated tax payments	2,800.	0.
Credit for prior year overpayment	0.	0.
Credit for income tax withheld (K-1)	0.	0.
1/11 payment on 2010 estimate	0.	0.
Paid with 2010 extension	0.	0.
Paid with 2010 return	1,179.	0.
Paid for prior years and/or to other states	0.	0.
Total income taxes	<u>7,479.</u>	<u>0.</u>
Total state and local income taxes		<u>7,479.</u>

Client EX5F-NY

Investor Trader in Forex

999-99-9999

2/19/12

09:59AM

State and Local Taxes (Schedule A, Line 5) (continued)

State and Local Sales Taxes Using the Optional Sales Tax Tables

Available Income:

Adjusted gross income per Form 1040	23,000.
Tax-exempt interest	0.
Nontaxable combat pay	0.
Nontaxable social security benefits	0.
Nontaxable pensions	0.
Nontaxable IRAs	0.
Economic recovery payments	0.
Prior year refundable credits (refundable portion only)	0.
Additional nontaxable amounts	0.
Total Available Income (not less than zero)	<u>23,000.</u>

Number of Exemptions 1.

1. State general sales taxes per Tables 255.
2. Local general sales taxes per Tables for residents of AK, AZ, AR, CO, GA, IL, LA, MO, NC, NY, SC, TN, UT, and VA plus residents of Los Angeles County (based on 1% rate) 64.
3. Local general sales tax rate
4. If line 2 is zero, enter your state general sales tax rate. Otherwise, skip line 4 and 5, and go to line 6
5. Divide line 3 by line 4
6. Local general sales taxes. If line 2 is zero, multiply line 1 by line 5. Otherwise, multiply line 2 by line 3. 0.
7. State and local general sales taxes (add lines 1 and 6) 255.
8. Sales taxes paid on vehicles, boats, etc. 0.
9. Sales tax deduction when using Tables (add lines 7 and 8) 255.

State and Local Sales Tax Deduction
(Greater of Taxes Paid or Table Amount)

1. General sales taxes paid 0.
2. Use taxes paid 44.
3. Total actual taxes paid (add lines 1 and 2) 44.
4. Sales taxes using Tables 255.
5. Greater of sales taxes paid or Table amount 255.

State & Local Taxes to Sch. A, Ln 5 (greater of income or sales tax) 7,479.

Resident Income Tax Return

New York State • New York City • Yonkers

2011

IT-201

For the full year January 1, 2011, through December 31, 2011, or fiscal year beginning

For help completing your return, see the instructions for Form IT-201.

and ending

You must enter your date(s) of birth and social security number(s) below.

Your first name and middle initial	Your last name (for a joint return enter spouse's name on line below)	Your date of birth	▼ Your social security no.
INVESTOR	T FOREX	03-01-1975	999-99-9999
Spouse's first name and middle initial	Spouse's last name	Spouse's date of birth	▼ Spouse's social security no.

Mailing address (see instructions) (number and street or rural route)		Apartment number	New York State county of residence
ANY STREET			• NY
City, village, or post office	State	ZIP code	School district name
NEW YORK	NY	10021	• MANHATTAN
Permanent home address (see instructions) (number and street or rural route)		Apartment number	School district code number
			369
City, village, or post office	State	ZIP code	Taxpayer's date of death
NY			Spouse's date of death
	Decedent information:	•	•

- (A) Filing status — mark an X in one box:**
- | | | |
|---|---|---|
| 1 | X | Single |
| 2 | | Married filing joint return
(enter spouse's social security number above) |
| 3 | | Married filing separate return
(enter spouse's social security number above) |
| 4 | | Head of household (with qualifying person) |
| 5 | | Qualifying widow(er) with dependent child |
- (B) Did you itemize** your deductions on your 2011 federal income tax return? Yes ☒ No ☐
- (C) Can you be claimed** as a dependent on another taxpayer's federal return? Yes ☐ No ☒
- (D)** E-file this return. Most taxpayers **must** now e-file (**see instructions**).
- (E)** (1) Did you or your spouse **maintain living quarters in NYC** during 2011 (**see instructions**)? Yes ☒ No ☐
- (2) Enter the number of days spent in NYC in 2011 (any part of a day spent in NYC is considered a day) 365
- (F) NYC residents and NYC part-year residents only (see instructions):**
- (1) Number of months **you** lived in NYC in 2011 • 12
- (2) Number of months **your spouse** lived in NYC in 2011 •
- (G) Enter your 2-character special condition code if applicable (see instructions)** •
- If applicable, also enter your second 2-character special condition code** •

Federal income and adjustments

Only full-year NY State residents may file this form. For lines 1 through 18 below, enter your income items and total adjustments as they appear on your federal return (see instructions). Also see instructions for showing a loss.

Dollars

1	Wages, salaries, tips, etc	1.	35,000.
2	Taxable interest income	2.	
3	Ordinary dividends	3.	
4	Taxable refunds, credits, or offsets of state and local income taxes (also enter on line 25)	4.	
5	Alimony received	5.	
6	Business income or loss (attach a copy of federal Schedule C or C-EZ, Form 1040)	6.	
7	Capital gain or loss (if required, attach a copy of federal Schedule D, Form 1040)	7.	
8	Other gains or losses (attach a copy of federal Form 4797)	8.	
9	Taxable amount of IRA distributions. If received as a beneficiary, mark an X in the box	9.	
10	Taxable amount of pensions and annuities. If received as a beneficiary, mark an X in the box	10.	
11	Rental real estate, royalties, partnerships, S corporations, trusts, etc (attach copy of federal Schedule E, Form 1040)	11.	
12	Farm income or loss (attach a copy of federal Schedule F, Form 1040)	12.	
13	Unemployment compensation	13.	
14	Taxable amount of social security benefits (also enter on line 27)	14.	
15	Other income (see instrs) Identify: SEE STATEMENT 1	15.	-12,000.
16	Add lines 1 through 15	16.	23,000.
17	Total federal adjustments to income (see instructions) Identify:	17.	
18	Federal adjusted gross income (subtract line 17 from line 16)	18.	23,000.

NYIA1312L 09/27/11

2011111032



You must file all four pages of this original scannable return with the Tax Department.

999-99-9999

INVESTOR TRADER IN FOREX

Dollars

19 Federal adjusted gross income (from line 18 on page 1) 19. 23,000.

New York additions (see instructions)

20 Interest income on state and local bonds and obligations (but not those of NY State or its local governments) 20.
 21 Public employee 414(h) retirement contributions from your wage and tax statements (see instrs) 21.
 22 New York's 529 college savings program distributions (see instructions) 22.
 23 Other (see instructions) Identify: 23.
 24 Add lines 19 through 23 24. 23,000.

New York subtractions (see instructions)

25 Taxable refunds, credits, or offsets of state and local income taxes (from line 4) 25.
 26 Pensions of NYS and local governments and the federal government (see instrs) 26.
 27 Taxable amount of social security benefits (from line 14) 27.
 28 Interest income on U.S. government bonds 28.
 29 Pension and annuity income exclusion (see instructions) 29.
 30 New York's 529 college savings program deduction / earnings 30.
 31 Other (see instrs). Identify: 31.
 32 Add lines 25 through 31 32.
 33 New York adjusted gross income (subtract line 32 from line 24) 33. 23,000.

Standard deduction or itemized deduction (see instructions)

34 Enter your **standard deduction** (from table below) or your **itemized deduction** (from worksheet below). Mark an **X** in the appropriate box: • X **Standard** or • **Itemized** 34. 7,500.
 35 Subtract line 34 from line 33 (if line 34 is more than line 33, leave blank) 35. 15,500.
 36 Dependent exemptions (not the same as total federal exemptions; see instructions) 36.
 37 Taxable income (subtract line 36 from line 35) 37. 15,500.

◀ or ▶

**New York State
standard deduction table**

Filing status (from page 1)	Standard deduction (enter on line 34 above)
1 Single and you marked item C Yes	\$ 3,000
1 Single and you marked item C No	7,500
2 Married filing joint return	15,000
3 Married filing separate return	7,500
4 Head of household (with qualifying person)	10,500
5 Qualifying widow(er) with dependent child	15,000

New York State itemized deduction worksheet

- | | |
|---|----|
| a Medical and dental expenses (federal Schedule A, line 4) | a. |
| b Taxes you paid (federal Schedule A, line 9) | b. |
| c Interest you paid (federal Schedule A, line 15) | c. |
| d Gifts to charity (federal Schedule A, line 19) | d. |
| e Casualty and theft losses (federal Schedule A, line 20) | e. |
| f Job expenses/misc deductions (fed Sch A, line 27) | f. |
| g Other misc deductions (federal Sch A, line 28) | g. |
| h Enter amount from federal Schedule A, line 29 | h. |
| i State, local, and foreign income taxes (or general sales tax, if applicable) and other subtraction adjustments (see instrs) | i. |
| j Subtract line i from line h | j. |
| k Addition adjustments (see instrs) | k. |
| l Add lines j and k | l. |
| m Itemized deduction adjustment (see instructions) | m. |
| n Subtract line m from line l | n. |
| o College tuition itemized deduction (see Form IT-272) | o. |
| p New York State itemized deduction (add lines n and o; enter on line 34 above) | p. |



INVESTOR TRADER IN FOREX

999-99-9999

Tax computation, credits, and other taxes (see instructions)

Dollars

38	Taxable income (from line 37 on page 2)	38.	15,500.
39	New York State tax on line 38 amount (see Tax Computation in the instructions)	39.	709.
40	New York State household credit (from table 1, 2, or 3 in the instructions)	40.	40.
41	Resident credit (attach Form IT-112-R or IT-112-C, or both; see instructions)	41.	
42	Other New York State nonrefundable credits (from Form IT-201-ATT, line 7; attach form)	42.	
43	Add lines 40, 41, and 42	43.	40.
44	Subtract line 43 from line 39 (if line 43 is more than line 39, leave blank)	44.	669.
45	Net other New York State taxes (from Form IT-201-ATT, line 30; attach form)	45.	
46	Total New York State taxes (add lines 44 and 45)	46.	669.

New York City and Yonkers taxes, credits, and tax surcharges

47	New York City resident tax on line 38 amount (see instrs)	47.	474.
48	New York City household credit (from table 4, 5, or 6 in instructions)	48.	
49	Subtract line 48 from line 47 (if line 48 is more than line 47, leave blank)	49.	474.
50	Part-year New York City resident tax (attach Form IT-360.1)	50.	
51	Other New York City taxes (from Form IT-201-ATT, line 34; attach form)	51.	
52	Add lines 49, 50, and 51	52.	474.
53	New York City nonrefundable credits (from Form IT-201-ATT, line 10; attach form)	53.	
54	Subtract line 53 from line 52 (if line 53 is more than line 52, leave blank)	54.	474.
55	Yonkers resident income tax surcharge (see instructions)	55.	
56	Yonkers nonresident earnings tax (attach Form Y-203)	56.	
57	Part-year Yonkers resident income tax surcharge (attach Form IT-360.1)	57.	
58	Total New York City and Yonkers taxes/surcharges (add lines 54 through 57)	58.	474.
59	Sales or use tax (See the instructions. Do not leave line 59 blank.)	59.	20.

See instructions to
compute NYC and
Yonkers taxes, credits,
and tax surcharges.**Voluntary contributions** (whole dollar amounts only; see instructions)

60a	Return a Gift to Wildlife	60a.	
60b	Missing/Exploited Children Fund	60b.	
60c	Breast Cancer Research Fund	60c.	
60d	Alzheimer's Fund	60d.	
60e	Olympic Fund (\$2 or \$4; see instructions)	60e.	
60f	Prostate Cancer Research Fund	60f.	
60g	9/11 Memorial	60g.	
60h	Volunteer Firefighting & EMS Recruitment Fund	60h.	
60	Total voluntary contributions (add lines 60a through 60h)	60.	
61	Total New York State, New York City, and Yonkers taxes, sales or use tax, and voluntary contributions (add lines 46, 58, 59, and 60)	61.	1,163.



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INVESTOR TRADER IN FOREX

62 Total New York State, New York City, and Yonkers taxes, sales or use tax, and voluntary contributions (from line 61 on page 3)

62.

1,163.

Payments and refundable credits (see instructions)**63** Empire State child credit (attach Form IT-213)**63.****64** NYS/NYC child and dependent care credit (attach Form IT-216)**64.****65** NYS earned income credit (EIC) (attach Form IT-215 or IT-209)**65.****66** NYS noncustodial parent EIC (attach Form IT-209)**66.****67** Real property tax credit (attach Form IT-214)**67.****68** College tuition credit (attach Form IT-272)**68.****69** NYC school tax credit (**also complete (F) on page 1; see instrs**)**69.**

63.

70 NYC earned income credit (attach Form IT-215 or IT-209)**70.****71** Other refundable credits (from Form IT-201-ATT, line 18; attach form)**71.****72** Total **New York State** tax withheld**72.**

3,500.

73 Total **New York City** tax withheld**73.****74** Total **Yonkers** tax withheld**74.****75** Total estimated tax payments / Amount paid with Form IT-370**75.**

2,800.

76 Total payments (add lines 63 through 75)**76.**

6,363.

Your refund / amount overpaid (see instructions)**77** Amount overpaid (if line 76 is **more than** line 62, subtract line 62 from line 76)**77.**

5,200.

78 Amount of line 77 to be refundedMark one refund choice: **direct deposit** (fill in line 82) - or -**debit card**- or - **X****paper check****78.**

5,200.

79 Amount of line 77 that you want applied to your **2012** estimated tax (see instructions)**79.**

See the instructions for information about your three refund choices.

Amount you owe (see instructions)**80** Amount you **owe** (if line 76 is **less than** line 62, subtract line 76 from line 62).

To pay by electronic funds withdrawal, mark this box

and mark line 82

80.**81** Estimated tax penalty (Include this amount in line 80 or reduce the overpayment on line 77; see instructions.)**81.****Account information****82** Account information for direct deposit or electronic funds withdrawal. See instructions.If the funds for your payment (or refund) would come from (or go to) an account outside the U.S., mark an **X** in this box (see instructions)

•

82a Routing number •

Electronic funds withdrawal effective date

82b Account number •**82c** Account Type •

Checking •

Savings

Third-party designee? (see instrs.)

Print designee's name

Z WEBGUIDEEXAMPLES

Designee's phone number

877-662-2014

Personal identification number (PIN)

Yes **X** No

E-mail:

▼ **Paid preparer must complete** (see instructions) ▼

Preparer's signature

Date:

► Preparer's NYTPRIN

Your signature

► Z WEBGUIDEEXAMPLES

Firm's name (or yours, if self-employed)

GREEN & COMPANY CPAS, LLC

Address

54 DANBURY RD., #351

RIDGEFIELD, CT 06877

▼ Preparer's PTIN or SSN

• Employer ID number

20-0751653

Mark an X if self-employed

Your occupation

• INVESTOR IN FOREX

Spouse's signature and occupation (if joint return)

▼ Daytime phone number

E-mail:

Date

E-mail:

See instructions for where to mail your return.



Summary of W-2 Statements

New York State • New York City • Yonkers

2011

IT-2

Do not detach or separate the W-2 Records below. File Form IT-2 as an entire page. See instructions.

Taxpayer's first name and middle initial

Taxpayer's last name

▼ Your social security number

INVESTOR

T FOREX

999-99-9999

Spouse's first name and middle initial

Spouse's last name

▼ Spouse's social security number

W-2 Record 1

Box c Employer's name and full address (including ZIP code)

NY EMPLOYER
ANY STREET

NY

NY

Box b Employer identification number (EIN)

99-9999999

Box 12a Amount

▼ Code

Box 15 State

NY

Box 16

State wages, tips, etc (**for NYS**)

35,000.

This W-2 record is for

(mark an **X** in one box):

Taxpayer ☒ Spouse

Box 1 Wages, tips, other compensation

35,000.

Box 12b Amount

▼ Code

Box 17

New York State income tax withheld

3,500.

Box 12c Amount

▼ Code

Box 18

Local wages, tips, etc (*see instr*)

Locality a

Locality b

Box 19

Local income tax withheld

Box 8 Allocated tips

Locality a

Locality b

Box 13 Statutory employee

Box 14a Amount

▼ Description

Box 20 Locality name

Locality a

Locality b

Box 10 Dependent care benefits

Box 14b Amount

▼ Description

Box 11 Nonqualified plans

Box 14c Amount

▼ Description

Corrected (W-2c)

Do not detach.

Box c Employer's name and full address (including ZIP code)

W-2 Record 2

Box b Employer identification number (EIN)

Box 12a Amount

▼ Code

Box 15 State

Box 16

State wages, tips, etc (**for NYS**)

Box 12b Amount

▼ Code

Box 17

New York State income tax withheld

This W-2 record is for

(mark an **X** in one box):

Taxpayer Spouse

Box 1 Wages, tips, other compensation

Box 12c Amount

▼ Code

Box 18

Local wages, tips, etc (*see instr*)

Locality a

Locality b

Box 19

Local income tax withheld

Box 8 Allocated tips

Locality a

Locality b

Box 13 Statutory employee

Box 14a Amount

▼ Description

Box 20 Locality name

Locality a

Locality b

Box 10 Dependent care benefits

Box 14b Amount

▼ Description

Box 11 Nonqualified plans

Box 14c Amount

▼ Description

Corrected (W-2c)

1021111032



2011

NEW YORK STATEMENTS

PAGE 1

CLIENT EX5F-NY

INVESTOR TRADER IN FOREX

999-99-9999

2/19/12

09:59AM

STATEMENT 1
FORM IT-201, LINE 15
OTHER INCOME

FOREX A/C - SECTION 988.....	\$	-12,000.
TOTAL	\$	<u>-12,000.</u>

Demo

2011

Federal Income Tax Summary

Page 1

Client EX5F-NY

Investor Trader in Forex

999-99-9999

2/19/12

9:59 AM

	2011	2010	Diff
INCOME			
Wages, salaries, tips, etc.....	35,000	35,000	0
Other income.....	-12,000	-12,000	0
Total income.....	23,000	23,000	0
ADJUSTMENTS TO INCOME			
Total adjustments.....	0	0	0
Adjusted gross income.....	23,000	23,000	0
ITEMIZED DEDUCTIONS			
Taxes.....	7,479	9,055	-1,576
Total itemized deductions.....	7,479	9,055	-1,576
TAX COMPUTATION			
Standard deduction.....	5,800	5,700	100
Larger of itemized or standard deduction.....	7,479	9,055	-1,576
Income prior to exemption deduction.....	15,521	13,945	1,576
Exemption deduction.....	3,700	3,650	50
Taxable income.....	11,821	10,295	1,526
Tax before credits.....	1,349	1,123	226
CREDITS			
Total credits.....	0	0	0
Tax after credits.....	1,349	1,123	226
OTHER TAXES			
Total tax.....	1,349	1,123	226
PAYMENTS			
Federal income tax withheld.....	7,500	7,500	0
Total payments.....	7,500	7,500	0
REFUND OR AMOUNT DUE			
Amount overpaid.....	6,151	6,377	-226
Amount refunded to you.....	6,151	6,377	-226
Amount you owe.....	0	0	0
TAX RATES			
Marginal tax rate.....	15.0%	15.0%	0.0%
Effective tax rate.....	11.4%	10.9%	0.5%

2011

New York Income Tax Summary

Page 1

Client EX5F-NY

Investor Trader in Forex

999-99-9999

2/19/12

9:59 AM

	2011	2010	Diff
NEW YORK TAX SUMMARY			
Federal adjusted gross income.....	23,000	23,000	0
ADJUSTED GROSS INCOME			
New York adjusted gross income.....	23,000	23,000	0
TAXABLE INCOME			
Itemized/Standard deduction.....	7,500	7,500	0
New York taxable income.....	15,500	15,500	0
TAX AND CREDITS			
New York state tax.....	709	709	0
New York state household credit.....	40	40	0
Total New York state tax.....	669	669	0
New York City resident tax.....	474	474	0
Total New York City and Yonkers taxes....	474	474	0
Sales or Use tax.....	20	19	1
Total state and city taxes and contribut	1,163	1,162	1
PAYMENTS			
New York City school tax credit.....	63	63	0
Total New York state tax withheld.....	3,500	3,500	0
Total New York City tax withheld.....	0	1,435	-1,435
Estimated tax paid/Paid with IT-370.....	2,800	2,800	0
Total payments.....	6,363	7,798	-1,435
REFUND OR AMOUNT DUE			
Amount overpaid.....	5,200	6,636	-1,436
Amount refunded to you.....	5,200	6,636	-1,436
Amount you owe.....	0	0	0
TAX RATES			
Marginal tax rate.....	5.90%	5.90%	0.00%
Effective tax rate.....	7.5%	7.5%	0.0%
New York City marginal tax rate.....	3.53%	3.53%	0.00%
Yonkers marginal tax rate.....	0.00%	0.00%	0.00%

2011**General Information****Page 1****Client EX5F-NY****Investor Trader in Forex****999-99-9999**

2/19/12

09:59AM

Forms needed for this return

Federal: 1040, Sch A, 6251
New York: IT-201, IT-2

Tax Rates

	<u>Marginal</u>	<u>Effective</u>
Federal	15.0%	11.4%
New York	5.9%	7.5%

Carryovers to 2012Federal Carryovers

Taxable State and Local Refunds 1,679.

Demo

Retirement Contributions

- ☐ In 2011 the taxpayer could have contributed \$5,000 to a traditional IRA, with estimated regular tax savings of \$666 and estimated retirement contributions credit of \$400, or the taxpayer could have contributed \$5,000 to a Roth IRA, with estimated retirement contributions credit of \$200 (assuming no other changes). Contributions can be made up until April 17th, 2012.

Future Tax Savings

- ☐ In 2012 the taxpayer can contribute \$5,000 to a traditional IRA, with estimated regular tax savings of \$656 and estimated retirement contributions credit of \$400, or the taxpayer can contribute \$5,000 to a Roth IRA, with estimated retirement contributions credit of \$200 (assuming no other changes).

Tax Tips

- ☐ Taxable income is \$11,821, placing the taxpayer in a 15% marginal tax bracket. Based on 2011 tax rates, income would have to increase by over \$22,679 in order for any income to begin being taxed in the 25% bracket. This may be used as a guide in determining the advantages or disadvantages of receiving discretionary income in 2012.
- ☐ The taxpayer has a large overpayment. Ensure that the Form W-4 on file with the employer accurately reflects the personal allowances that the taxpayer is entitled to.

Schedule A Comparison Flags

- ☐ Schedule A state and local taxes are 695% higher than the typical amount deducted by taxpayers claiming the deduction, with similar AGI.
- ☐ Schedule A total taxes paid are 129% higher than the typical amount deducted by taxpayers claiming the deduction, with similar AGI.
- ☐ Schedule A total itemized deductions are 55% lower than the typical amount deducted by taxpayers claiming the deduction, with similar AGI.

2011

Schedule A Analysis

Client EX5F-NY

Investor Trader in Forex

999-99-9999

2/19/12 AGI Range Used for This Analysis \$20,000 - \$24,999	This Return		Typical Return*		09:59AM This Return's Deviation From Typical
	Amounts	% of AGI	Amounts	% of AGI	
AGI					
Adjusted gross income	23,000.	N/A	23,000.	N/A	
MEDICAL AND DENTAL EXPENSES					
Medical and dental expenses before limitation			10,355.	45.02%	
Medical and dental expenses after limitation			8,636.	37.55%	
TAXES PAID DEDUCTION					
State and local taxes	7,479.	32.52%	941.	4.09%	+694.79% **
Real estate taxes			2,919.	12.69%	
Personal property taxes			246.	1.07%	
Other taxes			538.	2.34%	
Total taxes paid deduction	7,479.	32.52%	3,271.	14.22%	+128.65% **
INTEREST PAID DEDUCTION					
Home mortgage interest on Form 1098			8,591.	37.35%	
Home mortgage interest not on Form 1098			4,644.	20.19%	
Deductible points			409.	1.78%	
Qualified mortgage insurance premiums			1,168.	5.08%	
Investment interest deduction			1,369.	5.95%	
Total interest paid deduction			8,722.	37.92%	
CHARITABLE CONTRIBUTIONS					
Cash or check contributions			1,927.	8.38%	
Other than cash contributions			679.	2.95%	
Carryover from prior years			7,280.	31.65%	
Allowable charitable contributions			2,111.	9.18%	
CASUALTY AND THEFT LOSSES					
Casualty or theft loss deduction			4,485.	19.5%	
MISCELLANEOUS DEDUCTIONS SUBJECT TO 2% LIMITATION					
Unreimbursed employee business expenses			5,154.	22.41%	
Other deductions			2,268.	9.86%	
Total miscellaneous deductions before limitation			3,015.	13.11%	
Total miscellaneous deductions after limitation			5,019.	21.82%	
OTHER MISCELLANEOUS DEDUCTIONS					
Gambling loss deduction			8,167.	35.51%	
Other deductions			3,742.	16.27%	
Total other miscellaneous deductions			6,468.	28.12%	
TOTAL ITEMIZED DEDUCTIONS					
Total itemized deductions after limitation	7,479.	32.52%	16,436.	71.46%	-54.5% **

* Typical amounts are estimates derived from IRS Table 2.1 - Individual Income Tax Returns with Itemized Deductions (Tax Year 2009), posted on the IRS website. The typical column is reflective of taxpayers who claimed the deduction only. Typical amounts are expressed as a percentage of AGI, using the average AGI and average deduction claimed for taxpayers within the given range. As an example, the table may indicate that the average AGI for taxpayers within the \$75,000 to \$99,999 AGI range is \$86,883 and that the average deduction for cash contributions (for those claiming it) within the same AGI range is \$2,763. The Schedule A Analysis assumes that the typical cash contribution for a taxpayer within this range is 3.18% (\$2,763 divided by \$86,883) of the taxpayer's actual AGI.

** Above or below the user specified range.