

2/11/13

09:12AM

EX104

Taxpayer quit his W-2 job in June of 2012 and began trading securities full time.

Taxpayer had losses in 2012, which are reported on Schedule D and limited to \$3,000.

Since the taxpayer was considered a cash-basis full-time trader during the period of the securities loss, these losses can only be taken up to the \$3,000 capital loss limit and cannot be used to generate a net operating loss (NOL) in the current year.

Note that the trading expenses during this time can decrease taxable income and create a NOL.

Demo

**2012**

## **Federal Filing Instructions**

**Client EX104**

**EX104 Part Time Securities Cash Loss**

**999-99-9999**

2/11/13

09:12AM

**FORM TO FILE:**

Form 1040 - 2012 U.S. Individual Income Tax Return

**SIGNATURE:**

Both spouses must sign and date Form 1040, page 2.

**PAYMENT:**

There is a balance due of \$612. Make your check payable to the "United States Treasury". Write your social security number, daytime phone number, and "2012 Form 1040" on the check. Do not attach the check to Form 1040 or Form 1040-V. Instead, place it loose in the envelope and also enclose Form 1040 and Form 1040-V.

**WHEN TO FILE:**

On or before April 15, 2013.

**WHERE TO FILE:**

Internal Revenue Service  
P.O. Box 1214  
Charlotte, NC 28201-1214

**Demo**

File only if you are making a payment with Form 1040. Return this voucher with check or money order payable to the "United States Treasury." Please write your social security number, daytime phone number, and "2012 Form 1040" on your check or money order. Please do not send cash. Enclose, but do not staple or attach, your payment with this voucher.

Make your check payable to the "United States Treasury" and mail Form 1040-V payments with your return to:

Demo

Internal Revenue Service  
P.O. Box 1214  
Charlotte, NC 28201-1214

Form 1040-V (2012)

▼ Detach Here and Mail With Your Payment and Return ▼

Department of the Treasury  
Internal Revenue Service (99)

2012

## Form 1040-V Payment Voucher

- ▶ Use this voucher when making a payment with Form 1040.
- ▶ Do not staple this voucher or your payment to Form 1040.
- ▶ Make your check or money order payable to the 'United States Treasury.'
- ▶ Write your social security number (SSN) on your check or money order.

Enter the amount of your payment . . . . . ▶	612.
---	------

FDIA8601L 06/28/12 1030

EX104 PART TIME SECURITIES CASH LOS  
ANY STREET  
DALLAS TX 75201

INTERNAL REVENUE SERVICE  
P.O. BOX 1214  
CHARLOTTE NC 28201-1214

999999999 FU SECU 30 0 201212 610

Form	1040	Department of the Treasury — Internal Revenue Service (99)	2012	OMB No. 1545-0074	IRS Use Only — Do not write or staple in this space.
For the year Jan 1 - Dec 31, 2012, or other tax year beginning , 2012, ending , 20			See separate instructions.		
Your first name and initial Last name			Your social security number		
EX104 Part Time Securities Cash Loss			999-99-9999		
If a joint return, spouse's first name and initial Last name			Spouse's social security number		
Securities Cash Loss			111-11-1111		
Home address (number and street). If you have a P.O. box, see instructions.			Apartment no.		
Any Street			▲ Make sure the SSN(s) above and on line 6c are correct.		
City, town or post office, state, and ZIP code. If you have a foreign address, also complete spaces below (see instructions).			Presidential Election Campaign		
Dallas, TX 75201			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.		
Foreign country name			Foreign province/state/county		
Foreign postal code			<input checked="" type="checkbox"/> You <input type="checkbox"/> Spouse		
Filing Status					
1 <input type="checkbox"/> Single					
2 <input checked="" type="checkbox"/> Married filing jointly (even if only one had income)					
3 <input type="checkbox"/> Married filing separately. Enter spouse's SSN above & full name here. ▶					
4 <input type="checkbox"/> 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 <input type="checkbox"/> Qualifying widow(er) with dependent child					
Check only one box.					
Exemptions					
6a <input checked="" type="checkbox"/> Yourself. If someone can claim you as a dependent, do not check box 6a.					
b <input checked="" type="checkbox"/> 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)					
If more than four dependents, see instructions and check here. ▶ <input type="checkbox"/>					
d Total number of exemptions claimed. ▶ 2					
Income					
7 Wages, salaries, tips, etc. Attach Form(s) W-2. 7 63,789.					
8a Taxable interest. Attach Schedule B if required. 8a 75.					
b Tax-exempt interest. Do not include on line 8a. 8b					
9a Ordinary dividends. Attach Schedule B if required. 9a 1,475.					
b Qualified dividends. St. 1 9b 1,475.					
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 -10,583.					
13 Capital gain or (loss). Att Sch D if reqd. If not reqd, ck here. ▶ <input type="checkbox"/> 13 -3,000.					
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 50,000.					
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. 21					
22 Combine the amounts in the far right column for lines 7 through 21. This is your total income. ▶ 22 101,756.					
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. ▶ 37 101,756.					
BAA For Disclosure, Privacy Act, and Paperwork Reduction Act Notice, see separate instructions. FDIA0112L 01/11/13 Form 1040 (2012)					

**Tax and Credits****38** Amount from line 37 (adjusted gross income) **38** 101,756.**39a** Check ☒ **You** were born before January 2, 1948, ☐ Blind. **Total boxes checked.** **39a** ☒ **2**  
if: ☒ **Spouse** was born before January 2, 1948, ☐ Blind.**b** If your spouse itemizes on a separate return or you were a dual-status alien, check here **39b** ☐**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, \$5,950

Married filing jointly or Qualifying widow(er), \$11,900

Head of household, \$8,700

**40** Itemized deductions (from Schedule A) or your standard deduction (see left margin) **40** 16,211.**41** Subtract line 40 from line 38 **41** 85,545.**42** Exemptions. Multiply \$3,800 by the number on line 6d. **42** 7,600.**43** Taxable income. Subtract line 42 from line 41. If line 42 is more than line 41, enter -0- **43** 77,945.**44** Tax (see instrs). Check if any from: **a** ☐ Form(s) 8814 **c** ☐ 962 election **44** 11,397.**b** ☐ Form 4972. **45** Alternative minimum tax (see instructions). Attach Form 6251. **45** 0.**46** Add lines 44 and 45 **46** 11,397.**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 19 **49****50** Retirement savings contributions credit. Attach Form 8880 **50****51** Child tax credit. Attach Schedule 8812, if required **51****52** Residential energy credits. Attach Form 5695 **52****53** Other crs from Form: **a** ☐ 3800 **b** ☐ 8801 **c** ☐ **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** 11,397.**Other Taxes****56** Self-employment tax. Attach Schedule SE **56****57** Unreported social security and Medicare tax from Form: **a** ☐ 4137 **b** ☐ 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** 11,397.**Payments**

If you have a qualifying child, attach Schedule EIC.

**62** Federal income tax withheld from Forms W-2 and 1099 **62** 10,785.**63** 2012 estimated tax payments and amount applied from 2011 return. **63****64a** Earned income credit (EIC) **64a** No**b** Nontaxable combat pay election **64b****65** Additional child tax credit. Attach Schedule 8812 **65****66** American opportunity credit from Form 8863, line 8 **66****67** Reserved **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** ☐ 2439 **b** ☐ Reserved **c** ☐ 8801 **d** ☐ 8885 **71****72** Add lines 62, 63, 64a, & 65-71. These are your total pmts. **72** 10,785.**Refund****73** If line 72 is more than line 61, subtract line 61 from line 72. This is the amount you overpaid **73****74a** Amount of line 73 you want refunded to you. If Form 8888 is attached, check here **74a****b** Routing number **c** Type: ☐ Checking ☐ Savings**d** Account number**75** Amount of line 73 you want applied to your 2013 estimated tax **75**

Direct deposit? See instructions.

**Amount You Owe****76** Amount you owe. Subtract line 72 from line 61. For details on how to pay see instructions **76** 612.**77** Estimated tax penalty (see instructions) **77****Third Party Designee**Do you want to allow another person to discuss this return with the IRS (see instructions)? ☒ **Yes.** Complete below. ☐ **No**Designee's name **z Examples** Phone no. **(888) 558-5257** Personal identification number (PIN) **z Examples****Sign Here**

Joint return? See instructions.

Keep a copy for your records.

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 instrs)

**Paid Preparer Use Only**Print/Type preparer's name Preparer's signature Date Check ☐ if self-employed PTIN**z Examples** **z Examples**Firm's name **Green NFH, LLC** Firm's EIN **45-4365561**Firm's address **PO Box 1198** Phone no. **(888) 558-5257****Robertsdale, AL 36567**

**SCHEDULE A**  
**(Form 1040)**Department of the Treasury  
Internal Revenue Service (99)**Itemized Deductions**► Information about Schedule A and its separate instructions is at [www.irs.gov/form1040](http://www.irs.gov/form1040).  
► **Attach to Form 1040.**

OMB No. 1545-0074

**2012**Attachment  
Sequence No. **07**

Name(s) shown on Form 1040

Your social security number

EX104 Part Time Securities Cash Loss

999-99-9999

<b>Medical and Dental Expenses</b>	<b>Caution.</b> 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. .... <b>2</b>		
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.
<b>Taxes You Paid</b>	<b>5</b> State and local (check only one box):		
	a <input type="checkbox"/> Income taxes, or	5	1,092.
	b <input checked="" type="checkbox"/> General sales taxes		
6	Real estate taxes (see instructions) .....	6	5,431.
7	Personal property taxes .....	7	389.
8	Other taxes. List type and amount ► .....	8	
9	Add lines 5 through 8 .....	9	6,912.
<b>Interest You Paid</b>	<b>10</b> Home mtg interest and points reported to you on Form 1098. ....	10	7,580.
	<b>11</b> 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	
	-----		
	-----		
	<b>12</b> Points not reported to you on Form 1098. See instrs for spcl rules .....	12	
	<b>13</b> Mortgage insurance premiums (see instructions) .....	13	
	<b>14</b> Investment interest. Attach Form 4952 if required. (See instrs.) .....	14	99.
	<b>15</b> Add lines 10 through 14 .....	15	7,679.
<b>Gifts to Charity</b>	<b>16</b> Gifts by cash or check. If you made any gift of \$250 or more, see instrs. ....	16	1,620.
	<b>17</b> Other than by cash or check. If any gift of \$250 or more, see instructions. You <b>must</b> attach Form 8283 if over \$500 .....	17	
	<b>18</b> Carryover from prior year .....	18	
	<b>19</b> Add lines 16 through 18 .....	19	1,620.
<b>Casualty and Theft Losses</b>	<b>20</b> Casualty or theft loss(es). Attach Form 4684. (See instructions.) .....	20	0.
<b>Job Expenses and Certain Miscellaneous Deductions</b>	<b>21</b> Unreimbursed employee expenses — job travel, union dues, job education, etc. Attach Form 2106 or 2106-EZ if required. (See instructions.) ► .....	21	
	-----		
	<b>22</b> Tax preparation fees .....	22	
	<b>23</b> Other expenses — investment, safe deposit box, etc. List type and amount ► .....	23	
	-----		
	<b>24</b> Add lines 21 through 23 .....	24	
	<b>25</b> Enter amount from Form 1040, line 38. .... <b>25</b>		
	<b>26</b> Multiply line 25 by 2% (.02) .....	26	
	<b>27</b> Subtract line 26 from line 24. If line 26 is more than line 24, enter -0- .....	27	0.
<b>Other Miscellaneous Deductions</b>	<b>28</b> Other — from list in instructions. List type and amount ► .....		
	-----		
	-----	28	0.
<b>Total Itemized Deductions</b>	<b>29</b> Add the amounts in the far right column for lines 4 through 28. Also, enter this amount on Form 1040, line 40 .....	29	16,211.
	<b>30</b> If you elect to itemize deductions even though they are less than your standard deduction, check here. .... <input type="checkbox"/>		

**SCHEDULE B**  
**(Form 1040A or 1040)**Department of the Treasury  
Internal Revenue Service (99)**Interest and Ordinary Dividends**

▶ Attach to Form 1040A or 1040.

▶ Information about Schedule B (Form 1040A or 1040) and its instructions is at [www.irs.gov/form1040](http://www.irs.gov/form1040)

OMB No. 1545-0074

**2012**Attachment  
Sequence No. **08**

Name(s) shown on return

Your social security number

**EX104 Part Time Securities Cash Loss****999-99-9999****Part I**  
**Interest**(See  
instructions for  
Form 1040A, or  
Form 1040, line  
8a.)**Note.** If you  
received a Form  
1099-INT, Form  
1099-OID, or  
substitute statement  
from a brokerage  
firm, list the firm's  
name as the payer  
and enter the total  
interest shown on  
that form.**1** List name of payer. If any interest is from a seller-financed mortgage and the buyer used the property as a personal residence, see the instructions and list this interest first. Also, show that buyer's social security number and address ▶Scottrade Inc - trading a/cTD Ameritrade - trading a/c--**Amount**

65.

10.

--**2** Add the amounts on line 1. . . . .

75.

**3** Excludable interest on series EE and I U.S. savings bonds issued after 1989. Attach Form 8815. . . . .-----**4** Subtract line 3 from line 2. Enter the result here and on Form 1040A, or Form 1040, line 8a. . . . . ▶

75.

**Note.** If line 4 is over \$1,500, you must complete Part III.**Part II****Ordinary**  
**Dividends**(See  
instructions for  
Form 1040A, or  
Form 1040,  
line 9a.)**Note.** If you received  
a Form 1099-DIV or  
substitute statement  
from a brokerage  
firm, list the firm's  
name as the payer  
and enter the  
ordinary dividends  
shown on that form.**5** List name of payer ▶TD Ameritrade - trading a/c---**Amount**

1,475.

---**6** Add the amounts on line 5. Enter the total here and on Form 1040A, or Form 1040, line 9a. . . . . ▶

1,475.

**Note.** If line 6 is over \$1,500, you must complete Part III.**Part III**  
**Foreign**  
**Accounts**  
**and Trusts**(See  
instructions.)You must complete this part if you **(a)** had over \$1,500 of taxable interest or ordinary dividends; **(b)** had a foreign account; or **(c)** received a distribution from, or were a grantor of, or a transferor to, a foreign trust.**Yes****No****7 a** At any time during 2012, did you have a financial interest in or signature authority over a financial account (such as a bank account, securities account, or brokerage account) located in a foreign country? See instructions. . . . .☒☐

If 'Yes,' are you required to file Form TD F 90-22.1 to report that financial interest or signature authority? See Form TD F 90-22.1 and its instructions for filing requirements and exceptions to those requirements. . . . .

☐☐**b** If you are required to file Form TD F 90-22.1, enter the name of the foreign country where the financial account is located ▶☐☐**8** During 2012, did you receive a distribution from, or were you the grantor of, or transferor to, a foreign trust? If 'Yes,' you may have to file Form 3520. See instructions. . . . .☐☒

**SCHEDULE C**  
**(Form 1040)**Department of the Treasury  
Internal Revenue Service (99)**Profit or Loss From Business**  
**(Sole Proprietorship)**

► For information on Schedule C and its instructions, go to [www.irs.gov/schedulec](http://www.irs.gov/schedulec).  
► Attach to Form 1040, 1040NR, or 1041; partnerships generally must file Form 1065.

OMB No. 1545-0074

**2012**Attachment  
Sequence No. **09**

Name of proprietor

**EX104 Part Time Securities Cash Loss**

Social security number (SSN)

999-99-9999

**A** Principal business or profession, including product or service (see instructions)**Trader in Securities - July to Dec (see note)****B** Enter code from instructions

► 523900

**C** Business name. If no separate business name, leave blank.**D** Employer ID number (EIN), (see instrs)**E** Business address (including suite or room no.) ►

City, town or post office, state, and ZIP code

**F** Accounting method: (1) ☒ Cash (2) ☐ Accrual (3) ☐ Other (specify) ►**G** Did you 'materially participate' in the operation of this business during 2012? If 'No,' see instructions for limit on losses. ☒ Yes ☐ No**H** If you started or acquired this business during 2012, check here ☒**I** Did you make any payments in 2012 that would require you to file Form(s) 1099? (see instructions) ☐ Yes ☒ No**J** If 'Yes,' did you or will you file all required Forms 1099? ☐ Yes ☐ No**Part I Income**

1	Gross receipts or sales. See instructions for line 1 and check the box if this income was reported to you on Form W-2 and the 'Statutory employee' box on that form was checked. <input type="checkbox"/>	1	
2	Returns and allowances (see instructions).....	2	
3	Subtract line 2 from line 1.....	3	
4	Cost of goods sold (from line 42).....	4	
5	<b>Gross profit.</b> Subtract line 4 from line 3.....	5	
6	Other income, including federal and state gasoline or fuel tax credit or refund (see instructions).....	6	
7	<b>Gross income.</b> Add lines 5 and 6.....	7	

**Part II Expenses. Enter expenses for business use of your home only on line 30.**

8	Advertising.....	8		18	Office expense (see instructions).....	18	
9	Car and truck expenses (see instructions).....	9		19	Pension and profit-sharing plans.....	19	
10	Commissions and fees.....	10		20	Rent or lease (see instructions):		
11	Contract labor (see instructions).....	11		a	Vehicles, machinery, and equipment.....	20 a	
12	Depletion.....	12		b	Other business property.....	20 b	
13	Depreciation and section 179 expense deduction (not included in Part III) (see instructions).....	13	5,194.	21	Repairs and maintenance.....	21	
14	Employee benefit programs (other than on line 19).....	14		22	Supplies (not included in Part III).....	22	378.
15	Insurance (other than health).....	15		23	Taxes and licenses.....	23	
16	Interest:			24	Travel, meals, and entertainment:		
a	Mortgage (paid to banks, etc).....	16 a		a	Travel.....	24 a	
b	Other.....	16 b	1,625.	b	Deductible meals and entertainment (see instructions).....	24 b	
17	Legal & professional services.....	17		25	Utilities.....	25	
28	<b>Total expenses</b> before expenses for business use of home. Add lines 8 through 27a.....	28		26	Wages (less employment credits).....	26	
29	Tentative profit or (loss). Subtract line 28 from line 7.....	29		27 a	Other expenses (from line 48).....	27 a	2,621.
30	Expenses for business use of your home. Attach <b>Form 8829</b> . Do <b>not</b> report such expenses elsewhere.....	30		b	<b>Reserved for future use</b> .....	27 b	
31	<b>Net profit or (loss).</b> Subtract line 30 from line 29. • If a profit, enter on both <b>Form 1040, line 12</b> (or <b>Form 1040NR, line 13</b> ) and on <b>Schedule SE, line 2</b> . If you checked the box on line 1, see instructions). Estates and trusts, enter on <b>Form 1041, line 3</b> . • If a loss, you <b>must</b> go to line 32.			31			-10,583.

**32** If you have a loss, check the box that describes your investment in this activity (see instructions).

• If you checked 32a, enter the loss on both **Form 1040, line 12**, (or **Form 1040NR, line 13**) and on **Schedule SE, line 2**. (If you checked the box on line 1, see the instructions for line 31). Estates and trusts, enter on **Form 1041, line 3**.

• If you checked 32b, you **must** attach **Form 6198**. Your loss may be limited.

**32 a** ☒ All investment is at risk.**32 b** ☐ Some investment is not at risk.**BAA For Paperwork Reduction Act Notice, see your tax return instructions.**

Schedule C (Form 1040) 2012



**Part III Cost of Goods Sold** (see instructions)

<b>33</b> Method(s) used to value closing inventory: <b>a</b> <input type="checkbox"/> Cost <b>b</b> <input type="checkbox"/> Lower of cost or market <b>c</b> <input type="checkbox"/> Other (attach explanation)	
<b>34</b> Was there any change in determining quantities, costs, or valuations between opening and closing inventory? If 'Yes,' attach explanation .....	<input type="checkbox"/> Yes <input type="checkbox"/> No
<b>35</b> Inventory at beginning of year. If different from last year's closing inventory, attach explanation .....	<b>35</b>
<b>36</b> Purchases less cost of items withdrawn for personal use .....	<b>36</b>
<b>37</b> Cost of labor. Do not include any amounts paid to yourself .....	<b>37</b>
<b>38</b> Materials and supplies .....	<b>38</b>
<b>39</b> Other costs .....	<b>39</b>
<b>40</b> Add lines 35 through 39 .....	<b>40</b>
<b>41</b> Inventory at end of year .....	<b>41</b>
<b>42</b> <b>Cost of goods sold.</b> Subtract line 41 from line 40. Enter the result here and on line 4 .....	<b>42</b>

**Part IV Information on Your Vehicle.** Complete this part **only** if you are claiming car or truck expenses on line 9 and are not required to file Form 4562 for this business. See the instructions for line 13 to find out if you must file Form 4562.

**43** When did you place your vehicle in service for business purposes? (month, day, year) ▶ .....

**44** Of the total number of miles you drove your vehicle during 2012, enter the number of miles you used your vehicle for:

**a** Business ..... **b** Commuting (see instructions) ..... **c** Other .....

**45** Was your vehicle available for personal use during off-duty hours? ..... ☐ Yes ☐ No

**46** Do you (or your spouse) have another vehicle available for personal use? ..... ☐ Yes ☐ No

**47a** Do you have evidence to support your deduction? ..... ☐ Yes ☐ No

**b** If 'Yes,' is the evidence written? ..... ☐ Yes ☐ No

**Part V Other Expenses.** List below business expenses not included on lines 8-26 or line 30.

Trader tax and accounting .....	650.
Trading internet service provider .....	625.
Trading miscellaneous expenses .....	198.
Trading online information services .....	338.
Trading printed subscription .....	460.
Trading seminars .....	350.
.....	
.....	
<b>48</b> <b>Total other expenses.</b> Enter here and on line 27a .....	<b>48</b> 2,621.

**SCHEDULE D**  
**(Form 1040)**

Department of the Treasury  
Internal Revenue Service (99)

Name(s) shown on return

**Capital Gains and Losses**

► **Attach to Form 1040 or Form 1040NR.**

► Information about Schedule D and its separate instructions is at [www.irs.gov/form1040](http://www.irs.gov/form1040).

► **Use Form 8949 to list your transactions for lines 1, 2, 3, 8, 9, and 10.**

OMB No. 1545-0074

**2012**

Attachment  
Sequence No. **12**

Your social security number

999-99-9999

EX104 Part Time Securities Cash Loss

**Part I Short-Term Capital Gains and Losses — Assets Held One Year or Less**

Complete Form 8949 before completing line 1, 2, or 3. This form may be easier to complete if you round off cents to whole dollars.

	(d) Proceeds (sales price) from Form(s) 8949, Part I, line 2, column (d)	(e) Cost or other basis from Form(s) 8949, Part I, line 2, column (e)	(g) Adjustments to gain or loss from Form(s) 8949, Part I, line 2, column (g)	(h) Gain or (loss) Subtract column (e) from column (d) and combine the result with column (g)
1 Short-term totals from all Forms 8949 with <b>box A</b> checked in <b>Part I</b> .....	12,772,228.	13,040,990.		-268,762.
2 Short-term totals from all Forms 8949 with <b>box B</b> checked in <b>Part I</b> .....				
3 Short-term totals from all Forms 8949 with <b>box C</b> checked in <b>Part I</b> .....				
4 Short-term gain from Form 6252 and short-term gain or (loss) from Forms 4684, 6781, and 8824 .....			4	
5 Net short-term gain or (loss) from partnerships, S corporations, estates, and trusts from Schedule(s) K-1 .....			5	
6 Short-term capital loss carryover. Enter the amount, if any, from line 8 of your <b>Capital Loss Carryover Worksheet</b> in the instructions .....			6	-1,063,048.
7 <b>Net short-term capital gain or (loss).</b> Combine lines 1 through 6 in column (h). If you have any long-term capital gain or losses, go to Part II below. Otherwise, go to Part III on page 2 .....			7	-1,331,810.

**Part II Long-Term Capital Gains and Losses — Assets Held More Than One Year**

Complete Form 8949 before completing line 8, 9, or 10. This form may be easier to complete if you round off cents to whole dollars.

	(d) Proceeds (sales price) from Form(s) 8949, Part II, line 4, column (d)	(e) Cost or other basis from Form(s) 8949, Part II, line 4, column (e)	(g) Adjustments to gain or loss from Form(s) 8949, Part II, line 4, column (g)	(h) Gain or (loss) Subtract column (e) from column (d) and combine the result with column (g)
8 Long-term totals from all Forms 8949 with <b>box A</b> checked in <b>Part II</b> .....				
9 Long-term totals from all Forms 8949 with <b>box B</b> checked in <b>Part II</b> .....				
10 Long-term totals from all Forms 8949 with <b>box C</b> checked in <b>Part II</b> .....				
11 Gain from Form 4797, Part I; long-term gain from Forms 2439 and 6252; and long-term gain or (loss) from Forms 4684, 6781, and 8824 .....			11	
12 Net long-term gain or (loss) from partnerships, S corporations, estates, and trusts from Schedule(s) K-1 .....			12	
13 Capital gain distributions. See instrs. ....			13	
14 Long-term capital loss carryover. Enter the amount, if any, from line 13 of your <b>Capital Loss Carryover Worksheet</b> in the instructions .....			14	
15 <b>Net long-term capital gain or (loss).</b> Combine lines 8 through 14 in column (h). Then go to Part III on page 2 .....			15	

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

Schedule D (Form 1040) 2012

**Part III Summary**

16 Combine lines 7 and 15 and enter the result. ....	<b>16</b>	-1,331,810.
<ul style="list-style-type: none"> <li>• If line 16 is a <b>gain</b>, enter the amount from line 16 on Form 1040, line 13, or Form 1040NR, line 14. Then go to line 17 below.</li> <li>• If line 16 is a <b>loss</b>, skip lines 17 through 20 below. Then go to line 21. Also be sure to complete line 22.</li> <li>• If line 16 is <b>zero</b>, skip lines 17 through 21 below and enter -0- on Form 1040, line 13, or Form 1040NR, line 14. Then go to line 22.</li> </ul>		
17 Are lines 15 and 16 <b>both</b> gains?		
<input type="checkbox"/> <b>Yes.</b> Go to line 18.		
<input type="checkbox"/> <b>No.</b> Skip lines 18 through 21, and go to line 22.		
18 Enter the amount, if any, from line 7 of the <b>28% Rate Gain Worksheet</b> in the instructions. ....	<b>18</b>	
19 Enter the amount, if any, from line 18 of the <b>Unrecaptured Section 1250 Gain Worksheet</b> in the instructions. ....	<b>19</b>	
20 Are lines 18 and 19 <b>both</b> zero or blank?		
<input type="checkbox"/> <b>Yes.</b> Complete the <b>Qualified Dividends and Capital Gain Tax Worksheet</b> in the instructions for Form 1040, line 44 (or in the instructions for Form 1040NR, line 42). <b>Do not</b> complete lines 21 and 22 below.		
<input type="checkbox"/> <b>No.</b> Complete the <b>Schedule D Tax Worksheet</b> in the instructions. <b>Do not</b> complete lines 21 and 22 below.		
21 If line 16 is a loss, enter here and on Form 1040, line 13, or Form 1040NR, line 14, the <b>smaller</b> of:		
<ul style="list-style-type: none"> <li>• The loss on line 16 or</li> <li>• (\$3,000), or if married filing separately, (\$1,500)</li> </ul>	<b>21</b>	-3,000.
<b>Note.</b> When figuring which amount is smaller, treat both amounts as positive numbers.		
22 Do you have qualified dividends on Form 1040, line 9b, or Form 1040NR, line 10b?		
<input checked="" type="checkbox"/> <b>Yes.</b> Complete the <b>Qualified Dividends and Capital Gain Tax Worksheet</b> in the instructions for Form 1040, line 44 (or in the instructions for Form 1040NR, line 42).		
<input type="checkbox"/> <b>No.</b> Complete the rest of Form 1040 or Form 1040NR.		

**Sales and Other Dispositions of Capital Assets**

- Information about Form 8949 and its separate instructions is at [www.irs.gov/form8949](http://www.irs.gov/form8949).  
► File with your Schedule D to list your transactions for lines 1, 2, 3, 8, 9, and 10 of Schedule D.

**2012**Attachment  
Sequence No. **12A**

Name(s) shown on return

SSN or taxpayer identification no.

**EX104 Part Time Securities Cash Loss**

999-99-9999

Most brokers issue their own substitute statement instead of using Form 1099-B. They also may provide basis information (usually your cost) to you on the statement even if it is not reported to the IRS. Before you check Box A, B, or C below, determine whether you received any statement(s) and, if so, the transactions for which basis was reported to the IRS. Brokers are required to report basis to the IRS for most stock you bought in 2011 or later.

**Part I** **Short-Term.** Transactions involving capital assets you held one year or less are short term. For long-term transactions, see page 2.

**You must check Box A, B, or C below. Check only one box.** If more than one box applies for your short-term transactions, complete a separate Form 8949, page 1, for each applicable box. If you have more short-term transactions than will fit on this page for one or more of the boxes, complete as many forms with the same box checked as you need.

- ☒ **(A)** Short-term transactions reported on Form(s) 1099-B showing basis **was** reported to the IRS  
☐ **(B)** Short-term transactions reported on Form(s) 1099-B showing basis **was not** reported to the IRS  
☐ **(C)** Short-term transactions not reported to you on Form 1099-B

1	(a) Description of property (Example: 100 shares XYZ Co)	(b) Date acquired (Mo, day, yr)	(c) Date sold or disposed (Mo, day, yr)	(d) Proceeds (sales price) (see instructions)	(e) Cost or other basis. See the <b>Note</b> below and see <i>Column (e)</i> in the separate instructions	Adjustment, if any, to gain or loss. If you enter an amount in column (g), enter a code in column (f). <b>See the separate instructions.</b>		(h) <b>Gain or (loss).</b> Subtract column (e) from column (d) and combine the result with column (g)
						(f) Code(s) from instructions	(g) Amount of adjustment	
	TD Ameritrade - trading a/c (see att) (Trader Transaction)	Various	Various	12720509.	12969511.			-249,002.
	Scottrade - trading a/c - (see attached) (Trader Transaction)	Various	Various	51,580.	69,954.			-18,374.
	E*Trade - invest a/c (see attached)	Various	Various	139.	1,525.			-1,386.
<b>2 Totals.</b>	Add the amounts in columns (d), (e), (g), and (h) (subtract negative amounts). Enter each total here and include on your Schedule D, <b>line 1</b> (if <b>Box A</b> above is checked), <b>line 2</b> (if <b>Box B</b> above is checked), or <b>line 3</b> (if <b>Box C</b> above is checked). ►			12772228.	13040990.		0.	-268,762.

**Note.** If you checked Box A above but the basis reported to the IRS was incorrect, enter in column (e) the basis as reported to the IRS, and enter an adjustment in column (g) to correct the basis. See *Column (g)* in the separate instructions for how to figure the amount of the adjustment.

Name(s) shown on return. Do not enter name and social security number if shown on Page 1.

Your social security number

## EX104 Part Time Securities Cash Loss

999-99-9999

**Caution:** The IRS compares amounts reported on your tax return with amounts shown on Schedule(s) K-1.**Part II** Income or Loss From Partnerships and S Corporations**Note.** If you report a loss from an at-risk activity for which **any** amount is **not** at risk, you **must** check the box in column (e) on line 28 and attach **Form 6198**. See instructions.

- 27 Are you reporting any loss not allowed in a prior year due to the at-risk or basis limitations, a prior year unallowed loss from a passive activity (if that loss was not reported on Form 8582), or unreimbursed partnership expenses? . . . ☐ Yes ☒ No  
If you answered 'Yes,' see instructions before completing this section.

28	(a) Name	(b) Enter P for partnership; S for S corporation	(c) Check if foreign partnership	(d) Employer identification number	(e) Check if any amount is not at risk
A	Partnership investment	P		78-1235899	
B					
C					
D					

Passive Income and Loss		Nonpassive Income and Loss		
(f) Passive loss allowed (attach Form 8582 if required)	(g) Passive income from Schedule K-1	(h) Nonpassive loss from Schedule K-1	(i) Section 179 expense deduction from Form 4562	(j) Nonpassive income from Schedule K-1
A				50,000.
B				
C				
D				
29 a Totals. . . . .				50,000.
b Totals. . . . .				
30 Add columns (g) and (j) of line 29a . . . . .			30	50,000.
31 Add columns (f), (h), and (i) of line 29b . . . . .			31	
32 Total partnership and S corporation income or (loss). Combine lines 30 and 31. Enter the result here and include in the total on line 41 below. . . . .			32	50,000.

**Part III** Income or Loss From Estates and Trusts

33	(a) Name	(b) Employer ID no.
A		
B		

Passive Income and Loss		Nonpassive Income and Loss	
(c) Passive deduction or loss allowed (attach Form 8582 if required)	(d) Passive income from Schedule K-1	(e) Deduction or loss from Schedule K-1	(f) Other income from Schedule K-1
A			
B			
34 a Totals. . . . .			
b Totals. . . . .			
35 Add columns (d) and (f) of line 34a . . . . .			35
36 Add columns (c) and (e) of line 34b . . . . .			36
37 Total estate and trust income or (loss). Combine lines 35 and 36. Enter the result here and include in the total on line 41 below. . . . .			37

**Part IV** Income or Loss From Real Estate Mortgage Investment Conduits (REMICs) – Residual Holder

38	(a) Name	(b) Employer identification number	(c) Excess inclusion from Schedules Q, line 2c (see instructions)	(d) Taxable income (net loss) from Schedules Q, line 1b	(e) Income from Schedules Q, line 3b
39	Combine columns (d) and (e) only. Enter the result here and include in the total on line 41 below. . . . .				39

**Part V** Summary

40	Net farm rental income or (loss) from Form 4835. Also, complete line 42 below. . . . .	40	
41	Total income or (loss). Combine lines 26, 32, 37, 39, and 40. Enter the result here and on Form 1040, line 17, or Form 1040NR, line 18. . . . .	41	50,000.
42	Reconciliation of farming and fishing income. Enter your gross farming and fishing income reported on Form 4835, line 7; Schedule K-1 (Form 1065), box 14, code B; Schedule K-1 (Form 1120S), box 17, code U; and Schedule K-1 (Form 1041), box 14, code F (see instructions). . . . .	42	
43	Reconciliation for real estate professionals. If you were a real estate professional (see instructions), enter the net income or (loss) you reported anywhere on Form 1040 or Form 1040NR from all rental real estate activities in which you materially participated under the passive activity loss rules. . . . .	43	

**Alternative Minimum Tax — Individuals**

► Information about Form 6251 and its separate instructions is at [www.irs.gov/form6251](http://www.irs.gov/form6251).  
 ► Attach to Form 1040 or Form 1040NR.

OMB No. 1545-0074

**2012**Attachment  
Sequence No. **32**

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

Your social security number

EX104 Part Time Securities Cash Loss

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	85,545.
2	Medical and dental. Enter the <b>smaller</b> of Schedule A (Form 1040), line 4 <b>or</b> 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	6,912.
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	<b>Alternative minimum taxable income.</b> Combine lines 1 through 27. (If married filing separately, see instructions.)	28	92,457.

**Part II Alternative Minimum Tax (AMT)**

29	Exemption. See instructions	29	78,750.
30	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	13,707.
31	<ul style="list-style-type: none"> <li>• If you are filing Form 2555 or 2555-EZ, see instructions for the amount to enter.</li> <li>• 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.</li> <li>• <b>All others:</b> 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.</li> </ul>	31	3,405.
32	Alternative minimum tax foreign tax credit (see instructions)	32	
33	Tentative minimum tax. Subtract line 32 from line 31.	33	3,405.
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	11,397.
35	<b>AMT.</b> 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 12/12/12

Form **6251** (2012)

**Part III Tax Computation Using Maximum Capital Gains Rates**

Complete Part III only if you are required to do so by line 31 or by the Foreign Earned Income Tax Worksheet in the instructions.

<b>36</b>	Enter the amount from Form 6251, line 30. If you are filing Form 2555 or 2555-EZ, enter the amount from line 3 of the worksheet in the instructions for line 31 .....	<b>36</b>	13,707.
<b>37</b>	Enter the amount from line 6 of the Qualified Dividends and Capital Gain Tax Worksheet in the instructions for Form 1040, line 44, or the amount from line 13 of the Schedule D Tax Worksheet in the instructions for Schedule D (Form 1040), whichever applies (as refigured for the AMT, if necessary) (see instructions). If you are filing Form 2555 or 2555-EZ, see instructions for the amount to enter .....	<b>37</b>	1,451.
<b>38</b>	Enter the amount from Schedule D (Form 1040), line 19 (as refigured for the AMT, if necessary) (see instructions). If you are filing Form 2555 or 2555-EZ, see instructions for the amount to enter .....	<b>38</b>	0.
<b>39</b>	If you did not complete a Schedule D Tax Worksheet for the regular tax or the AMT, enter the amount from line 37. Otherwise, add lines 37 and 38, and enter the <b>smaller</b> of that result or the amount from line 10 of the Schedule D Tax Worksheet (as refigured for the AMT, if necessary). If you are filing Form 2555 or 2555-EZ, see instructions for the amount to enter .....	<b>39</b>	1,451.
<b>40</b>	Enter the <b>smaller</b> of line 36 or line 39 .....	<b>40</b>	1,451.
<b>41</b>	Subtract line 40 from line 36 .....	<b>41</b>	12,256.
<b>42</b>	If line 41 is \$175,000 or less (\$87,500 or less if married filing separately), multiply line 41 by 26% (.26). Otherwise, multiply line 41 by 28% (.28) and subtract \$3,500 (\$1,750 if married filing separately) from the result .....	<b>42</b>	3,187.
<b>43</b>	Enter: <ul style="list-style-type: none"> <li>• \$70,700 if married filing jointly or qualifying widow(er),</li> <li>• \$35,350 if single or married filing separately, or</li> <li>• \$47,350 if head of household.</li> </ul>	<b>43</b>	70,700.
<b>44</b>	Enter the amount from line 7 of the Qualified Dividends and Capital Gain Tax Worksheet in the instructions for Form 1040, line 44, or the amount from line 14 of the Schedule D Tax Worksheet in the instructions for Schedule D (Form 1040), whichever applies (as figured for the regular tax). If you did not complete either worksheet for the regular tax, enter -0- .....	<b>44</b>	76,494.
<b>45</b>	Subtract line 44 from line 43. If zero or less, enter -0- .....	<b>45</b>	0.
<b>46</b>	Enter the <b>smaller</b> of line 36 or line 37 .....	<b>46</b>	1,451.
<b>47</b>	Enter the <b>smaller</b> of line 45 or line 46 .....	<b>47</b>	
<b>48</b>	Subtract line 47 from line 46 .....	<b>48</b>	1,451.
<b>49</b>	Multiply line 48 by 15% (.15) .....	<b>49</b>	218.
<b>If line 38 is zero or blank, skip lines 50 and 51 and go to line 52. Otherwise, go to line 50.</b>			
<b>50</b>	Subtract line 46 from line 40 .....	<b>50</b>	
<b>51</b>	Multiply line 50 by 25% (.25) .....	<b>51</b>	
<b>52</b>	Add lines 42, 49, and 51 .....	<b>52</b>	3,405.
<b>53</b>	If line 36 is \$175,000 or less (\$87,500 or less if married filing separately), multiply line 36 by 26% (.26). Otherwise, multiply line 36 by 28% (.28) and subtract \$3,500 (\$1,750 if married filing separately) from the result .....	<b>53</b>	3,564.
<b>54</b>	Enter the <b>smaller</b> of line 52 or line 53 here and on line 31. If you are filing Form 2555 or 2555-EZ, do not enter this amount on line 31. Instead, enter it on line 4 of the worksheet in the instructions for line 31. ....	<b>54</b>	3,405.

Form 6251 (2012)

## Investment Interest Expense Deduction

► Information about Form 4952 and its instructions is at [www.irs.gov/form4952](http://www.irs.gov/form4952)  
 ► Attach to your tax return.

OMB No. 1545-0191

**2012**

Attachment  
Sequence No. **51**

Name(s) shown on return

EX104 Part Time Securities Cash Loss

Identifying number

999-99-9999

### Part I Total Investment Interest Expense

1	Investment interest expense paid or accrued in 2012 (see instructions).....	1	99.
2	Disallowed investment interest expense from 2011 Form 4952, line 7.....	2	
3	<b>Total investment interest expense.</b> Add lines 1 and 2.....	3	99.

### Part II Net Investment Income

4a	Gross income from property held for investment (excluding any net gain from the disposition of property held for investment).....	4a	1,550.	
4b	Qualified dividends included on line 4a.....	4b	1,475.	
4c	Subtract line 4b from line 4a.....	4c		75.
4d	Net gain from the disposition of property held for investment.....	4d		
4e	Enter the <b>smaller</b> of line 4d or your net capital gain from the disposition of property held for investment (see instructions).....	4e		
4f	Subtract line 4e from line 4d.....	4f		
4g	Enter the amount from lines 4b and 4e that you elect to include in investment income (see instructions)....	4g		24.
4h	Investment income. Add lines 4c, 4f, and 4g.....	4h		99.
5	Investment expenses (see instructions).....	5		
6	<b>Net investment income.</b> Subtract line 5 from line 4h. If zero or less, enter -0-.....	6		99.

### Part III Investment Interest Expense Deduction

7	Disallowed investment interest expense to be carried forward to 2013. Subtract line 6 from line 3. If zero or less, enter -0-.....	7	0.
8	<b>Investment interest expense deduction.</b> Enter the <b>smaller</b> of line 3 or 6. See instructions.....	8	99.

**BAA For Paperwork Reduction Act Notice, see separate instructions.**

Form **4952** (2012)



Form **8829**Department of the Treasury  
Internal Revenue Service (99)**Expenses for Business Use of Your Home**

► **File only with Schedule C (Form 1040). Use a separate Form 8829 for each home you used for business during the year.**  
**Information about Form 8829 and its separate instructions is at [www.irs.gov/form8829](http://www.irs.gov/form8829)**

OMB No. 1545-0074

**2012**Attachment  
Sequence No. **176**

Name(s) of proprietor(s)

Your social security number

EX104 Part Time Securities Cash Loss

999-99-9999

**Part I Part of Your Home Used for Business**

1	Area used regularly and exclusively for business, regularly for daycare, or for storage of inventory or product samples (see instructions).	1	175
2	Total area of home	2	1,575
3	Divide line 1 by line 2. Enter the result as a percentage	3	11.11 %
<b>For daycare facilities not used exclusively for business go to line 4. All others go to line 7.</b>			
4	Multiply days used for daycare during year by hours used per day.	4	hr
5	Total hours available for use during the year (366 days x 24 hours) (see instructions).	5	hr
6	Divide line 4 by line 5. Enter the result as a decimal amount	6	
7	Business percentage. For daycare facilities not used exclusively for business, multiply line 6 by line 3 (enter the result as a percentage). All others, enter the amount from line 3.	7	11.11 %

**Part II Figure Your Allowable Deduction**

8	Enter the amount from Schedule C, line 29, <b>plus</b> any gain derived from the business use of your home and shown on Schedule D or Form 4797, minus any loss from the trade or business not derived from the business use of your home and shown on Schedule D or Form 4797. See instructions.	8	-9,818.
<b>See instrs for columns (a) and (b) before completing lines 9-21.</b>			
	<b>(a) Direct expenses</b>	<b>(b) Indirect expenses</b>	
9	Casualty losses (see instructions)	9	
10	Deductible mortgage interest (see instructions)	10	4,013.
11	Real estate taxes (see instructions)	11	2,875.
12	Add lines 9, 10, and 11	12	6,888.
13	Multiply line 12, column (b) by line 7	13	765.
14	Add line 12, column (a) and line 13	14	765.
15	Subtract line 14 from line 8. If zero or less, enter -0-	15	0.
16	Excess mortgage interest (see instructions)	16	
17	Insurance	17	180.
18	Rent	18	
19	Repairs and maintenance	19	
20	Utilities	20	2,485.
21	Other expenses (see instrs) <b>Statement 2</b>	21	2,200.
22	Add lines 16 through 21	22	4,865.
23	Multiply line 22, column (b) by line 7	23	541.
24	Carryover of operating expenses from 2011 Form 8829, line 42	24	
25	Add line 22 column (a), line 23, and line 24	25	541.
26	Allowable operating expenses. Enter the <b>smaller</b> of line 15 or line 25	26	
27	Limit on excess casualty losses and depreciation. Subtract line 26 from line 15	27	
28	Excess casualty losses (see instructions)	28	
29	Depreciation of your home from line 41 below	29	95.
30	Carryover of excess casualty losses and depreciation from 2011 Form 8829, line 43	30	
31	Add lines 28 through 30	31	95.
32	Allowable excess casualty losses and depreciation. Enter the <b>smaller</b> of line 27 or line 31	32	
33	Add lines 14, 26, and 32	33	765.
34	Casualty loss portion, if any, from lines 14 and 32. Carry amount to <b>Form 4684</b> (see instructions)	34	
35	<b>Allowable expenses for business use of your home.</b> Subtract line 34 from line 33. Enter here and on Schedule C, line 30. If your home was used for more than one business, see instructions	35	765.

**Part III Depreciation of Your Home**

36	Enter the <b>smaller</b> of your home's adjusted basis or its fair market value (see instructions)	36	98,000.
37	Value of land included on line 36	37	25,000.
38	Basis of building. Subtract line 37 from line 36	38	73,000.
39	Business basis of building. Multiply line 38 by line 7	39	8,110.
40	Depreciation percentage (see instructions)	40	1.177 %
41	Depreciation allowable (see instructions). Multiply line 39 by line 40. Enter here and on line 29 above	41	95.

**Part IV Carryover of Unallowed Expenses to 2013**

42	Operating expenses. Subtract line 26 from line 25. If less than zero, enter -0-	42	541.
43	Excess casualty losses and depreciation. Subtract line 32 from line 31. If less than zero, enter -0-	43	95.

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

FDIA6902L 08/16/12

Form **8829** (2012)

Form **4562**Department of the Treasury  
Internal Revenue Service (99)**Depreciation and Amortization**  
**(Including Information on Listed Property)**

▶ See separate instructions. ▶ Attach to your tax return.

OMB No. 1545-0172

**2012**Attachment  
Sequence No. **179**

Name(s) shown on return

**EX104 Part Time Securities Cash Loss**

Identifying number

999-99-9999

Business or activity to which this form relates

**Schedule C - EX104 Part Time Securities Cash Loss****Part I Election To Expense Certain Property Under Section 179****Note:** If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount (see instructions) .....	1	500,000.
2	Total cost of section 179 property placed in service (see instructions) .....	2	5,194.
3	Threshold cost of section 179 property before reduction in limitation (see instructions) .....	3	2,000,000.
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0- .....	4	0.
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions .....	5	500,000.
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
	5-Year Trading computers	4,709.	4,709.
	7-Year Office furniture	485.	485.
7	Listed property. Enter the amount from line 29 .....	7	0.
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7 .....	8	5,194.
9	Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8 .....	9	5,194.
10	Carryover of disallowed deduction from line 13 of your 2011 Form 4562 .....	10	0.
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instrs) ..	11	108,400.
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11 .....	12	5,194.
13	Carryover of disallowed deduction to 2013. Add lines 9 and 10, less line 12. ▶	13	0.

**Note:** Do not use Part II or Part III below for listed property. Instead, use Part V.**Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.)** (See instructions.)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see instructions) .....	14	
15	Property subject to section 168(f)(1) election .....	15	
16	Other depreciation (including ACRS) .....	16	

**Part III MACRS Depreciation (Do not include listed property.)** (See instructions.)**Section A**

17	MACRS deductions for assets placed in service in tax years beginning before 2012 .....	17	
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here. ▶ <input type="checkbox"/>		

**Section B - Assets Placed in Service During 2012 Tax Year Using the General Depreciation System**

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only — see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19 a 3-year property .....						
b 5-year property .....						
c 7-year property .....						
d 10-year property .....						
e 15-year property .....						
f 20-year property .....						
g 25-year property .....			25 yrs		S/L	
h Residential rental property .....			27.5 yrs	MM	S/L	
i Nonresidential real property .....			27.5 yrs	MM	S/L	
			39 yrs	MM	S/L	

**Section C - Assets Placed in Service During 2012 Tax Year Using the Alternative Depreciation System**

20 a Class life .....				S/L	
b 12-year .....			12 yrs	S/L	
c 40-year .....			40 yrs	MM	S/L

**Part IV Summary** (See instructions.)

21	Listed property. Enter amount from line 28 .....	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations — see instructions .....	22	5,194.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs .....	23	

**BAA For Paperwork Reduction Act Notice, see separate instructions.**

FDIZ0812L 08/19/12

Form **4562** (2012)

Form **4562**Department of the Treasury  
Internal Revenue Service (99)**Depreciation and Amortization**  
**(Including Information on Listed Property)**

▶ See separate instructions. ▶ Attach to your tax return.

OMB No. 1545-0172

**2012**Attachment  
Sequence No. **179**

Name(s) shown on return

EX104 Part Time Securities Cash Loss

Identifying number

999-99-9999

Business or activity to which this form relates

Schedule C (Business Use of Home) - EX104 Part Time Securities Cash Loss

**Part I Election To Expense Certain Property Under Section 179****Note:** If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount (see instructions) .....	1	500,000.
2	Total cost of section 179 property placed in service (see instructions) .....	2	
3	Threshold cost of section 179 property before reduction in limitation (see instructions) .....	3	2,000,000.
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0- .....	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions .....	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property. Enter the amount from line 29 .....	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7 .....	8	
9	Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8 .....	9	
10	Carryover of disallowed deduction from line 13 of your 2011 Form 4562 .....	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instrs) ..	11	
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11 .....	12	
13	Carryover of disallowed deduction to 2013. Add lines 9 and 10, less line 12. .... ▶	13	

**Note:** Do not use Part II or Part III below for listed property. Instead, use Part V.**Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.)** (See instructions.)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see instructions) .....	14	
15	Property subject to section 168(f)(1) election .....	15	
16	Other depreciation (including ACRS) .....	16	

**Part III MACRS Depreciation (Do not include listed property.)** (See instructions.)**Section A**

17	MACRS deductions for assets placed in service in tax years beginning before 2012 .....	17	
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here. .... ▶ <input type="checkbox"/>		

**Section B — Assets Placed in Service During 2012 Tax Year Using the General Depreciation System**

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only — see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19 a 3-year property .....						
b 5-year property .....						
c 7-year property .....						
d 10-year property .....						
e 15-year property .....						
f 20-year property .....						
g 25-year property .....			25 yrs		S/L	
h Residential rental property .....			27.5 yrs	MM	S/L	
i Nonresidential real property .....	7/01/12	8,110.	39 yrs	MM	S/L	95.
				MM	S/L	

**Section C — Assets Placed in Service During 2012 Tax Year Using the Alternative Depreciation System**

20 a Class life .....					S/L	
b 12-year .....			12 yrs		S/L	
c 40-year .....			40 yrs	MM	S/L	

**Part IV Summary** (See instructions.)

21	Listed property. Enter amount from line 28 .....	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations — see instructions .....	22	95.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs .....	23	

**BAA For Paperwork Reduction Act Notice, see separate instructions.**

FDIZ0812L 08/19/12

Form **4562** (2012)

2012

Federal Statements

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Client EX104

EX104 Part Time Securities Cash Loss

999-99-9999

2/11/13

09:12AM

Statement 1  
Form 1040, Line 9b  
Qualified Dividends

TD Ameritrade - trading a/c.....	\$	1,475.
Total	\$	<u>1,475.</u>

Statement 2  
Form 8829, Line 21  
Other Expenses

	<u>Direct</u>	<u>Indirect</u>
Condo fees.....	\$ 0.	\$ 2,200.
Total	<u>\$ 0.</u>	<u>\$ 2,200.</u>

Demo

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Note to Schedules C, Schedule D and Form 8949 in connection with taxpayer's business activity: "trader in securities"

Taxpayer operated a trading business, in accordance with the definition below, for the time period of July through December of 2012. Considerable time spent every trading day, consistent and frequent number of trades, and trading proceeds all support taxpayer's rising to the level of conducting this activity as a business.

Taxpayer quit his W-2 job in June of 2012 and began trading securities full time therefore.

Taxpayer's business activities are described in IRS Publication 550, Chapter 4 - Special Rules for Traders. We excerpt these rules below (and add some notes in parentheses).

#### Special Rules for Traders in Securities

Special rules apply if you are a trader in securities in the business of buying and selling securities for your own account. To be engaged in business as a trader in securities, you must meet all the following conditions. (Taxpayer met all the following conditions for time period of July through December of 2012).

..You must seek to profit from daily market movements in the prices of securities and not from dividends, interest, or capital appreciation.

..Your activity must be substantial.

..You must carry on the activity with continuity and regularity.

The following facts and circumstances should be considered in determining if your activity is a securities trading business.

..Typical holding periods for securities bought and sold. (Taxpayer had very short holding periods).

..The frequency and dollar amount of your trades during the year. (Taxpayer traded frequently with lower dollar amounts - high turnover).

..The extent to which you pursue the activity to produce income for a livelihood. (Taxpayer's intention is to earn a living from this trading business activity).

..The amount of time you devote to the activity. (Taxpayer spends a good part of every day on this activity).

#### Note.

You may be a trader in some securities and have other securities you hold for investment. The special rules discussed here do not apply to the securities held for investment. You must keep detailed records to distinguish the securities. The securities held for investment must be identified as such in your records on the day you got them (for example, by holding them in a separate brokerage account). (If taxpayer has investment securities they are clearly "segregated" from his trading securities in accordance with current IRS regulations).

#### How To Report.

Transactions from trading activities result in capital gains and losses and must be reported on Schedule D and Form 8949 (Form 1040). Losses from these transactions are subject to the limit on capital losses explained earlier in this chapter.

#### Expenses.

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EX104 Part Time Securities Cash Loss

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Interest expense and other investment expenses that an investor would deduct on Schedule A (Form 1040) are deducted by a trader on Schedule C (Form 1040), Profit or Loss From Business, if the expenses are from the trading business. Commissions and other costs of acquiring or disposing of securities are not deductible but must be used to figure gain or loss. The limit on investment interest expense, which applies to investors, does not apply to interest paid or incurred in a trading business. (Taxpayer duly reported his trading business expenses on Schedule C: trader in securities).

Self-employment tax.

-----  
Gains and losses from selling securities as part of a trading business are not subject to self-employment tax. This is true whether the election is made or not.

=====

#### SUMMARY

Taxpayer qualifies as a trader in securities for the time period of July through December of 2012 and he did not elect mark-to-market accounting for this time period. Taxpayer's trading business expenses are reported on Schedule C and his trading gains and losses are reported on Schedule D and Form 8949. Taxpayer is not subject to self-employment taxes on this trading activity.

=====

Demo

Client EX104

EX104 Part Time Securities Cash Loss

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**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>
Wages per W-2	63,789.	10,785.	2,679.	925.		
Grand Total	<u>63,789.</u>	<u>10,785.</u>	<u>2,679.</u>	<u>925.</u>	<u>0.</u>	<u>0.</u>

**Worksheet for Determining Roth IRA Basis Amounts**Taxpayer

## Basis in Contributions:

1. Basis in Roth IRA contributions as of December 31, 2011 6,000.
2. Roth IRA contributions for 2012, adjusted for any recharacterizations 0.
3. Add lines 1 and 2 6,000.
4. Enter the amount of nonqualified distributions from Form 8606, line 19 0.
5. Remaining basis in contributions before qualified Roth distributions (subtract line 4 from line 3) 6,000.
6. Qualified Roth distributions 0.
7. Basis in Roth IRA contributions as of December 31, 2012 (subtract line 6 from line 5) 6,000.

## Basis in Conversions &amp; Rollovers:

8. Basis in Roth IRA conversions as of December 31, 2011 0.
9. Enter the amount from Form 8606, line 16 0.
10. Rollovers from qualified retirement plans to Roth IRAs in 2012 0.
11. Add lines 8, 9, and 10 0.
12. Enter the amount from Form 8606, line 23, refigured without taking into account the amount on line 20 0.
13. Remaining basis in conversions and rollovers before qualified Roth distributions (subtract line 12 from line 11) 0.
14. Qualified Roth distributions that did not reduce basis in contributions (subtract line 6 from line 7) 0.
15. Basis in Roth IRA conversions & rollovers as of December 31, 2012 (subtract line 14 from line 13) 0.

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EX104 Part Time Securities Cash Loss

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**Qualified Dividends and Capital Gain Tax Worksheet (Form 1040, Line 44)**

- |  |        |                |
|--|--------|----------------|
| 1. Enter the amount from Form 1040, line 43  |        | 77,945.        |
| 2. Enter the amount from Form 1040, line 9b  | 1,475. |                |
| 3. Are you filing Schedule D?  |        |                |
| [X] Yes. Enter the smaller of line 15 or 16 of Schedule D, but do not enter less than zero   |        |                |
| [ ] No. Enter the amount from Form 1040, line 13   | 0.     |                |
| 4. Add lines 2 and 3   | 1,475. |                |
| 5. If you are claiming investment interest expense on Form 4952, enter the amount from line 4g of that form. Otherwise enter zero.           | 24.    |                |
| 6. Subtract line 5 from line 4. If zero or less, enter zero.   |        | 1,451.         |
| 7. Subtract line 6 from line 1. If zero or less, enter zero.   |        | 76,494.        |
| 8. Enter:  |        |                |
| \$35,350 if single or married filing separately,   |        |                |
| \$70,700 if married filing jointly or qualifying widow(er), \$47,350 if head of household.   |        | 70,700.        |
| 9. Enter the smaller of line 1 or line 8   |        | 70,700.        |
| 10. Enter the smaller of line 7 or line 9  |        | 70,700.        |
| 11. Subtract line 10 from line 9. This amount is taxed at 0%   |        | 0.             |
| 12. Enter the smaller of line 1 or line 6  |        | 1,451.         |
| 13. Enter the amount from line 11  |        | 0.             |
| 14. Subtract line 13 from line 12  |        | 1,451.         |
| 15. Multiply line 14 by 15% (.15)  |        | 218.           |
| 16. Figure the tax on the amount on line 7. (Use the Tax Table or Tax Computation Worksheet)   |        | 11,179.        |
| 17. Add lines 15 and 16  |        | 11,397.        |
| 18. Figure the tax on the amount on line 1. (Use the Tax Table or Tax Computation Worksheet)   |        | 11,541.        |
| 19. Tax on all taxable income (including capital gain distributions). Enter the smaller of line 17 or line 18 here and on Form 1040, line 44 |        | <u>11,397.</u> |

**Federal Income Tax Withheld**

Wages per W-2

	10,785.
Total	<u>10,785.</u>



Client EX104

EX104 Part Time Securities Cash Loss

999-99-9999

2/11/13

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

## State and Local Sales Taxes Using the Optional Sales Tax Tables

## Available Income:

Adjusted gross income per Form 1040	101,756.
Tax-exempt interest	0.
Nontaxable combat pay	0.
Nontaxable social security benefits	0.
Nontaxable pensions	0.
Nontaxable IRAs	0.
Prior year refundable credits (refundable portion only)	0.
Additional nontaxable amounts	0.
Total Available Income (not less than zero)	<u>101,756.</u>

Number of Exemptions	2.
----------------------	----

- |   |        |
|---|--------|
| 1. State general sales taxes per Tables   | 1,092. |
| 2. Local general sales taxes per Tables for certain residents of<br>AK, AZ, AR, CO, GA, IL, LA, MO, NC, NY, SC, TN, UT, VA, and WV<br>(based on a rate of 1%) | 0.     |
| 3. Local general sales tax rate   |        |
| 4. If line 2 is zero, enter your state general sales tax rate.<br>Otherwise, skip line 4 and 5, and go to line 6  | 6.2500 |
| 5. Divide line 3 by line 4  |        |
| 6. Local general sales taxes. If line 2 is zero, multiply<br>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)  | 1,092. |
| 8. Sales taxes paid on vehicles, boats, etc.  | 0.     |
| 9. Sales tax deduction when using Tables (add lines 7 and 8)  | 1,092. |

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

- |  |               |
|--|---------------|
| 1. General sales taxes paid                    | 0.            |
| 2. Use taxes paid                              | 0.            |
| 3. Total actual taxes paid (add lines 1 and 2) | 0.            |
| 4. Sales taxes using Tables                    | 1,092.        |
| 5. Greater of sales taxes paid or Table amount | <u>1,092.</u> |

Client EX104

EX104 Part Time Securities Cash Loss

999-99-9999

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**Capital Loss Carryover Worksheet  
(IRS Publication 550)**

- |  |         |
|--|---------|
| 1. Enter the amount from Form 1040, line 41 or Form 1040NR, line 39. | 85,545. |
| 2. Enter the loss from Schedule D, line 21.                          | 3,000.  |
| 3. Combine lines 1 and 2 (but not less than zero).                   | 88,545. |
| 4. Enter the smaller of line 2 or line 3.                            | 3,000.  |

Note: If line 7 of Schedule D is a loss,  
go to line 5; otherwise, enter zero  
on line 5 and go to line 9.

- |   |            |
|---|------------|
| 5. Enter the loss from Schedule D, line 7.                                    | 1,331,810. |
| 6. Enter gain from Schedule D, line 15.                                       | 0.         |
| 7. Add lines 4 and 6.   | 3,000.     |
| 8. Short-term capital loss carryover to 2013.<br>Subtract line 7 from line 5. | 1,328,810. |

Note: If line 15 of Schedule D is a loss,  
go to line 9; otherwise, skip  
lines 9 through 13.

- |  |  |
|--|--|
| 9. Enter the loss from Schedule D, line 15.                                    |  |
| 10. Enter gain from Schedule D, line 7.  |  |
| 11. Subtract line 5 from line 4.   |  |
| 12. Add lines 10 and 11.   |  |
| 13. Long-term capital loss carryover to 2013.<br>Subtract line 12 from line 9. |  |

**Taxable Business Income for Limitation of  
Section 179 Expense Deduction (Form 4562, Line 11)**

Wages, salaries, tips, etc.	63,789.
Business income or loss	-5,389.
Farm income or loss	0.
Rental real estate income or loss	0.
Nonpassive partnerships, S corps, estates, trusts	50,000.
Income or loss for real estate professionals	0.
Gains or losses on sales of business property	0.
Total Taxable Business Income	<u>108,400.</u>

**Investment Interest Expense (Form 4952, Line 1)**

Schedule A	99.
Schedule A (from pass-through entities)	0.
Schedule C	0.
Schedule E, page 1	0.
Schedule E, page 2	0.
Total Investment Interest Expense	<u>99.</u>

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EX104 Part Time Securities Cash Loss

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**Gross Investment Income (Form 4952, Line 4a)**

Interest Income	75.
Dividend Income	1,475.
Child's Investment Income - Form 8814	0.
Gross Investment Income - Schedule C	0.
Gross Investment Income - Schedule E	0.
Publicly Traded Partnership Income	0.
Other Net Investment Income - K-1	0.
Gross Investment Income Adjustment	0.
Total Gross Investment Income	<u>1,550.</u>

**Form 8829 - Personal Portion of Mortgage Interest, Mortgage Insurance Premiums and Real Estate Taxes to Carry to Schedule A**

Mortgage Interest entered.....	\$	4,013.
Mortgage Interest on Form 8829.....	\$	446.
Mortgage Interest to Schedule A.....	\$	<u>3,567.</u>
Real Estate Taxes entered.....	\$	2,875.
Real Estate Taxes on Form 8829.....		319.
Real Estate Taxes to Schedule A.....	\$	<u>2,556.</u>
Total mortgage interest to Schedule A	\$	3,567.
Total real estate taxes to Schedule A	\$	2,556.

Partnership investment  
78-1235899

Partnership Nonpassive	K-1 Input	Prior Year Unallowed At-Risk Loss	Disallowed Due to At-Risk	Prior Year Unallowed Passive Loss	Disallowed Passive Loss	Tax Return
<b>SCHEDULE E (page 2)</b>						
Ordinary income (loss).....	50,000.					
Rental real estate income (loss).....						
Other rental income (loss).....						
Section 59(e)(2) expenses.....						
Passive interest expense.....						
Guaranteed payments (nonpassive)...						
Section 179 expense and carryover...						
Disallowed section 179 expense.....						
Net income (loss).....	50,000.					50,000.
First passive other.....						
Second passive other.....						
Cost depletion.....						
Percentage depletion.....						
Depletion carryover.....						
Disallowed due to 65% limitation.....						
Unreimbursed expenses (nonpassive).						
Nonpassive other.....						
Total Schedule E (page 2).....						50,000.
<b>FORM 4797</b>						
Section 1231 gain (loss).....						
4797 ordinary income.....						
<b>SCHEDULE D</b>						
Short-term capital gain (loss).....						
Long-term capital gain (loss).....						
<b>FORM 4952</b>						
Investment interest expense.....						
Other net investment income.....						
<b>SCHEDULE A</b>						
Charitable contributions.....						
Deductions related to portfolio income						
<b>SCHEDULE B</b>						
Interest income (banks, S&L, C/U, etc.).....						
Interest income (U.S. bonds, T-bills, etc.).....						
Ordinary dividends.....						
Tax-exempt interest (total muni-bonds).....						
Tax-exempt interest (in-state bonds).....						
<b>FORM 6251</b>						
Depreciation adjustment after 12/31/86.....						
Adjusted gain or loss.....						
Depreciation (pre-1987).....						
Beneficiary's AMT adjustment.....						
Depletion.....						
Excess intangible drilling costs.....						
<b>MISCELLANEOUS</b>						
Net earnings from self employment (SE).....						
Gross farming income (Sch. E, page 2).....						
Royalties (Sch. E, page 1).....						
Taxes on undistributed capital gains (1040)....						
Credit for income tax withheld.....						
Estimated taxes credited from trust...						
Credits.....						

12/31/12

## 2012 Federal Depreciation Schedule

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EX104 Part Time Securities Cash Loss

999-99-9999

2/11/13

09:12AM

No.	Description	Date Acquired	Date Sold	Cost/ Basis	Bus. Pct.	Cur 179 Bonus	Special Depr. Allow.	Prior 179/ Bonus/ Sp. Depr.	Prior Dec. Bal. Depr.	Salvage /Basis Reductn	Depr. Basis	Prior Depr.	Method	Life	Rate	Current Depr.
Schedule C - EX104 Part Time Securities Cash Loss																
Furniture and Fixtures																
4	Office furniture	Various		485		485					0		200DB HY	7		0
	Total Furniture and Fixtures			485		485	0	0	0	0	0	0				0
Machinery and Equipment																
3	Trading computers	Various		4,709		4,709					0		200DB HY	5		0
	Total Machinery and Equipment			4,709		4,709	0	0	0	0	0	0				0
	Total Depreciation			5,194		5,194	0	0	0	0	0	0				0
Business Use of Home - EX104 Part Time Securities Cash Loss																
Buildings																
1	Home Office	7/01/12		73,000	11.11						8,110		S/L MM	39	.01177	95
2	Land	7/01/12		25,000	11.11						2,778					0
	Total Buildings			98,000		0	0	0	0	0	10,888	0				95
	Total Depreciation			98,000		0	0	0	0	0	10,888	0				95
	Grand Total Depreciation			103,194		5,194	0	0	0	0	10,888	0				95

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## 2012 Federal Alternative Minimum Tax Depreciation Schedule

Page 1

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EX104 Part Time Securities Cash Loss

999-99-9999

2/11/13

09:12AM

No.	Description	Date Acquired	Date Sold	AMT Basis	AMT Prior Depr	AMT Method	AMT Life	AMT Rate	AMT Depr	Reg. Depr	Ownr. Pct	Post-86 Depr Adj	Real Prop Pref	Leas Pers Prop Pref	59 (e)(2) Amort
Schedule C - EX104 Part Time Securities Cash Loss															
Furniture and Fixtures															
4	Office furniture	Various		0		200DB HY	7		0	0					0
	Total Furniture and Fixtures			0	0				0	0		0	0	0	0
Machinery and Equipment															
3	Trading computers	Various		0		200DB HY	5		0	0					0
	Total Machinery and Equipment			0	0				0	0		0	0	0	0
	Total Depreciation			0	0				0	0		0	0	0	0
Business Use of Home - EX104 Part Time Securities Cash Loss															
Buildings															
1	Home Office	7/01/12		8,110		S/L MM	39	.01177	95	95					0
2	Land	7/01/12		2,778					0	0					0
	Total Buildings			10,888	0				95	95		0	0	0	0
	Total Depreciation			10,888	0				95	95		0	0	0	0
	Grand Total Depreciation			10,888	0				95	95		0	0	0	0

Demo