

2/13/10

03:20PM

EX6F-NY

Taxpayer quit his W-2 job in May of 2009 and began trading forex full time in June. He traded full-time from June through December of 2009.

Taxpayer had \$12,000 in forex losses in 2009 which are reported on Form 4797, Part II as ordinary loss per IRC Section 988. Since the taxpayer is considered a full time trader during the period of the forex loss, these losses can be used to generate a net operating loss in the current year.

Demo

Label
(See instructions.)

Use the IRS label.
Otherwise, please print or type.

Presidential Election Campaign

For the year Jan 1 - Dec 31, 2009, or other tax year beginning , 2009, ending , 20		OMB No. 1545-0074
Your first name MI Last name	Your social security number	
Business Trader in Forex		999-99-9999
If a joint return, spouse's first name MI Last name	Spouse's social security number	
Home address (number and street). If you have a P.O. box, see instructions. Apartment no.		You must enter your social security number(s) above. ▲
Any Street		
City, town or post office. If you have a foreign address, see instructions. State ZIP code		Checking a box below will not change your tax or refund.
New York, NY 10021		
Check here if you, or your spouse if filing jointly, want \$3 to go to this fund? (see instructions)		<input type="checkbox"/> You <input type="checkbox"/> Spouse

Filing Status

Check only one box.

1 <input checked="" type="checkbox"/> Single	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 . ▶
2 <input 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 . ▶	5 <input type="checkbox"/> Qualifying widow(er) with dependent child (see instructions)

Exemptions

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

6a <input checked="" type="checkbox"/> Yourself. If someone can claim you as a dependent, do not check box 6a	Boxes checked on 6a and 6b	1
b <input type="checkbox"/> Spouse	No. of children on 6c who:	
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 qualifying child for child tax credit (see instrs)
		<input type="checkbox"/>
		<input type="checkbox"/>
		<input type="checkbox"/>
		<input type="checkbox"/>
d Total number of exemptions claimed		
Add numbers on lines above 1		

Income

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.

7 Wages, salaries, tips, etc. Attach Form(s) W-2	7	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 (see instrs)	9b	
10 Taxable refunds, credits, or offsets of state and local income taxes (see instructions)	10	3,532.
11 Alimony received	11	
12 Business income or (loss). Attach Schedule C or C-EZ	12	-4,716.
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	-12,000.
15a IRA distributions	15a	
b Taxable amount (see instrs)	15b	
16a Pensions and annuities	16a	
b Taxable amount (see instrs)	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 in excess of \$2,400 per recipient (see instructions)	19	
20a Social security benefits	20a	
b Taxable amount (see instrs)	20b	
21 Other income	21	
22 Add the amounts in the far right column for lines 7 through 21. This is your total income ▶	22	21,816.

Adjusted Gross Income

23 Educator expenses (see instructions)	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 One-half of self-employment tax. Attach Schedule SE	27	
28 Self-employed SEP, SIMPLE, and qualified plans	28	
29 Self-employed health insurance deduction (see instructions)	29	
30 Penalty on early withdrawal of savings	30	
31a Alimony paid b Recipient's SSN	31a	
32 IRA deduction (see instructions)	32	
33 Student loan interest deduction (see instructions)	33	
34 Tuition and fees deduction. Attach Form 8917	34	
35 Domestic production activities deduction. Attach Form 8903	35	
36 Add lines 23 - 31a and 32 - 35	36	0.
37 Subtract line 36 from line 22. This is your adjusted gross income ▶	37	21,816.

Tax and Credits**Standard Deduction for —**

• People who check any box on line 39a, 39b, or 40b or who can be claimed as a dependent, see instructions.

• All others:

Single or Married filing separately, \$5,700

Married filing jointly or Qualifying widow(er), \$11,400

Head of household, \$8,350

38 Amount from line 37 (adjusted gross income) 38 21,816.

39a Check if: ☐ You were born before January 2, 1945, ☐ Blind. **Total boxes checked** 39a ☐
☐ Spouse was born before January 2, 1945, ☐ Blind. 39b ☐

b If your spouse itemizes on a separate return, or you were a dual-status alien, see instrs and ck here 39b ☐

40a Itemized deductions (from Schedule A) or your standard deduction (see left margin) 40a 15,826.

b If you are increasing your standard deduction by certain real estate taxes, new motor vehicle taxes, or a net disaster loss, attach Schedule L and check here (see instructions) 40b ☐

41 Subtract line 40a from line 38 41 5,990.

42 Exemptions. If line 38 is \$125,100 or less and you did not provide housing to a Midwestern displaced individual, multiply \$3,650 by the number on line 6d. Otherwise, see instructions. 42 3,650.

43 Taxable income. Subtract line 42 from line 41. If line 42 is more than line 41, enter -0- 43 2,340.

44 Tax (see instrs). Check if any tax is from: a ☐ Form(s) 8814 b ☐ Form 4972 44 234.

45 Alternative minimum tax (see instructions). Attach Form 6251 45 0.

46 Add lines 44 and 45 46 234.

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 29. 49

50 Retirement savings contributions credit. Attach Form 8880. 50

51 Child tax credit (see instructions). 51

52 Credits from Form: a ☐ 8396 b ☐ 8839 c ☐ 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- 55 234.

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

59 Additional taxes: a ☐ AEIC payments b ☐ Household employment taxes. Attach Schedule H. 59

60 Add lines 55-59. This is your total tax. 60 234.

Payments

If you have a qualifying child, attach Schedule EIC.

61 Federal income tax withheld from Forms W-2 and 1099. 61 7,500.

62 2009 estimated tax payments and amount applied from 2008 return. 62

63 Making work pay and government retiree credit. Attach Schedule M. 63

64a Earned income credit (EIC) No 64a

b Nontaxable combat pay election. 64b

65 Additional child tax credit. Attach Form 8812. 65

66 Refundable education credit from Form 8863, line 16. 66

67 First-time homebuyer credit. Attach Form 5405. 67

68 Amount paid with request for extension to file (see instructions). 68

69 Excess social security and tier 1 RRTA tax withheld (see instructions). 69

70 Credits from Form: a ☐ 2439 b ☐ 4136 c ☐ 8801 d ☐ 8885. 70

71 Add lns 61-63, 64a, & 65-70. These are your total pmts 71 7,500.

Refund

Direct deposit? See instructions and fill in 73b, 73c, and 73d or Form 8888.

72 If line 71 is more than line 60, subtract line 60 from line 71. This is the amount you overpaid 72 7,266.

73a Amount of line 72 you want refunded to you. If Form 8888 is attached, check here. 73a 7,266.

b Routing number. XXXXXXXXXXXX c Type: ☐ Checking ☐ Savings

d Account number. XXXXXXXXXXXXXXXXXXXXXXXXXX

74 Amount of line 72 you want applied to your 2010 estimated tax. 74

Amount You Owe

75 Amount you owe. Subtract line 71 from line 60. For details on how to pay, see instructions. 75

76 Estimated tax penalty (see instructions). 76

Third Party Designee

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

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

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 Trader Daytime phone number

Spouse's signature. If a joint return, both must sign. Date Spouse's occupation

Paid Preparer's Use Only

Preparer's signature z Examples Date Check if self-employed ☐ Preparer's SSN or PTIN

Firm's name (or yours if self-employed) Green & Company CPAs, LLC EIN 20-0751653

54 Danbury Rd., #351 Phone no. 877-662-2014

Ridgefield, CT 06877

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

OMB No. 1545-0074

2009Attachment
Sequence No. **07**▶ **Attach to Form 1040.**▶ **See Instructions for Schedule A (Form 1040).**

Name(s) shown on Form 1040

Your social security number

Business 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):****a** ☒ Income taxes, or**b** ☐ General sales taxes(See
instructions.)

- | | | | | |
|---|---|---|--------|--------|
| 5 | | 5 | 3,974. | |
| 6 | Real estate taxes (see instructions) | 6 | 2,540. | |
| 7 | New motor vehicle taxes from line 11 of the worksheet on page 2. Skip this line if you checked box 5b. | 7 | | |
| 8 | Other taxes. List type and amount ▶ | 8 | | |
| 9 | Add lines 5 through 8 | 9 | | 6,514. |

**Interest
You Paid**

- | | | | | |
|----|---|----|--------|--------|
| 10 | Home mtg interest and points reported to you on Form 1098. | 10 | 9,312. | |
| 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 | | |
| 12 | Points not reported to you on Form 1098. See instrs for spcl rules | 12 | | |
| 13 | Qualified mortgage insurance premiums (see instructions) | 13 | | |
| 14 | Investment interest. Attach Form 4952 if required. (See instrs.) | 14 | | |
| 15 | Add lines 10 through 14 | 15 | | 9,312. |

**Gifts to
Charity**If you made
a gift and
got a benefit
for it, see
instructions.

- | | | | | |
|----|---|----|--|----|
| 16 | Gifts by cash or check. If you made any gift of \$250 or more, see instrs | 16 | | |
| 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**(See
instructions.)

- | | | | | |
|----|---|----|--|----|
| 21 | Unreimbursed employee expenses — job travel, union dues, job education, etc. Attach Form 2106 or 2106-EZ if required. (See instructions.) ▶ | 21 | | |
| 22 | Tax preparation fees | 22 | | |
| 23 | Other expenses — investment, safe deposit box, etc. List type and amount ▶ | 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 the instructions. List type and amount ▶ | 28 | | 0. |
|----|---|----|--|----|

**Total
Itemized
Deductions**

- | | | | | |
|----|---|----|--|---------|
| 29 | Is Form 1040, line 38, over \$166,800 (over \$83,400 if married filing separately)?
<input checked="" type="checkbox"/> No. Your deduction is not limited. Add the amounts in the far right column for lines 4 through 28. Also, enter this amount on Form 1040, line 40a.
<input type="checkbox"/> Yes. Your deduction may be limited. See instructions for the amount to enter. | 29 | | 15,826. |
| 30 | If you elect to itemize deductions even though they are less than your standard deduction, check here ▶ <input type="checkbox"/> | | | |

SCHEDULE C
(Form 1040)

Department of the Treasury
Internal Revenue Service (99)

Profit or Loss From Business
(Sole Proprietorship)

► **Partnerships, joint ventures, etc., generally must file Form 1065 or 1065-B.**
► **Attach to Form 1040, 1040NR, or 1041.** ► **See Instructions for Schedule C (Form 1040).**

OMB No. 1545-0074

2009

Attachment
Sequence No. **09**

Name of proprietor

Business Trader in Forex

Social security number (SSN)

999-99-9999

A Principal business or profession, including product or service (see instructions)

Trader in currencies (June to December of 2009) - see notes

B Enter code from instructions

► 523900

C Business name. If no separate business name, leave blank.

D Employer ID number (EIN), if any

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 2009? If 'No,' see instructions for limit on losses... ☒ Yes ☐ No

H If you started or acquired this business during 2009, check here. ☒

Part I **Income**

1 Gross receipts or sales. **Caution.** See the instructions 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, or
- You are a member of a qualified joint venture reporting only rental real estate income not subject to self-employment tax. Also see instructions for limit on losses. ☐

2 Returns and allowances.

3 Subtract line 2 from line 1.

4 Cost of goods sold (from line 42 on page 2)

5 **Gross profit.** Subtract line 4 from line 3.

6 Other income, including federal and state gasoline or fuel tax credit or refund (see instructions)

7 **Gross income.** Add lines 5 and 6.

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

8 Advertising.

9 Car and truck expenses (see instructions)

10 Commissions and fees.

11 Contract labor (see instructions)

12 Depletion

13 Depreciation and section 179 expense deduction (not included in Part III) (see instructions)

14 Employee benefit programs (other than on line 19)

15 Insurance (other than health)

16 Interest:

a Mortgage (paid to banks, etc)

b Other

17 Legal & professional services.

18 Office expense.

19 Pension and profit-sharing plans

20 Rent or lease (see instructions):

a Vehicles, machinery, and equipment

b Other business property

21 Repairs and maintenance.

22 Supplies (not included in Part III)

23 Taxes and licenses.

24 Travel, meals, and entertainment:

a Travel.

b Deductible meals and entertainment (see instructions)

25 Utilities.

26 Wages (less employment credits)

27 Other expenses (from line 48 on page 2)

28 **Total expenses** before expenses for business use of home. Add lines 8 through 27.

29 Tentative profit or (loss). Subtract line 28 from line 7.

30 Expenses for business use of your home. Attach **Form 8829**.

31 **Net profit or (loss).** Subtract line 30 from line 29.

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

- If a loss, you **must** go to line 32.

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**, and **Schedule SE, line 2**, or on **Form 1040NR, line 13** (if you checked the box on line 1, see the line 31 instructions). 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 **Form 1040** instructions.

Schedule **C** (Form 1040) 2009

Part III Cost of Goods Sold (see instructions)

33 Method(s) used to value closing inventory: a <input type="checkbox"/> Cost b <input type="checkbox"/> Lower of cost or market c <input type="checkbox"/> Other (attach explanation)	
34 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
35 Inventory at beginning of year. If different from last year's closing inventory, attach explanation	35
36 Purchases less cost of items withdrawn for personal use	36
37 Cost of labor. Do not include any amounts paid to yourself.	37
38 Materials and supplies	38
39 Other costs	39
40 Add lines 35 through 39.	40
41 Inventory at end of year.	41
42 Cost of goods sold. Subtract line 41 from line 40. Enter the result here and on page 1, line 4.	42

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 2009, 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	890.
Trading books	182.
Trading data feeds	1,495.
48 Total other expenses. Enter here and on page 1, line 27	48 2,567.

Form **4797**Department of the Treasury
Internal Revenue Service (99)**Sales of Business Property**
(Also Involuntary Conversions and Recapture Amounts
Under Sections 179 and 280F(b)(2))

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

OMB No. 1545-0184

2009Attachment
Sequence No. **27**

Name(s) shown on return

Business Trader in Forex

Identifying number

999-99-9999

- 1 Enter the gross proceeds from sales or exchanges reported to you for 2009 on Form(s) 1099-B or 1099-S (or substitute statement) that you are including on line 2, 10, or 20 (see instructions).....

1

Part I Sales or Exchanges of Property Used in a Trade or Business and Involuntary Conversions From Other Than Casualty or Theft – Most Property Held More Than 1 Year (see instructions)

2	(a) Description of property	(b) Date acquired (month, day, year)	(c) Date sold (month, day, year)	(d) Gross sales price	(e) Depreciation allowed or allowable since acquisition	(f) Cost or other basis, plus improvements and expense of sale	(g) Gain or (loss) Subtract (f) from the sum of (d) and (e)

3 Gain, if any, from Form 4684, line 43..... **3**

4 Section 1231 gain from installment sales from Form 6252, line 26 or 37..... **4**

5 Section 1231 gain or (loss) from like-kind exchanges from Form 8824..... **5**

6 Gain, if any, from line 32, from other than casualty or theft..... **6**

7 Combine lines 2 through 6. Enter the gain or (loss) here and on the appropriate line as follows..... **7**

Partnerships (except electing large partnerships) and S corporations. Report the gain or (loss) following the instructions for Form 1065, Schedule K, line 10, or Form 1120S, Schedule K, line 9. Skip lines 8, 9, 11, and 12 below.

Individuals, partners, S corporation shareholders, and all others. If line 7 is zero or a loss, enter the amount from line 7 on line 11 below and skip lines 8 and 9. If line 7 is a gain and you did not have any prior year section 1231 losses, or they were recaptured in an earlier year, enter the gain from line 7 as a long-term capital gain on the Schedule D filed with your return and skip lines 8, 9, 11, and 12 below.

8 Nonrecaptured net section 1231 losses from prior years (see instructions)..... **8**

9 Subtract line 8 from line 7. If zero or less, enter -0-. If line 9 is zero, enter the gain from line 7 on line 12 below. If line 9 is more than zero, enter the amount from line 8 on line 12 below and enter the gain from line 9 as a long-term capital gain on the Schedule D filed with your return (see instructions)..... **9**

Part II Ordinary Gains and Losses (see instructions)

- 10 Ordinary gains and losses not included on lines 11 through 16 (include property held 1 year or less):

Forex trading a/c - IRC Sec 988 (Trader Transaction)				
Various	Various			-12,000.

11	Loss, if any, from line 7.....	11	
12	Gain, if any, from line 7 or amount from line 8, if applicable.....	12	
13	Gain, if any, from line 31.....	13	
14	Net gain or (loss) from Form 4684, lines 35 and 42a.....	14	
15	Ordinary gain from installment sales from Form 6252, line 25 or 36.....	15	
16	Ordinary gain or (loss) from like-kind exchanges from Form 8824.....	16	
17	Combine lines 10 through 16.....	17	-12,000.
18	For all except individual returns, enter the amount from line 17 on the appropriate line of your return and skip lines a and b below. For individual returns, complete lines a and b below:		
a	If the loss on line 11 includes a loss from Form 4684, line 39, column (b)(ii), enter that part of the loss here. Enter the part of the loss from income-producing property on Schedule A (Form 1040), line 28, and the part of the loss from property used as an employee on Schedule A (Form 1040), line 23. Identify as from 'Form 4797, line 18a.' See instructions.....	18a	
b	Redetermine the gain or (loss) on line 17 excluding the loss, if any, on line 18a. Enter here and on Form 1040, line 14.....	18b	-12,000.

BAA For Paperwork Reduction Act Notice, see separate instructions.Form **4797** (2009)

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

2009Attachment
Sequence No. **32**

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

Your social security number

Business 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 (minus any amount on Form 8914, line 6), and go to line 2. Otherwise, enter the amount from Form 1040, line 38 (minus any amount on Form 8914, line 6), and go to line 7. (If less than zero, enter as a negative amount.)	1	5,990.
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), lines 5, 6, and 8	3	6,514.
4	Enter the home mortgage interest adjustment, if any, from line 6 of the worksheet in the instructions	4	
5	Miscellaneous deductions from Schedule A (Form 1040), line 27	5	
6	If Form 1040, line 38, is over \$166,800 (over \$83,400 if married filing separately), enter the amount from line 11 of the Itemized Deductions Worksheet in the Instructions for Schedule A (Form 1040).	6	
7	If filing Schedule L (Form 1040A or 1040), enter as a negative amount the sum of lines 6 and 20 from that schedule	7	
8	Tax refund from Form 1040, line 10 or line 21	8	-3,532.
9	Investment interest expense (difference between regular tax and AMT)	9	
10	Depletion (difference between regular tax and AMT)	10	
11	Net operating loss deduction from Form 1040, line 21. Enter as a positive amount	11	
12	Alternative tax net operating loss deduction	12	
13	Interest from specified private activity bonds exempt from the regular tax	13	
14	Qualified small business stock (7% of gain excluded under section 1202)	14	
15	Exercise of incentive stock options (excess of AMT income over regular tax income)	15	
16	Estates and trusts (amount from Schedule K-1 (Form 1041), box 12, code A)	16	
17	Electing large partnerships (amount from Schedule K-1 (Form 1065-B), box 6)	17	
18	Disposition of property (difference between AMT and regular tax gain or loss)	18	
19	Depreciation on assets placed in service after 1986 (difference between regular tax and AMT)	19	
20	Passive activities (difference between AMT and regular tax income or loss)	20	
21	Loss limitations (difference between AMT and regular tax income or loss)	21	
22	Circulation costs (difference between regular tax and AMT)	22	
23	Long-term contracts (difference between AMT and regular tax income)	23	
24	Mining costs (difference between regular tax and AMT)	24	
25	Research and experimental costs (difference between regular tax and AMT)	25	
26	Income from certain installment sales before January 1, 1987	26	
27	Intangible drilling costs preference	27	
28	Other adjustments, including income-based related adjustments	28	
29	Alternative minimum taxable income. Combine lines 1 through 28. (If married filing separately and line 29 is more than \$216,900, see instructions.)	29	8,972.

Part II Alternative Minimum Tax

30	Exemption. (If you were under age 24 at the end of 2009, see instructions.)														
	<table border="0"> <tr> <td>IF your filing status is . . .</td> <td>AND line 29 is not over . . .</td> <td>THEN enter on line 30 . . .</td> </tr> <tr> <td>Single or head of household</td> <td>\$112,500</td> <td>\$46,700</td> </tr> <tr> <td>Married filing jointly or qualifying widow(er)</td> <td>150,000</td> <td>70,950</td> </tr> <tr> <td>Married filing separately</td> <td>75,000</td> <td>35,475</td> </tr> </table>	IF your filing status is . . .	AND line 29 is not over . . .	THEN enter on line 30 . . .	Single or head of household	\$112,500	\$46,700	Married filing jointly or qualifying widow(er)	150,000	70,950	Married filing separately	75,000	35,475	30	46,700.
IF your filing status is . . .	AND line 29 is not over . . .	THEN enter on line 30 . . .													
Single or head of household	\$112,500	\$46,700													
Married filing jointly or qualifying widow(er)	150,000	70,950													
Married filing separately	75,000	35,475													
	If line 29 is over the amount shown above for your filing status, see instructions.														
31	Subtract line 30 from line 29. If more than zero, go to line 32. If zero or less, enter -0- here and on lines 34 and 36 and skip the rest of Part II.	31	0.												
32	<ul style="list-style-type: none"> • 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 55 here. • All others: If line 31 is \$175,000 or less (\$87,500 or less if married filing separately), multiply line 31 by 26% (.26). Otherwise, multiply line 31 by 28% (.28) and subtract \$3,500 (\$1,750 if married filing separately) from the result. 	32													
33	Alternative minimum tax foreign tax credit (see instructions)	33													
34	Tentative minimum tax. Subtract line 33 from line 32.	34	0.												
35	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).	35													
36	AMT. Subtract line 35 from line 34. If zero or less, enter -0-. Enter here and on Form 1040, line 45.	36	0.												

BAA For Paperwork Reduction Act Notice, see separate instructions.

FDIA5312L 08/14/09

Form **6251** (2009)

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.
 ► **See separate instructions.**

2009Attachment
Sequence No. **66**

Name(s) of proprietor(s)

Your social security number

Business Trader in Forex

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	185
2	Total area of home	2	1,205
3	Divide line 1 by line 2. Enter the result as a percentage	3	15.35 %
For daycare facilities not used exclusively for business go to line 4. All others go to line 7.			
4	Multiply days used for daycare during year by hours used per day.....	4	hr
5	Total hours available for use during the year (365 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	15.35 %

Part II Figure Your Allowable Deduction

8	Enter the amount from Schedule C, line 29, plus any net gain or (loss) derived from the business use of your home and shown on Schedule D or Form 4797. If more than one place of business, see instructions.....	8	-2,567.
See instrs for columns (a) and (b) before completing lines 9-21.			
9	Casualty losses (see instructions).....	9	
10	Deductible mortgage interest (see instructions).....	10	11,000.
11	Real estate taxes (see instructions).....	11	3,000.
12	Add lines 9, 10, and 11.....	12	14,000.
13	Multiply line 12, column (b) by line 7.....	13	2,149.
14	Add line 12, column (a) and line 13.....	14	2,149.
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	4,500.
18	Rent.....	18	
19	Repairs and maintenance.....	19	800.
20	Utilities.....	20	6,500.
21	Other expenses (see instrs).....	21	200.
22	Add lines 16 through 21.....	22	12,000.
23	Multiply line 22, column (b) by line 7.....	23	1,842.
24	Carryover of operating expenses from 2008 Form 8829, line 42.....	24	
25	Add line 22 column (a), line 23, and line 24.....	25	1,842.
26	Allowable operating expenses. Enter the smaller 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	
30	Carryover of excess casualty losses and depreciation from 2008 Form 8829, line 43.....	30	
31	Add lines 28 through 30.....	31	
32	Allowable excess casualty losses and depreciation. Enter the smaller of line 27 or line 31.....	32	
33	Add lines 14, 26, and 32.....	33	2,149.
34	Casualty loss portion, if any, from lines 14 and 32. Carry amount to Form 4684 , Section B.....	34	
35	Allowable expenses for business use of your home. 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	2,149.

Part III Depreciation of Your Home

36	Enter the smaller of your home's adjusted basis or its fair market value (see instructions).....	36	
37	Value of land included on line 36.....	37	
38	Basis of building. Subtract line 37 from line 36.....	38	
39	Business basis of building. Multiply line 38 by line 7.....	39	
40	Depreciation percentage (see instructions).....	40	%
41	Depreciation allowable (see instructions). Multiply line 39 by line 40. Enter here and on line 29 above.....	41	

Part IV Carryover of Unallowed Expenses to 2010

42	Operating expenses. Subtract line 26 from line 25. If less than zero, enter -0-.....	42	1,842.
43	Excess casualty losses and depreciation. Subtract line 32 from line 31. If less than zero, enter -0-.....	43	0.

2009

Federal Statements

Page 1

Client EX6F-NY

Business Trader in Forex

999-99-9999

2/13/10

03:20PM

Statement 1
Form 8829, Line 21
Other Expenses

	<u>Direct</u>	<u>Indirect</u>
Miscellaneous.....	\$ 0.	\$ 200.
Total	<u>\$ 0.</u>	<u>\$ 200.</u>

Demo

Client EX6F-NY

Business Trader in Forex

999-99-9999

2/13/10

03:20PM

Note to Schedule C and Form 4797, Part II in connection with taxpayer's trading business activity: "trader in currencies"

TAXPAYER QUALIFIES AS A "TRADER IN CURRENCIES"

Taxpayer qualifies as a "trader in currencies" from June through December of 2009. Taxpayer's trading business expenses are reported as business expenses on Schedule C and the currency trading gains and losses are reported on Form 4797, Part II.

Taxpayer received W-2 income from a sales position held from January through the end of May 2009. Taxpayer left his W-2 employment to trade full-time from June through December of 2009.

Taxpayer clearly meets the requirements for a trading business set forth below.

=====

Trader in Currencies is a business the same as Trader in Securities.

Taxpayer operated a trading business, in accordance with the definition below, from June through December of 2009. 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.

We excerpt IRS Publication 550, Chapter 4 - Special Rules for Traders Securities. (See our added notes in parenthesis).

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 tax year 2009).

..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).

Client EX6F-NY

Business Trader in Forex

999-99-9999

2/13/10

03:20PM

How To Report.

Interbank or forex currency transactions are IRC section 988 contracts reported on Form 1040 as other income or loss. As a trader 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 2008 is reported on Form 4797, Part II.

Expenses.

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 currencies.)

Self-employment tax.

Gains and losses from selling securities as part of a trading business are not subject to self-employment tax.

=====

SUMMARY OF ABOVE

Taxpayer qualifies as a "trader in currencies" from June through December of 2009. Taxpayer's trading business expenses are reported on Schedule C and his currency trading gains and losses are reported on Form 4797, Part II.

Taxpayer is not subject to self-employment taxes on this trading activity. Taxpayer's securities investment positions (if any) are subject to normal rules for investing activities (Schedule D capital gain or loss, wash sales, and Schedule A for investment expenses).

Client EX6F-NY

Business Trader in Forex

999-99-9999

2/13/10

03:20PM

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>
X Company - left job May 30, 2009	35,000.	7,500.	2,170.	508.	3,500.	474.
Grand Total	<u>35,000.</u>	<u>7,500.</u>	<u>2,170.</u>	<u>508.</u>	<u>3,500.</u>	<u>474.</u>

State and Local Refunds Taxable in 2009
(Refunds on Prior Year Return Taxable in Current Year)

1. State and local income tax refunds (prior year)	3,532.
2. Refunds attributable to post 12/31/2008 payments per IRS Pub. 525	0.
3. Net state and local income tax refunds	3,532.
4. State and local taxes paid from prior year Sch. A, line 5	3,974.
5. Prior year allowable sales tax deduction	140.
6. Excess of income taxes deducted over sales taxes	3,834.
7. Enter the smaller of line 3 or line 6	3,532.
8. Itemized deductions from prior year Sch. A, line 29	15,826.
9. Prior year recomputed itemized deductions (if phaseout)	0.
10. Prior year base standard deduction	5,450.
11. Prior year add'l standard deduction for age/blindness	0.
12. State & local R/E taxes from prior Sch. A, line 6	2,540.
13. Enter \$500, \$1,000 if married filing jointly	500.
14. Enter the smaller of line 12 or line 13	500.
15. Prior year disaster loss (Form 4684, line 18a)	0.
16. Prior year total standard deduction (add lines 10, 11, 14, and 15)	5,950.
17. Enter the larger of line 9 or line 16	5,950.
18. Subtract line 17 from line 8 (not less than 0)	9,876.
19. Enter the smaller of line 7 or line 18	3,532.
20. Negative taxable income (prior year)	0.
21. Refund with no tax benefit due to AMT or nonrefundable credits	0.
22. State and local refunds taxable this year (add lines 19, 20, and 21, but not less than 0)	<u>3,532.</u>

State and Local Refunds Taxable in 2010
(IRS Pub. 525)

1. State and local income tax refunds (current year)	3,527.
2. Refunds attributable to post 12/31/2009 payments per IRS Pub. 525	0.
3. Net state and local income tax refunds	3,527.
4. State and local income taxes paid from Schedule A, line 5	3,974.
5. Allowable general sales tax deduction	247.
6. Excess of income taxes deducted over sales taxes deducted	3,727.
7. Enter the smaller of line 3 or line 6	3,527.
8. Itemized deductions from Schedule A, line 29	15,826.
9. Recomputed itemized deductions (if phaseout)	0.
10. Standard deduction	6,200.
11. Enter the larger of line 9 or line 10	6,200.
12. Subtract line 11 from line 8 (not less than 0)	9,626.

Client EX6F-NY

Business Trader in Forex

999-99-9999

2/13/10

03:20PM

State and Local Refunds Taxable in 2010 (continued)
(IRS Pub. 525)

13. Enter the smaller of line 7 or line 12	3,527.
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)	3,527.

Federal Income Tax Withheld

X Company - left job May 30, 2009

Total 7,500.
7,500.

State and Local Taxes (Schedule A, Line 5)

State and Local Income Taxes

	State	Local
Income tax withheld	3,500.	431.
Disability/unemployment insurance	43.	0.
Estimated tax payments	0.	0.
Credit for prior year overpayment	0.	0.
Credit for income tax withheld (K-1)	0.	0.
1/09 payment on 2008 estimate	0.	0.
Paid with 2008 extension	0.	0.
Paid with 2008 return	0.	0.
Paid for prior years and/or to other states	0.	0.
Total income taxes	3,543.	431.

Total state and local income taxes 3,974.

State and Local Sales Taxes Using the Optional Sales Tax Tables

Available Income:

Adjusted gross income per Form 1040	21,816.
Tax-exempt interest	0.
Nontaxable combat pay	0.
Nontaxable social security benefits	0.
Nontaxable pensions	0.
Nontaxable IRAs	0.
Nontaxable unemployment compensation	0.
Economic recovery payments	0.
Prior year refundable credits (refundable portion only)	0.
Additional nontaxable amounts	0.
Total Available Income (not less than zero)	21,816.

Number of Exemptions 1.

Client EX6F-NY

Business Trader in Forex

999-99-9999

2/13/10

03:20PM

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

- | | |
|---|------|
| 1. State general sales taxes per Tables | 247. |
| 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) | 61. |
| 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) | 247. |
| 8. Sales taxes paid on vehicles, boats, etc. | 0. |
| 9. Sales tax deduction when using Tables (add lines 7 and 8) | 247. |

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 | 247. |
| 5. Greater of sales taxes paid or Table amount | <u>247.</u> |

State & Local Taxes to Sch. A, Ln 5 (greater of income or sales tax) 3,974.

Schedule A, Line 6
Real Estate Taxes

Home Office Nonbusiness Allocation 2,540.

Schedule A, Line 10
Home Mortgage Interest Reported on Form 1098

Home Office Nonbusiness Allocation 9,312.

**Form 8829 - Personal Portion of Mortgage Interest, Mortgage Insurance Premiums
and Real Estate Taxes to Carry to Schedule A (or Standard Deduction Worksheet)**

Mortgage Interest.....	\$	9,312.
Real Estate Taxes.....		2,540.
	\$	<u><u>11,852.</u></u>

For office use only

**Cover Sheet for Form IT-201
Resident Income Tax Return**

2009

IT-201

New York State • New York City • Yonkers

This is the cover sheet of your return. For your return to be complete you **must** include this cover sheet with all four pages of Form IT-201 and all required attachments.

Taxpayer name and address		Software vendor code 1032	
Your social security number 999-99-9999		Spouse's social security number	
Your first name and middle initial BUSINESS T		Your last name FOREX	
Spouse's first name and middle initial		Spouse's last name	
Mailing address (number and street or rural route) ANY STREET		Apartment number	
City, village or post office NEW YORK		State NY	ZIP code 10021
Summary of return data			
Federal adjusted gross income		21,816.	
Total NYS adjusted gross income		18,284.	
Total New York State tax withheld		3,500.	
Total New York City tax withheld		431.	
Total Yonkers tax withheld			
Amount to be refunded to you		3,573.	
Amount you owe			

NYIA1305L 12/04/09

Staple check or
money order here.

0731091032

File this original scannable cover sheet
with all four pages of your tax return.

Resident Income Tax Return (long form)

2009

IT-201

New York State • New York City • Yonkers

For the full year January 1, 2009, through December 31, 2009, or fiscal year beginning

For help completing your return, see the combined instructions for Forms IT-150 and IT-201.

and ending

Important: You **must** enter your social security number(s) in the boxes to the right.

Print or type	Your first name and middle initial		Your last name (for a joint return , enter spouse's name on line below)		▼ Your social security number
	BUSINESS		T FOREX		999-99-9999
	Spouse's first name and middle initial		Spouse's last name		▼ Spouse's social security number
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	Decedent information:
			NY		•
				Taxpayer's date of death	Spouse's date of death
				•	•

- (A) Filing status — mark an X in one box:**
- 1 ☒ 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

(D) Choose direct deposit to avoid paper check refund delays.**(E)** Did you or your spouse maintain living quarters in NYC during 2009 (**see instructions**)? Yes ☒ No ☐**(F) NYC residents and NYC part-year residents only** (**see instructions**):

(1) Number of months you lived in NY City in 2009 • 12

(2) Number of months your spouse lived in NY City in 2009 •

(B) Did you itemize your deductions on your 2009 federal income tax return? Yes ☒ No ☐**(G)** Enter your 2-digit special condition code if applicable (**see instructions**) •**(C)** Can you be claimed as a dependent on another taxpayer's federal return? Yes ☐ No ☒

If applicable, also enter your second 2-digit special condition code •

Federal income and adjustmentsOnly 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.	3,532.
5	Alimony received	5.	
6	Business income or loss (attach a copy of federal Schedule C or C-EZ, Form 1040)	6.	-4,716.
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.	-12,000.
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 in excess of \$2,400 per recipient	13.	
14	Taxable amount of social security benefits (also enter on line 27)	14.	
15	Other income (see instrs) Identify:	15.	
16	Add lines 1 through 15	16.	21,816.
17	Total federal adjustments to income (see instructions) Identify:	17.	
18	Federal adjusted gross income (subtract line 17 from line 16)	18.	21,816.

NYIA1312L 12/04/09

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

999-99-9999

BUSINESS TRADER IN FOREX

Dollars

19 Federal adjusted gross income (from line 18 on page 1) 19. 21,816.

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 instructions) 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. 21,816.

New York subtractions (see instructions)

25 Taxable refunds, credits, or offsets of state and local income taxes (from line 4) 25. 3,532.
 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. 3,532.
 33 New York adjusted gross income (subtract line 32 from line 24) 33. 18,284.

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: • **Standard** or • **X** **Itemized** 34. 11,852.
 35 Subtract line 34 from line 33 (if line 34 is more than line 33, leave blank) 35. 6,432.
 36 Dependent exemptions (not the same as total federal exemptions; see instructions) 36.
 37 Taxable income (subtract line 36 from line 35) 37. 6,432.

New York State standard deduction table

Filing status Standard deduction
(from page 1) (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

◀ or ▶

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. 6,514.
 b1 State, local, and foreign income taxes included in line b above b1. 3,974.
 c Interest you paid (federal Schedule A, line 15) c. 9,312.
 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. 15,826.
 i State, local, and foreign income taxes and other subtraction adjustments (see instrs) STATEMENT 1 i. 3,974.
 j Subtract line i from line h j. 11,852.
 k Addition adjustments (see instrs) k.
 l Add lines j and k l. 11,852.
 m Itemized deduction adjustment (see instructions) m.
 n Subtract line m from line l n. 11,852.
 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. 11,852.



BUSINESS TRADER IN FOREX

999-99-9999

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

38	Taxable income (from line 37 on page 2)	38.	6,432.
39	New York State tax on line 38 amount (see Tax Computation in the instructions)	39.	257.
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.	217.
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.	217.

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

47	New York City resident tax on line 38 amount (see instrs)	47.	187.	See instructions to compute NYC and Yonkers taxes, credits, and tax surcharges.
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.	187.	
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.	187.	
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.	187.	
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.	187.	
59	Sales or use tax (See the instructions. Do not leave line 59 blank)	59.	17.	

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.	
60	Total voluntary contributions (add lines 60a through 60g)	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.	421.



999-99-9999

BUSINESS 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.

421.

Payments and refundable credits (see instructions)

63 Empire State child credit (attach Form IT-213)	63.	
64 NYS/NYC State 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.	431.
74 Total Yonkers tax withheld	74.	
75 Total estimated tax payments / Amount paid with Form IT-370	75.	
76 Total payments (add lines 63 through 75)	76.	3,994.

Forms IT-2, IT-1099-R, and/or IT-1099-UI must be completed and attached to your return (see instructions)

Staple them (and any other applicable forms) to the top of this page 4.

See the instructions for the proper assembly of your four-page return and all attachments.

Your refund / amount overpaid (see instructions)

77 Amount overpaid (if line 76 is more than line 62, subtract line 62 from line 76)	77.	3,573.
78 Amount of line 77 that you want refunded to you. Complete line 82 to choose direct deposit.	Refund 78.	3,573.
79 Amount of line 77 that you want applied to your 2010 estimated tax. (see instructions)	79.	

Choose direct deposit to avoid paper check refund delays.

Amount you owe (see instructions)

80 If line 76 is less than line 62, subtract line 76 from line 62. Complete line 82	Owe 80.
81 Estimated tax penalty (Include this amount in line 80, or reduce the overpayment on line 77. See instructions.)	81.

82 Account information (see instructions) Mark one: ☒ Refund - Direct deposit ☐ Owe - Electronic funds withdrawal

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

Designee's phone number

Personal identification number (PIN)

Yes ☒ No ☐

E-mail:

Z EXAMPLES

877-662-2014

▼ Paid preparer must complete (see instructions) ▼

Preparer's signature

Date:

Your signature

► Preparer's NYTPRIN

►

► Z EXAMPLES

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

▼ Preparer's SSN or PTIN

Your occupation: ☒ TRADER

GREEN & COMPANY CPAS, LLC

Spouse's signature and occupation (if joint return)

Address

● Employer ID number

54 DANBURY RD., #351
RIDGEFIELD, CT 06877

20-0751653

Mark X if self-employed

Date

▼ Daytime phone number

E-mail:

E-mail:

See instructions for where to mail your return.

NYIA1334L 12/03/09

2014091032



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

Summary of W-2 Statements

New York State • New York City • Yonkers

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

BUSINESS

Taxpayer's last name

T FOREX

Spouse's first name and middle initial

Spouse's last name

▼ Your social security number

999-99-9999

▼ Spouse's social security number

W-2 Record 1

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

X COMPANY - LEFT JOB MAY 30, 2009

Box b Employer identification number (EIN)

This W-2 record is for

(mark an X in one box):

Taxpayer ☒ SpouseBox 1 Wages, tips, other compensation
35,000.

Box 8 Allocated tips

Box 9 Advance EIC payment

Box 10 Dependent care benefits

Box 11 Nonqualified plans

Box 12a Amount

▼ Code

Box 12b Amount

▼ Code

Box 12c Amount

▼ Code

Box 12d Amount

▼ Code

Box 13 Statutory employee

Box 14a Amount

43.

Box 14b Amount

Box 14c Amount

▼ Description

▼ Description

▼ Description

Box 15 State

NY

Box 15 State

Locality a

Locality b

Locality a

Locality b

Box 16 State wages, tips, etc (for NYS)

35,000.

Box 17 New York State income tax withheld

3,500.

Box 18 Local wages, tips, etc (see instr)

35,000.

Box 19 Local income tax withheld

431.

Box 20 Locality name

Locality a NYC

Locality b

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)

This W-2 record is for

(mark an X in one box):

Taxpayer Spouse

Box 1 Wages, tips, other compensation

Box 8 Allocated tips

Box 9 Advance EIC payment

Box 10 Dependent care benefits

Box 11 Nonqualified plans

Box 12a Amount

▼ Code

Box 12b Amount

▼ Code

Box 12c Amount

▼ Code

Box 12d Amount

▼ Code

Box 13 Statutory employee

Box 14a Amount

▼ Description

Box 14b Amount

▼ Description

Box 14c Amount

▼ Description

Box 15 State

Locality a

Locality b

Locality a

Locality b

Box 16 State wages, tips, etc (for NYS)

Box 17 New York State income tax withheld

Box 18 Local wages, tips, etc (see instr)

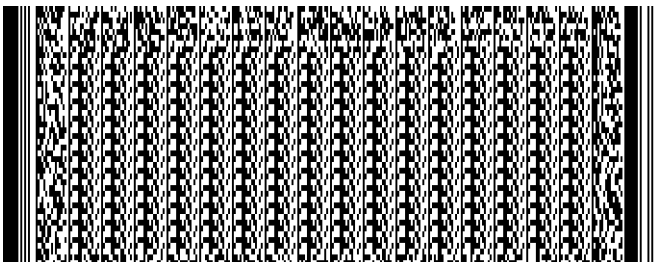
Box 19 Local income tax withheld

Box 20 Locality name

Locality a

Locality b

Corrected (W-2c)



Please file this original scannable form with the Tax Department.

If you or your paid preparer use software to produce this form, it might have a two-dimensional (2-D) barcode on the bottom of this page. It will appear as a rectangular-shaped object with very small boxes and white spaces. This barcode will be used to efficiently process your entries on this form.



2009

NEW YORK STATEMENTS

PAGE 1

CLIENT EX6F-NY

BUSINESS TRADER IN FOREX

999-99-9999

2/13/10

03:21PM

STATEMENT 1
FORM IT-201, ITEMIZED DEDUCTION WORKSHEET, LINE I
STATE, LOCAL, FOREIGN TAX, OTHER SUBTRACTIONS

STATE, LOCAL, AND FOREIGN TAXES.....	\$	3,974.
TOTAL	\$	<u>3,974.</u>

Demo

2009

Federal Income Tax Summary

Page 1

Client EX6F-NY

Business Trader in Forex

999-99-9999

2/13/10

3:21 PM

	2009	2008	Diff
INCOME			
Wages, salaries, tips, etc.....	35,000	35,000	0
Refunds of state and local taxes.....	3,532	1,520	2,012
Business income.....	-4,716	-4,716	0
Form 4797 gains or losses.....	-12,000	-12,000	0
Total income.....	21,816	19,804	2,012
ADJUSTMENTS TO INCOME			
Total adjustments.....	0	0	0
Adjusted gross income.....	21,816	19,804	2,012
ITEMIZED DEDUCTIONS			
Taxes.....	6,514	6,514	0
Interest.....	9,312	9,312	0
Total itemized deductions.....	15,826	15,826	0
TAX COMPUTATION			
Standard deduction.....	6,200	5,950	250
Larger of itemized or standard deduction.....	15,826	15,826	0
Income prior to exemption deduction.....	5,990	3,978	2,012
Exemption deduction.....	3,650	3,500	150
Taxable income.....	2,340	478	1,862
Tax before credits.....	234	49	185
CREDITS			
Total credits.....	0	0	0
Tax after credits.....	234	49	185
OTHER TAXES			
Total tax.....	234	49	185
PAYMENTS			
Federal income tax withheld.....	7,500	7,500	0
Total payments.....	7,500	7,500	0
REFUND OR AMOUNT DUE			
Amount overpaid.....	7,266	7,451	-185
Amount refunded to you.....	7,266	7,451	-185
Amount you owe.....	0	0	0
TAX RATES			
Marginal tax rate.....	10.0%	10.0%	0.0%
Effective tax rate.....	10.0%	10.3%	-0.3%

2009

New York Income Tax Summary

Page 1

Client EX6F-NY

Business Trader in Forex

999-99-9999

2/13/10

3:21 PM

	2009	2008	Diff
NEW YORK TAX SUMMARY			
Federal adjusted gross income.....	21,816	19,804	2,012
NEW YORK SUBTRACTIONS			
Refunds of state and local taxes.....	3,532	1,520	2,012
ADJUSTED GROSS INCOME			
New York adjusted gross income.....	18,284	18,284	0
TAXABLE INCOME			
Itemized/Standard deduction.....	11,852	11,852	0
New York taxable income.....	6,432	6,432	0
TAX AND CREDITS			
New York state tax.....	257	257	0
New York state household credit.....	40	45	-5
Total New York state tax.....	217	212	5
New York City resident tax.....	187	187	0
Total New York City and Yonkers taxes....	187	187	0
Sales or Use tax.....	17	0	17
Total state and city taxes and contribut	421	399	22
PAYMENTS			
New York City school tax credit.....	63	145	-82
Total New York state tax withheld.....	3,500	3,500	0
Total New York City tax withheld.....	431	431	0
Total payments.....	3,994	4,076	-82
REFUND OR AMOUNT DUE			
Amount overpaid.....	3,573	3,677	-104
Amount refunded to you.....	3,573	3,677	-104
Amount you owe.....	0	0	0
TAX RATES			
Marginal tax rate.....	4.00%	4.00%	0.00%
Effective tax rate.....	6.5%	6.2%	0.3%
New York City marginal tax rate.....	2.91%	2.91%	0.00%
Yonkers marginal tax rate.....	0.00%	0.00%	0.00%

2009**General Information****Page 1****Client EX6F-NY****Business Trader in Forex****999-99-9999**

2/13/10

03:21PM

Forms needed for this return

Federal: 1040, Sch A, Sch C, 4797, 6251, 8829
New York: IT-201, 2D Cover Sheets, IT-2

Tax Rates

	<u>Marginal</u>	<u>Effective</u>
Federal	10.0%	10.0%
New York	4.0%	6.5%

Carryovers to 2010Federal Carryovers

Bus Use of Home Operating Expenses	1,842.
AMT Bus Use of Home Operating Exp	1,842.
Taxable State and Local Refunds	3,527.

Demo

Retirement Contributions

- ☐ In 2009 the taxpayer could have contributed \$5,000 to a traditional IRA, with estimated tax savings of \$234, 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 15th, 2010.

Future Tax Savings

- ☐ In 2010 the taxpayer can contribute \$5,000 to a traditional IRA, with estimated tax savings of \$234, 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 \$2,340, placing the taxpayer in a 10% marginal tax bracket. Based on 2009 tax rates, income would have to increase by over \$6,010 in order for any income to begin being taxed in the 15% bracket. This may be used as a guide in determining the advantages or disadvantages of receiving discretionary income in 2010.
- ☐ The costs associated with maintaining a home office can be deducted only if strict IRS guidelines are met. Ensure that the home office is used exclusively for business, that the taxpayer uses the office to conduct administrative or management activities of a trade or business, and that there is no other fixed location of the trade or business where the taxpayer conducts substantial administrative or management activities for the business. Refer to IRS Publication 587 for additional rules related to the home office deduction.
- ☐ For home sales operations, ensure that storage space is included in the calculation of business square footage. Additional storage space can be underutilized spaces such as attics and basements. The storage space must be used on a regular basis and be an identifiable separate space suitable for storage.
- ☐ 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.

Compliance Tips

- ☐ Schedule C for Business Trader in Forex (1) : Ensure that all required information returns such as Form 1099, 1098, 5498, and W-2G have been filed. Penalties for not filing required information returns can be fairly high.