

2/11/13

09:07AM

EX12F-CA

During 2012, Joe had total trading proceeds of approximately \$100,000 and total round-trip trades of only 200 per review of the TradeLog reports. Trading was very sporadic and not continuous throughout the 2012 tax year. Joe did not have any trading activity during several months in 2012. Joe does not qualify as a trader in commodities for 2012 due to limited number of trades and frequency of trading activity. Since Joe doesn't qualify for trader tax status, he is forced to file as a normal "investor." Therefore, Joe may NOT report his trading business expenses on Schedule C. Instead, he must report these expenses as "itemized deductions" on Schedule A. "Investment interest expenses" are limited on Form 4952 and "investment expenses" are subject to "Miscellaneous Itemized Deduction" limitations (deductible if more than 2% of taxpayer's adjusted gross income).

Joe has negative taxable income, so his trading business expenses are entirely wasted for this year or any other year. Joe does have a carryover of his investment interest expense.

No trader footnotes provided with this return since taxpayer did not qualify for trader status in 2012.

Demo

2012

Federal Filing Instructions

Client EX12F-CA

Joe Investor Commodity Loss Ex 12

999-99-9999

2/11/13

09:07AM

FORM TO FILE:

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

SIGNATURE:

Sign and date Form 1040, page 2.

PAYMENT:

No payment is required.

WHEN TO FILE:

On or before April 15, 2013.

WHERE TO FILE:

Department of the Treasury
Internal Revenue Service Center
Fresno, CA 93888-0002

Demo

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		
Joe Investor Commodity Loss Ex 12			999-99-9999		
If a joint return, spouse's first name and initial Last name			Spouse's social security number		
Home address (number and street). If you have a P.O. box, see instructions. Apartment no.			▲ Make sure the SSN(s) above and on line 6c are correct.		
any street			Presidential Election Campaign		
City, town or post office, state, and ZIP code. If you have a foreign address, also complete spaces below (see instructions).			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.		
Los Angeles, CA 90025			<input checked="" type="checkbox"/> You <input type="checkbox"/> Spouse		
Foreign country name Foreign province/state/county Foreign postal code					
Filing Status					
1 <input checked="" type="checkbox"/> Single					
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. ▶					
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 type="checkbox"/> Spouse.					
Boxes checked on 6a and 6b 1					
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 child under age 17 qualifying for child tax or (see instrs)					
• lived with you.					
• did not live with you due to divorce or separation (see instrs).					
Dependents on 6c not entered above					
Add numbers on lines above 1					
d Total number of exemptions claimed.					
Income					
7 Wages, salaries, tips, etc. Attach Form(s) W-2. 7					
8a Taxable interest. Attach Schedule B if required. 8a 62.					
b Tax-exempt interest. Do not include on line 8a. 8b					
9a Ordinary dividends. Attach Schedule B if required. 9a 897.					
b Qualified dividends. St. 1 9b 897.					
10 Taxable refunds, credits, or offsets of state and local income taxes. 10					
11 Alimony received. 11					
12 Business income or (loss). Attach Schedule C or C-EZ. 12					
13 Capital gain or (loss). Att Sch D if reqd. If not reqd, ck here. 13 -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					
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 -2,041.					
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 -2,041.					

Tax and Credits**Standard Deduction for —**

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

Single or Married filing separately, \$5,950

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

Head of household, \$8,700

38 Amount from line 37 (adjusted gross income) 38 -2,041.

39a Check ☐ You were born before January 2, 1948, ☐ Blind. Total boxes checked. ☐ 39a ☐ Spouse was born before January 2, 1948, ☐ Blind. ☐ 39bb If your spouse itemizes on a separate return or you were a dual-status alien, check here ☐ 39b

40 Itemized deductions (from Schedule A) or your standard deduction (see left margin) 40 10,005.

41 Subtract line 40 from line 38 41 -12,046.

42 Exemptions. Multiply \$3,800 by the number on line 6d. 42 3,800.

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

44 Tax (see instrs). Check if any from: a ☐ Form(s) 8814 c ☐ 962 election b ☐ Form 4972 44 0.

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

46 Add lines 44 and 45 46 0.

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 0.

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 0.

Payments

If you have a qualifying child, attach Schedule EIC.

62 Federal income tax withheld from Forms W-2 and 1099 62

63 2012 estimated tax payments and amount applied from 2011 return. 63

64a Earned income credit (EIC) No 64a

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 0.

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 ☐ 74ab Routing number c Type: ☐ Checking ☐ Savingsd Account number

75 Amount of line 73 you want applied to your 2013 estimated tax 75

Amount You Owe

76 Amount you owe. Subtract line 72 from line 61. For details on how to pay see instructions 76 0.

77 Estimated tax penalty (see instructions) 77

Third Party DesigneeDo you want to allow another person to discuss this return with the IRS (see instructions)? ☒ Yes. Complete below. ☐ NoDesignee's name z Examples Phone no. (888) 558-5257 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 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) Print/Type preparer's name Preparer's signature Date Check ☐ if self-employed PTIN **Paid Preparer Use Only**Firm's name z Examples Firm's address z Examples Firm's EIN 45-4365561Phone no. (888) 558-5257

**Underpayment of Estimated Tax by
Individuals, Estates, and Trusts**

► Information about Form 2210 and its separate instructions is at www.irs.gov/form2210.
► Attach to Form 1040, 1040A, 1040NR, 1040NR-EZ, or 1041.

Name(s) shown on tax return

Joe Investor Commodity Loss Ex 12

Identifying number

999-99-9999

Do You Have To File Form 2210?

Complete lines 1 through 7 below. Is line 7 less than \$1,000?	Yes	Do not file Form 2210. You do not owe a penalty.
No		
Complete lines 8 and 9 below. Is line 6 equal to or more than line 9?	Yes	You do not owe a penalty. Do not file Form 2210 (but if box E in Part II applies, you must file page 1 of Form 2210).
No		
You may owe a penalty. Does any box in Part II below apply?	Yes	You must file Form 2210. Does box B, C, or D in Part II apply?
No		
	No	
	Yes	You must figure your penalty.
Do not file Form 2210. You are not required to figure your penalty because the IRS will figure it and send you a bill for any unpaid amount. If you want to figure it, you may use Part III or Part IV as a worksheet and enter your penalty amount on your tax return, but do not file Form 2210.		You are not required to figure your penalty because the IRS will figure it and send you a bill for any unpaid amount. If you want to figure it, you may use Part III or Part IV as a worksheet and enter your penalty amount on your tax return, but file only page 1 of Form 2210.

Part I Required Annual Payment

1	Enter your 2012 tax after credits from Form 1040, line 55 (see instructions if not filing Form 1040).....	1	
2	Other taxes, including self-employment tax (see instructions).....	2	
3	Refundable credits (see instructions).....	3	0.
4	Current year tax. Combine lines 1, 2, and 3. If less than \$1,000, stop ; you do not owe a penalty. Do not file Form 2210.....	4	0.
5	Multiply line 4 by 90% (.90).....	5	0.
6	Withholding taxes. Do not include estimated tax payments (see instructions).....	6	
7	Subtract line 6 from line 4. If less than \$1,000, stop ; you do not owe a penalty. Do not file Form 2210.....	7	0.
8	Maximum required annual payment based on prior year's tax (see instructions).....	8	
9	Required annual payment. Enter the smaller of line 5 or line 8.....	9	

Next: Is line 9 more than line 6?

- ☒ **No.** You **do not** owe a penalty. **Do not** file Form 2210 unless box **E** below applies.
- ☐ **Yes.** You may owe a penalty, but **do not** file Form 2210 unless one or more boxes in Part II below applies.
- If box **B, C,** or **D** applies, you must figure your penalty and file Form 2210.
 - If box **A** or **E** applies (but not **B, C,** or **D**) file only page 1 of Form 2210. You are **not** required to figure your penalty; the IRS will figure it and send you a bill for any unpaid amount. If you want to figure your penalty, you may use Part III or IV as a worksheet and enter your penalty on your tax return, but **file only page 1 of Form 2210.**

Part II Reasons for Filing. Check applicable boxes. If none apply, **do not** file Form 2210.

- A** ☐ You request a **waiver** (see instructions) of your entire penalty. You must check this box and file page 1 of Form 2210, but you are not required to figure your penalty.
- B** ☐ You request a **waiver** (see instructions) of part of your penalty. You must figure your penalty and waiver amount and file Form 2210.
- C** ☐ Your income varied during the year and your penalty is reduced or eliminated when figured using the **annualized income installment method**. You must figure the penalty using Schedule AI and file Form 2210.
- D** ☐ Your penalty is lower when figured by treating the federal income tax withheld from your income as paid on the dates it was actually withheld, instead of in equal amounts on the payment due dates. You must figure your penalty and file Form 2210.
- E** ☐ You filed or are filing a joint return for either 2011 or 2012, but not for both years, and line 8 above is smaller than line 5 above. You must file page 1 of Form 2210, but you are **not** required to figure your penalty (unless box **B, C,** or **D** applies).

Part IV Regular Method (See the instructions if you are filing Form 1040NR or 1040NR-EZ.)

Section A – Figure Your Underpayment		Payment Due Dates			
		(a) 4/15/12	(b) 6/15/12	(c) 9/15/12	(d) 1/15/13
18 Required installments. If box C in Part II applies, enter the amounts from Schedule AI, line 25. Otherwise, enter 25% (.25) of line 9, Form 2210, in each column.	18				
19 Estimated tax paid and tax withheld (see the instructions). For column (a) only, also enter the amount from line 19 on line 23. If line 19 is equal to or more than line 18 for all payment periods, stop here; you do not owe a penalty. Do not file Form 2210 unless you checked a box in Part II. Complete lines 20 through 26 of one column before going to line 20 of the next column.	19				
20 Enter the amount, if any, from line 26 in the previous column.	20				
21 Add lines 19 and 20.	21				
22 Add the amounts on lines 24 and 25 in the previous column.	22				
23 Subtract line 22 from line 21. If zero or less, enter -0-. For column (a) only, enter the amount from line 19.	23	0.	0.	0.	0.
24 If line 23 is zero, subtract line 21 from line 22. Otherwise, enter -0-.	24		0.	0.	
25 Underpayment. If line 18 is equal to or more than line 23, subtract line 23 from line 18. Then go to line 20 of the next column. Otherwise, go to line 26.	25				
26 Overpayment. If line 23 is more than line 18, subtract line 18 from line 23. Then go to line 20 of the next column.	26				

Section B – Figure the Penalty (Use the Worksheet for Form 2210, Part IV, Section B – Figure the Penalty in the instructions).

27 Penalty. Enter the total penalty from line 14 of the Worksheet for Form 2210, Part IV, Section B – Figure the Penalty. Also include this amount on Form 1040, line 77; Form 1040A, line 46; Form 1040NR, line 74; Form 1040NR-EZ, line 26; or Form 1041, line 26.	27	
Do not file Form 2210 unless you checked a box in Part II.		

Form 2210 (2012)

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.
► **Attach to Form 1040.**

OMB No. 1545-0074

2012

Attachment
Sequence No. **07**

Name(s) shown on Form 1040

Your social security number

Joe Investor Commodity Loss Ex 12

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		5,342.	
2	Enter amount from Form 1040, line 38	2	-2,041.		
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			5,342.
Taxes You Paid		5 State and local (check only one box):			
		a <input type="checkbox"/> Income taxes, or		5	307.
		b <input checked="" type="checkbox"/> General sales taxes			
6	Real estate taxes (see instructions)	6			
7	Personal property taxes	7			
8	Other taxes. List type and amount ►	8			
9	Add lines 5 through 8	9			307.
Interest You Paid		10	Home mtg interest and points reported to you on Form 1098	10	
		11	Home mortgage interest not reported to you on Form 1098. If paid to the person from whom you bought the home, see instructions and show that person's name, identifying number, and address ►	11	
Note. Your mortgage interest deduction may be limited (see instructions).					
		12	Points not reported to you on Form 1098. See instrs for spcl rules	12	
		13	Mortgage insurance premiums (see instructions)	13	
		14	Investment interest. Attach Form 4952 if required. (See instrs.)	14	
		15	Add lines 10 through 14	15	0.
Gifts to Charity		16	Gifts by cash or check. If you made any gift of \$250 or more, see instrs	16	985.
		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	2,955.
		19	Add lines 16 through 18	19	0.
			Disallowed contributions		-3,940.
Casualty and Theft Losses		20	Casualty or theft loss(es). Attach Form 4684. (See instructions.)	20	0.
Job Expenses and Certain Miscellaneous Deductions		21	Unreimbursed employee expenses — job travel, union dues, job education, etc. Attach Form 2106 or 2106-EZ if required. (See instructions.) ►	21	
		22	Tax preparation fees	22	755.
		23	Other expenses — investment, safe deposit box, etc. List type and amount ►	23	3,601.
		24	Add lines 21 through 23	24	4,356.
		25	Enter amount from Form 1040, line 38	25	-2,041.
		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	4,356.
Other Miscellaneous Deductions		28	Other — from list in instructions. List type and amount ►	28	0.
Total Itemized Deductions		29	Add the amounts in the far right column for lines 4 through 28. Also, enter this amount on Form 1040, line 40	29	10,005.
		30	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

OMB No. 1545-0074

2012Attachment
Sequence No. **08**

Name(s) shown on return

Your social security number

Joe Investor Commodity Loss Ex 12

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 ▶Interactive Brokers**Amount**

62.

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

62.

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. ▶

62.

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 ▶Schwab**Amount**

897.

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

897.

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.....

X

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.....

X

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.

► **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

Joe Investor Commodity Loss Ex 12

999-99-9999

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 box A checked in Part I				
2 Short-term totals from all Forms 8949 with box B checked in Part I				
3 Short-term totals from all Forms 8949 with box C checked in Part I				
4 Short-term gain from Form 6252 and short-term gain or (loss) from Forms 4684, 6781, and 8824			4	-31,674.
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 Capital Loss Carryover Worksheet in the instructions			6	-95,022.
7 Net short-term capital gain or (loss). 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	-126,696.

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 box A checked in Part II	875,105.	859,739.		15,366.
9 Long-term totals from all Forms 8949 with box B checked in Part II				
10 Long-term totals from all Forms 8949 with box C checked in Part II				
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	-47,512.
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 Capital Loss Carryover Worksheet in the instructions			14	-96,438.
15 Net long-term capital gain or (loss). Combine lines 8 through 14 in column (h). Then go to Part III on page 2			15	-128,584.

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.	16	-255,280.
<ul style="list-style-type: none"> • If line 16 is a gain, enter the amount from line 16 on Form 1040, line 13, or Form 1040NR, line 14. Then go to line 17 below. • If line 16 is a loss, skip lines 17 through 20 below. Then go to line 21. Also be sure to complete line 22. • If line 16 is zero, skip lines 17 through 21 below and enter -0- on Form 1040, line 13, or Form 1040NR, line 14. Then go to line 22. 		
17 Are lines 15 and 16 both gains?		
<input type="checkbox"/> Yes. Go to line 18.		
<input type="checkbox"/> No. Skip lines 18 through 21, and go to line 22.		
18 Enter the amount, if any, from line 7 of the 28% Rate Gain Worksheet in the instructions.	18	
19 Enter the amount, if any, from line 18 of the Unrecaptured Section 1250 Gain Worksheet in the instructions.	19	
20 Are lines 18 and 19 both zero or blank?		
<input type="checkbox"/> Yes. Complete the Qualified Dividends and Capital Gain Tax Worksheet in the instructions for Form 1040, line 44 (or in the instructions for Form 1040NR, line 42). Do not complete lines 21 and 22 below.		
<input type="checkbox"/> No. Complete the Schedule D Tax Worksheet in the instructions. Do not 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 smaller of:		
<ul style="list-style-type: none"> • The loss on line 16 or • (\$3,000), or if married filing separately, (\$1,500) 	21	-3,000.
Note. 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"/> Yes. Complete the Qualified Dividends and Capital Gain Tax Worksheet in the instructions for Form 1040, line 44 (or in the instructions for Form 1040NR, line 42).		
<input type="checkbox"/> No. Complete the rest of Form 1040 or Form 1040NR.		

Name(s) shown on return. (Name and SSN or taxpayer identification no. not required if shown on other side.)

SSN or taxpayer identification no.

Joe Investor Commodity Loss Ex 12

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 II Long-Term. Transactions involving capital assets you held more than one year are long term. For short-term transactions, see page 1.

You must check Box A, B, or C below. Check only one box. If more than one box applies for your long-term transactions, complete a separate Form 8949, page 2, for each applicable box. If you have more long-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)** Long-term transactions reported on Form(s) 1099-B showing basis **was** reported to the IRS
- ☐ **(B)** Long-term transactions reported on Form(s) 1099-B showing basis **was not** reported to the IRS
- ☐ **(C)** Long-term transactions not reported to you on Form 1099-B

3	(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 Note 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). See the separate instructions.		(h) Gain or (loss). Subtract column (e) from column (d) and combine the result with column (g)
						(f) Code(s) from instructions	(g) Amount of adjustment	
	Google stock - Schwab investment a/c	Various	Various	875,105.	859,739.			15,366.
4 Totals. Add the amounts in columns (d), (e), (g), and (h) (subtract negative amounts). Enter each total here and include on your Schedule D, line 8 (if Box A above is checked), line 9 (if Box B above is checked), or line 10 (if Box C above is checked).				875,105.	859,739.		0.	15,366.

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.

Alternative Minimum Tax — Individuals

► Information about Form 6251 and its separate instructions is at www.irs.gov/form6251.
► Attach to Form 1040 or Form 1040NR.

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

Joe Investor Commodity Loss Ex 12

Your social security number

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	-12,046.
2	Medical and dental. Enter the smaller of Schedule A (Form 1040), line 4 or 2.5% (.025) of Form 1040, line 38. If zero or less, enter -0-	2	
3	Taxes from Schedule A (Form 1040), line 9	3	307.
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	4,356.
6	Skip this line. It is reserved for future use	6	
7	Tax refund from Form 1040, line 10 or line 21	7	
8	Investment interest expense (difference between regular tax and AMT)	8	
9	Depletion (difference between regular tax and AMT)	9	
10	Net operating loss deduction from Form 1040, line 21. Enter as a positive amount	10	
11	Alternative tax net operating loss deduction	11	
12	Interest from specified private activity bonds exempt from the regular tax	12	
13	Qualified small business stock (7% of gain excluded under section 1202)	13	
14	Exercise of incentive stock options (excess of AMT income over regular tax income)	14	
15	Estates and trusts (amount from Schedule K-1 (Form 1041), box 12, code A)	15	
16	Electing large partnerships (amount from Schedule K-1 (Form 1065-B), box 6)	16	
17	Disposition of property (difference between AMT and regular tax gain or loss)	17	
18	Depreciation on assets placed in service after 1986 (difference between regular tax and AMT)	18	
19	Passive activities (difference between AMT and regular tax income or loss)	19	
20	Loss limitations (difference between AMT and regular tax income or loss)	20	
21	Circulation costs (difference between regular tax and AMT)	21	
22	Long-term contracts (difference between AMT and regular tax income)	22	
23	Mining costs (difference between regular tax and AMT)	23	
24	Research and experimental costs (difference between regular tax and AMT)	24	
25	Income from certain installment sales before January 1, 1987	25	
26	Intangible drilling costs preference	26	
27	Other adjustments, including income-based related adjustments	27	
28	Alternative minimum taxable income. Combine lines 1 through 27. (If married filing separately, see instructions.)	28	-7,383.

Part II Alternative Minimum Tax (AMT)

29	Exemption. See instructions	29	50,600.
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	0.
31	<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 54 here. • All others: If line 30 is \$175,000 or less (\$87,500 or less if married filing separately), multiply line 30 by 26% (.26). Otherwise, multiply line 30 by 28% (.28) and subtract \$3,500 (\$1,750 if married filing separately) from the result. 	31	0.
32	Alternative minimum tax foreign tax credit (see instructions)	32	
33	Tentative minimum tax. Subtract line 32 from line 31.	33	0.
34	Tax from Form 1040, line 44 (minus any tax from Form 4972 and any foreign tax credit from Form 1040, line 47). If you used Schedule J to figure your tax, the amount from line 44 of Form 1040 must be refigured without using Schedule J (see instructions).	34	0.
35	AMT. Subtract line 34 from line 33. If zero or less, enter -0-. Enter here and on Form 1040, line 45	35	0.

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

Form **6781****Gains and Losses From Section 1256
Contracts and Straddles**

OMB No. 1545-0644

2012Department of the Treasury
Internal Revenue Service► Information about Form 6781 and its instructions is at www.irs.gov/form6781
► Attach to your tax return.Attachment
Sequence No. **82**

Name(s) shown on tax return

Identifying number

Joe Investor Commodity Loss Ex 12

999-99-9999

Check all applicable boxes (see instructions).

A☐

Mixed straddle election

C☐

Mixed straddle account election

B☐

Straddle-by-straddle identification election

D☐

Net section 1256 contracts loss election

Part I Section 1256 Contracts Marked to Market

1	(a) Identification of account	(b) (Loss)	(c) Gain
	Interactive Brokers - futures a/c	79,186.	
2	Add the amounts on line 1 in columns (b) and (c).....	2	79,186.
3	Net gain or (loss). Combine line 2, columns (b) and (c).....	3	-79,186.
4	Form 1099-B adjustments. See instructions and attach statement.....	4	
5	Combine lines 3 and 4.....	5	-79,186.
Note: If line 5 shows a net gain, skip line 6 and enter the gain on line 7. Partnerships and S corporations, see instructions.			
6	If you have a net section 1256 contracts loss and checked box D above, enter the amount of loss to be carried back. Enter the loss as a positive number.....	6	
7	Combine lines 5 and 6.....	7	-79,186.
8	Short-term capital gain or (loss). Multiply line 7 by 40% (.40). Enter here and include on the appropriate line of Schedule D (see instructions).....	8	-31,674.
9	Long-term capital gain or (loss). Multiply line 7 by 60% (.60). Enter here and include on the appropriate line of Schedule D (see instructions).....	9	-47,512.

Part II Gains and Losses From Straddles. Attach a separate statement listing each straddle and its components.**Section A – Losses From Straddles**

(a) Description of property	(b) Date entered into or acquired	(c) Date closed out or sold	(d) Gross sales price	(e) Cost or other basis plus expense of sale	(f) Loss. If column (e) is more than (d), enter difference. Otherwise, enter -0-	(g) Unrecognized gain on offsetting positions	(h) Recognized loss. If column (f) is more than (g), enter difference. Otherwise, enter -0-
10							
11 a Enter the short-term portion of losses from line 10, column (h), here and include on the appropriate line of Schedule D (see instructions).....							11 a
b Enter the long-term portion of losses from line 10, column (h), here and include on the appropriate line of Schedule D (see instructions).....							11 b

Section B – Gains From Straddles

(a) Description of property	(b) Date entered into or acquired	(c) Date closed out or sold	(d) Gross sales price	(e) Cost or other basis plus expense of sale	(f) Gain. If column (d) is more than (e), enter difference. Otherwise, enter -0-
12					
13 a Enter the short-term portion of gains from line 12, column (f), here and include on the appropriate line of Schedule D (see instructions).....					13 a
b Enter the long-term portion of gains from line 12, column (f), here and include on the appropriate line of Schedule D (see instructions).....					13 b

Part III Unrecognized Gains From Positions Held on Last Day of Tax Year. Memo Entry Only (see instructions)

(a) Description of property	(b) Date acquired	(c) Fair market value on last business day of tax year	(d) Cost or other basis is adjusted	(e) Unrecognized gain. If column (c) is more than (d), enter difference. Otherwise, enter -0-
14				

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

2012Attachment
Sequence No. **179**

Name(s) shown on return

Joe Investor Commodity Loss Ex 12

Identifying number

999-99-9999

Business or activity to which this form relates

Schedule A (2%)

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 smaller 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			27.5 yrs	MM	S/L	
			39 yrs	MM	S/L	
				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	693.
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	693.
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)

Part V Listed Property (Include automobiles, certain other vehicles, certain computers, and property used for entertainment, recreation, or amusement.)

Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete **only** 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.

Section A – Depreciation and Other Information (Caution: See the instructions for limits for passenger automobiles.)

24a Do you have evidence to support the business/investment use claimed? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No						24b If 'Yes,' is the evidence written? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No			
(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/ investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/ Convention	(h) Depreciation deduction	(i) Elected section 179 cost	
25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use (see instructions).....							25		
26 Property used more than 50% in a qualified business use:									
Computers fo	Various	100.0	3,466.	3,466.	5.0	S/L	693.		
27 Property used 50% or less in a qualified business use:									
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1							28	693.	
29 Add amounts in column (i), line 26. Enter here and on line 7, page 1							29	0.	

Section B – Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other 'more than 5% owner,' or related person. If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

	(a) Vehicle 1		(b) Vehicle 2		(c) Vehicle 3		(d) Vehicle 4		(e) Vehicle 5		(f) Vehicle 6	
	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No
30 Total business/investment miles driven during the year (do not include commuting miles)												
31 Total commuting miles driven during the year												
32 Total other personal (noncommuting) miles driven												
33 Total miles driven during the year. Add lines 30 through 32												
34 Was the vehicle available for personal use during off-duty hours?												
35 Was the vehicle used primarily by a more than 5% owner or related person?												
36 Is another vehicle available for personal use?												

Section C – Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who **are not** more than 5% owners or related persons (see instructions).

	Yes	No
37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?		
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use? (See instructions.)		

Note: If your answer to 37, 38, 39, 40, or 41 is 'Yes,' do not complete Section B for the covered vehicles.

Part VI Amortization

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
42 Amortization of costs that begins during your 2012 tax year (see instructions):					
43 Amortization of costs that began before your 2012 tax year				43	
44 Total. Add amounts in column (f). See the instructions for where to report.				44	

2012

Federal Statements

Page 1

Client EX12F-CA

Joe Investor Commodity Loss Ex 12

999-99-9999

2/11/13

09:07AM

Statement 1
Form 1040, Line 9b
Qualified Dividends

Schwab.....	\$	897.
Total	\$	<u>897.</u>

Statement 2
Schedule A, Line 23
Other Expenses

Depreciation.....	\$	693.
Investor - publications.....		1,144.
Online information ser.....		1,699.
Schwab - investment a/c.....		65.
Total	\$	<u>3,601.</u>

Demo

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	-2,041.
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>0.</u>

Number of Exemptions	1.
----------------------	----

- | | |
|---|--------|
| 1. State general sales taxes per Tables | 307. |
| 2. Local general sales taxes per Tables for certain residents of
AK, AZ, AR, CO, GA, IL, LA, MO, NC, NY, SC, TN, UT, VA, and WV
(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.
Otherwise, skip line 4 and 5, and go to line 6 | 7.2500 |
| 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) | 307. |
| 8. Sales taxes paid on vehicles, boats, etc. | 0. |
| 9. Sales tax deduction when using Tables (add lines 7 and 8) | 307. |

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 | 307. |
| 5. Greater of sales taxes paid or Table amount | <u>307.</u> |

2/11/13

09:07AM

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

- | | |
|--|----------|
| 1. Enter the amount from Form 1040, line 41 or Form 1040NR, line 39. | -12,046. |
| 2. Enter the loss from Schedule D, line 21. | 3,000. |
| 3. Combine lines 1 and 2 (but not less than zero). | 0. |
| 4. Enter the smaller of line 2 or line 3. | 0. |

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. | 126,696. |
| 6. Enter gain from Schedule D, line 15. | 0. |
| 7. Add lines 4 and 6. | 0. |
| 8. Short-term capital loss carryover to 2013.
Subtract line 7 from line 5. | 126,696. |

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. | 128,584. |
| 10. Enter gain from Schedule D, line 7. | 0. |
| 11. Subtract line 5 from line 4. | 0. |
| 12. Add lines 10 and 11. | 0. |
| 13. Long-term capital loss carryover to 2013.
Subtract line 12 from line 9. | <u>128,584.</u> |

Demo

Computation of 2012 Net Operating Loss

1. Enter the amount from Form 1040, line 41		-12,046.
2. Nonbusiness Capital Losses	191,460.	
3. Nonbusiness Capital Gains	15,366.	
4. Excess of line 2 over line 3	176,094.	
5. Excess of line 3 over line 2	0.	
6. Nonbusiness Deductions	10,005.	
7. Nonbusiness Income	959.	
8. Add lines 5 and 7	959.	
9. Excess of line 6 over line 8		9,046.
10. Excess of line 8 over line 6; But do not enter more than line 5	0.	
11. Business Capital Losses	79,186.	
12. Business Capital Gains	0.	
13. Add lines 10 and 12	0.	
14. Excess of line 11 over line 13	79,186.	
15. Add lines 4 and 14	255,280.	
16. Loss from Schedule D, line 16	255,280.	
17. Section 1202 Exclusion		0.
18. Subtract line 17 from line 16	255,280.	
19. Loss from Schedule D, line 21	3,000.	
20. Subtract line 19 from line 18	252,280.	
21. Subtract line 18 from line 19		0.
22. Subtract line 20 from line 15		3,000.
23. Domestic production activities deduction		0.
24. Prior years' Net Operating Losses		0.
25. 2012 Net Operating Gain (Loss) (Combine lines 1, 9, 17, and 21 through 24)		<u>0.</u>

Demo

Computation of 2012 AMT Net Operating Loss

1. AMTI before ATNOLD (Form 6251, lines 1 through 27)		-7,383.
2. Nonbusiness Capital Losses	191,460.	
3. Nonbusiness Capital Gains	15,366.	
4. Excess of line 2 over line 3	176,094.	
5. Excess of line 3 over line 2	0.	
6. Nonbusiness Deductions	5,342.	
7. Nonbusiness Income	959.	
8. Add lines 5 and 7	959.	
9. Excess of line 6 over line 8		4,383.
10. Excess of line 8 over line 6 (no more than ln 5)	0.	
11. Business Capital Losses	79,186.	
12. Business Capital Gains	0.	
13. Add lines 10 and 12	0.	
14. Excess of line 11 over line 13	79,186.	
15. Add lines 4 and 14	255,280.	
16. Loss from Schedule D, line 16	255,280.	
17. Section 1202 Exclusion		0.
18. Subtract line 17 from line 16	255,280.	
19. Loss from Schedule D, line 18	3,000.	
20. Subtract line 19 from line 18	252,280.	
21. Subtract line 18 from line 19		0.
22. Subtract line 20 from line 15		3,000.
23. 2012 AMT Net Operating Gain (Loss) (Combine lines 1, 9, 17, 21, and 22)		<u>0.</u>

Demo

12/31/12

2012 Federal Depreciation Schedule

Page 1

Client EX12F-CA

Joe Investor Commodity Loss Ex 12

999-99-9999

2/11/13

09:07AM

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 A (2%)																
Machinery and Equipment																
1	Computers for investor	Various		3,466							3,466		S/L	5		693
	Total Machinery and Equipment			3,466		0	0	0	0	0	3,466	0				693
	Total Depreciation			3,466		0	0	0	0	0	3,466	0				693
	Grand Total Depreciation			3,466		0	0	0	0	0	3,466	0				693

Demo

12/31/12

2012 Federal Alternative Minimum Tax Depreciation Schedule

Page 1

Client EX12F-CA

Joe Investor Commodity Loss Ex 12

999-99-9999

2/11/13

09:07AM

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 A (2%)															
Machinery and Equipment															
1	Computers for investor	Various		3,466					693	693					0
Total Machinery and Equipment				3,466	0				693	693		0	0	0	0
Total Depreciation				<u>3,466</u>	<u>0</u>				<u>693</u>	<u>693</u>		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Grand Total Depreciation				<u>3,466</u>	<u>0</u>				<u>693</u>	<u>693</u>		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

Demo

2012

California Filing Instructions

Client EX12F-CA

Joe Investor Commodity Loss Ex 12

999-99-9999

2/11/13

09:07AM

FORM TO FILE:

Form 540 - 2012 California Resident Income Tax Return

SIGNATURE:

Sign and date Form 540, page 1.

PAYMENT:

No payment is required.

WHEN TO FILE:

On or before April 15, 2013.

WHERE TO FILE:

Franchise Tax Board
P.O. Box 942840
Sacramento, CA 94240-0009

Demo

**California Resident
Income Tax Return 2012**

FORM

540 C1 Side 1

APE

ATTACH FEDERAL RETURN

999-99-9999 COMM 12
JOE I COMMODITYLOSSEX

P
AC
A
R
RP

ANY ST
LOS ANGELES CA 90025 01-01-1960

01	1	45	0	404	0	APE	0
06	0	46	0	405	0	FS	0
09	00	47	0	406	0	3800	0
10	00	48	0	407	0	3803	0
11	104	61	0	408	0	SCHG1	0
12	0	62	0	410	0	5870A	0
13	-2041	63	0	412	0	5805 5805F	0
14	51057	64	0	413	0	DESIGNEE	1
16	0	71	0	414	0	TPID	
17	-53098	72	0	419	0	FN 454365561	
18	9698	73	0	420	0	CCF	0
19	0	74	0	421	0	3805P	0
31	0	75	0	422	0	NQDC	0
32	104	91	0	423	0	3540	0
33	0	92	0	110	0	3805Z	0
34	0	93	0	111	0	3807	0
35	0	94	0	112	0	3808	0
40	0	95	0	113	0	3809	0
41	0	400	0	115	0	3549A	0
42	0	401	0	116	0	IRC1341	0
43	0	402	0	117	0		
44	0	403	0				

Under penalties of perjury, I declare that I have examined this tax return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete.

Your signature

Spouse's/RDP's signature (if a joint tax return, both must sign)

**Sign
Here**

Daytime phone number (optional)

Date

Your email address (optional). Enter only one.

Paid preparer's signature (declaration of preparer is based on all information of which preparer has any knowledge)

● PTIN

It is unlawful to forge a spouse's/RDP's signature.

Z EXAMPLES

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

Firm's address

● FEIN

GREEN NFH, LLC**PO BOX 1198****ROBERTSDALE, AL 36567****45-4365561**

Joint tax return? (See instructions.)

Do you want to allow another person to discuss this tax return with us (see instructions)?

●

☒ Yes☐ No**Z EXAMPLES****(888) 558-5257**

Print Third Party Designee's Name

Telephone Number

Your Name: **JOE INVESTOR COMMODITY LOSS EX 12**Your SSN or ITIN: **999-99-9999**

Filing Status	1	<input checked="" type="checkbox"/> Single													
	2	<input type="checkbox"/> Married/RDP filing jointly (see instructions).													
	3	<input type="checkbox"/> Married/RDP filing separately. Enter spouse's/RDP's SSN or ITIN above and full name here.													
	4	<input type="checkbox"/> Head of household (with qualifying person) (see instructions)													
	5	<input type="checkbox"/> Qualifying widow(er) with dependent child. Enter year spouse/RDP died													
		If your California filing status is different from your federal filing status, check the box here. <input type="checkbox"/>													
	6	If someone can claim you (or your spouse/RDP) as a dependent, check the box here (see instructions).	<input type="checkbox"/> 6												
Exemptions	7	Personal: If you checked the box 1, 3, or 4 above, enter 1 in the box. If you checked box 2 or 5, enter 2 in the box. If you checked the box on line 6, see the instructions.	7 <input type="checkbox"/> x \$104 = \$ 104.												
	8	Blind: If you (or your spouse/RDP) are visually impaired, enter 1; if both are visually impaired, enter 2.	8 <input type="checkbox"/> x \$104 = \$												
	9	Senior: If you (or your spouse/RDP) are 65 or older, enter 1; if both are 65 or older, enter 2.	9 <input type="checkbox"/> x \$104 = \$												
	10	Dependents: Do not include yourself or your spouse/RDP.													
		<table border="1"><thead><tr><th>First name</th><th>Last name</th><th>Dependent's relationship to you</th></tr></thead><tbody><tr><td> </td><td> </td><td> </td></tr><tr><td> </td><td> </td><td> </td></tr><tr><td> </td><td> </td><td> </td></tr></tbody></table>	First name	Last name	Dependent's relationship to you										
First name	Last name	Dependent's relationship to you													
		Total dependent exemptions.	10 <input type="checkbox"/> x \$321 = \$												
	11	Exemption amount: Add line 7 through line 10. Transfer this amount to line 32.	11 \$ 104.												
Taxable Income	12	State wages from your Form(s) W-2, box 16.	12												
	13	Enter federal adjusted gross income from Form 1040, line 37; Form 1040A, line 21; Form 1040EZ, line 4.	13 -2,041.												
	14	California adjustments — subtractions. Enter the amount from Schedule CA (540), line 37, column B.	14 51,057.												
	15	Subtract line 14 from line 13. If less than zero, enter the result in parentheses (see instructions).	15 (53,098.)												
	16	California adjustments — additions. Enter the amount from Schedule CA (540), line 37, column C.	16												
	17	California adjusted gross income. Combine line 15 and line 16.	17 -53,098.												
	18	Enter the larger of your CA standard deduction OR your CA itemized deductions.	18 9,698.												
	19	Subtract line 18 from line 17. This is your taxable income. If less than zero, enter -0-.	19 0.												
Tax	31	Tax. Check box if from: <input type="checkbox"/> Tax Table <input type="checkbox"/> Tax Rate Schedule <input type="checkbox"/> FTB 3800 <input type="checkbox"/> FTB 3803.	31 0.												
	32	Exemption credits. Enter the amount from line 11. If your federal AGI is more than \$169,730 (see instrs)	32 104.												
	33	Subtract line 32 from line 31. If less than zero, enter -0-.	33 0.												
	34	Tax (see instructions). Check box if from: <input type="checkbox"/> Schedule G-1 <input type="checkbox"/> Form FTB 5870A.	34												
	35	Add line 33 and line 34.	35												
Special Credits	40	Nonrefundable Child and Dependent Care Expenses Credit, (see instructions). Attach form FTB 3506.	40												
	41	New jobs credit, amount generated (see instructions).	41												
	42	New jobs credit, amount claimed (see instructions).	42												
	43	Credit <input type="checkbox"/> Code <input type="checkbox"/> amount.	43												
	44	Credit <input type="checkbox"/> Code <input type="checkbox"/> amount.	44												
	45	To claim more than two credits (see instructions).	45												
	46	Nonrefundable renter's credit (see instructions).	46												
	47	Add line 40 and line 42 through line 46. These are your total credits.	47												
	48	Subtract line 47 from line 35. If less than zero, enter -0-.	48 0.												
Other Taxes	61	Alternative minimum tax. Attach Schedule P (540).	61												
	62	Mental Health Services Tax (see instructions).	62												
	63	Other taxes and credit recapture (see instructions).	63												
	64	Add line 48, line 61, line 62, and line 63. This is your total tax.	64												
Payments	71	California income tax withheld (see instructions).	71												
	72	2012 CA estimated tax and other payments (see instructions).	72												
	73	Real estate and other withholding (see instructions).	73												
	74	Excess SDI (or VPD) withheld (see instructions).	74 0.												
	75	Add line 71, line 72, line 73, and line 74. These are your total payments (see instructions).	75												

Your Name: **JOE INVESTOR COMMODITY LOSS EX 12**Your SSN or ITIN: **999-99-9999**

Overpaid Tax/ Tax Due	91	Overpaid tax. If line 75 is more than line 64, subtract line 64 from line 75.	91	
	92	Amount of line 91 you want applied to your 2013 estimated tax.	92	
	93	Overpaid tax available this year. Subtract line 92 from line 91.	93	
	94	Tax due. If line 75 is less than line 64, subtract line 75 from line 64.	94	

Use Tax	95	Use Tax. This is not a total line (see instructions).	95	
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			Code	Amount
Contributions		California Seniors Special Fund (see instructions).	400	
		Alzheimer's Disease/Related Disorders Fund.	401	
		California Fund for Senior Citizens.	402	
		Rare and Endangered Species Preservation Program.	403	
		State Children's Trust Fund for the Prevention of Child Abuse.	404	
		California Breast Cancer Research Fund.	405	
		California Firefighters' Memorial Fund.	406	
		Emergency Food For Families Fund.	407	
		California Peace Officer Memorial Foundation Fund.	408	
		California Sea Otter Fund.	410	
		Municipal Shelter Spay-Neuter Fund.	412	
		California Cancer Research Fund.	413	
		ALS/Lou Gehrig's Disease Research Fund.	414	
		Child Victims of Human Trafficking Fund.	419	
		California YMCA Youth and Government Fund.	420	
		California Youth Leadership Fund.	421	
		School Supplies for Homeless Children Fund.	422	
		State Parks Protection Fund/Parks Pass Purchase.	423	
	110	Add code 400 through code 423. This is your total contribution.	110	

Amount You Owe	111	AMOUNT YOU OWE. Add line 94, line 95, and line 110 (see instructions). Mail to: FRANCHISE TAX BOARD, PO BOX 942867, SACRAMENTO CA 94267-0009. Pay online – Go to ftb.ca.gov for more information.	111	
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Interest and Penalties	112	Interest, late return penalties, and late payment penalties.	112	
	113	Underpayment of estimated tax. Check box: <input type="checkbox"/> FTB 5805 attached <input type="checkbox"/> FTB 5805F attached.	113	
	114	Total amount due (see instructions). Enclose, but do not staple, any payment.	114	

Refund and Direct Deposit	115	REFUND OR NO AMOUNT DUE. Subtract line 95 and line 110 from line 93 (see instructions). Mail to: FRANCHISE TAX BOARD, PO BOX 942840, SACRAMENTO CA 94240-0009.	115	0.
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Fill in the information to authorize direct deposit of your refund into one or two accounts. **Do not** attach a voided check or a deposit slip (see instructions).**Have you verified the routing and account numbers?** Use whole dollars only.

All or the following amount of my refund (line 115) is authorized for direct deposit into the account shown below:

<input type="checkbox"/> Checking	<input type="checkbox"/> Savings		
● Routing number	● Type	● Account number	● 116 Direct deposit amount

The remaining amount of my refund (line 115) is authorized for direct deposit into the account shown below:

<input type="checkbox"/> Checking	<input type="checkbox"/> Savings		
● Routing number	● Type	● Account number	● 117 Direct deposit amount

2012 California Adjustments – Residents**CA (540)****Important:** Attach this schedule behind Form 540, Side 3 as a supporting California schedule.

Name(s) as shown on tax return

SSN or ITIN

JOE INVESTOR COMMODITY LOSS EX 12

999-99-9999

Part I Income Adjustment Schedule**Section A – Income**

	A Federal Amounts (taxable amounts from your federal tax return)	B Subtractions See instructions	C Additions See instructions
7 Wages, salaries, tips, etc. See instructions before making an entry in column B or C.	7		
8 Taxable interest (b) _____	8a 62.		
9 Ordinary dividends. See instructions (b) 897.	9a 897.		
10 Taxable refunds, credits, offsets of state and local income taxes	10		
11 Alimony received	11		
12 Business income or (loss)	12		
13 Capital gain or (loss). See instructions	13 -3,000.		
14 Other gains or (losses)	14		
15 IRA distributions. See instructions (a) _____	15b		
16 Pensions and annuities. See instructions (a) _____	16b		
17 Rental real estate, royalties, partnerships, S corporations, trusts, etc.	17		
18 Farm income or (loss)	18		
19 Unemployment compensation	19		
20 Social security benefits (a) _____	20b		
21 Other income.			
a California lottery winnings		a	a
b Disaster loss carryover from FTB 3805V		b	b
c Federal NOL (Form 1040, line 21)		c	c
d NOL carryover from FTB 3805V		d 51,057.	d
e NOL from FTB 3805D, 3805Z, 3806, 3807, or 3809		e	e
f Other (describe): _____		f	f
22 Total. Combine line 7 through line 21 in column A. Add line 7 through line 21f in column B and column C. Go to Section B.	22 -2,041.	22 51,057.	22

Section B – Adjustments to Income

23 Educator expenses	23		
24 Certain business expenses of reservists, performing artists, and fee-basis government officials.	24		
25 Health savings account deduction.	25		
26 Moving expenses.	26		
27 Deductible part of self-employment tax.	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		
31 a Alimony paid.			
b Recipient's: SSN _____			
Last name _____	31 a		
32 IRA deduction.	32		
33 Student loan interest deduction.	33		
34 Tuition and fees.	34		
35 Domestic production activities deduction.	35		
36 Add line 23 through line 31a and line 32 through line 35 in columns A, B, and C. See instrs.	36		
37 Total. Subtract line 36 from line 22 in columns A, B, and C. See instructions.	37 -2,041.	37 51,057.	37

CAIA4012L 02/04/13

Part II Adjustments to Federal Itemized Deductions

38	Federal itemized deductions. Enter the amount from federal Schedule A (Form 1040), line 4, 9, 15, 19, 20, 27, and 28	38	<u>10,005.</u>
39	Enter total of federal Schedule A (Form 1040), line 5 (State Disability Insurance, and state and local income tax, or General Sales Tax), and line 8 (foreign income taxes only). See instructions.	39	<u>307.</u>
40	Subtract line 39 from line 38.	40	<u>9,698.</u>
41	Other adjustments including California lottery losses. See instructions. Specify.	41	
42	Combine line 40 and line 41.	42	<u>9,698.</u>
43	Is your federal AGI (Form 540, line 13) more than the amount shown below for your filing status?		
	Single or married/RDP filing separately.		\$169,730
	Head of household.		\$254,599
	Married/RDP filing jointly or qualifying widow(er).		\$339,464
No.	Transfer the amount on line 42 to line 43.		
Yes.	Complete the Itemized Deductions Worksheet in the instructions for Schedule CA (540), line 43.	43	<div style="border: 1px solid black; padding: 2px;">9,698.</div>
44	Enter the larger of the amount on line 43 or your standard deduction listed below		
	Single or married/RDP filing separately.		\$3,841
	Married/RDP filing jointly, head of household, or qualifying widow(er).		\$7,682
	Transfer the amount on line 44 to Form 540, line 18.	44	<div style="border: 1px solid black; padding: 2px;">9,698.</div>

Demo

2012

California Capital Gain or Loss Adjustment

Do not complete this schedule if all of your California gains (losses) are the same as your federal gains (losses).

SCHEDULE

D (540)

Name(s) as shown on return

SSN or ITIN

JOE INVESTOR COMMODITY LOSS EX 12

999-99-9999

[illegible]

- | | | | | |
|-----|--|-----|-----------|-----------|
| 2 | Net gain or (loss) shown on California Schedule(s) K-1 (100S, 541, 565, and 568) | 2 | | |
| 3 | Capital gain distributions (federal Form 1099-DIV, box 2a minus box 2c) | | 3 | |
| 4 | Total 2012 gains from all sources. Add column (e) amounts of line 1, line 2, and line 3 | | 4 | 15,366. |
| 5 | 2012 loss. Add column (d) amounts of line 1, and line 2 | 5 | -79,186. | |
| 6 | California capital loss carryover from 2011, if any. See instructions | 6 | -191,460. | |
| 7 | Total 2012 loss. Add line 5 and line 6 | 7 | -270,646. | |
| 8 | Combine line 4 and line 7. If a loss, go to line 9. If a gain, go to line 10 | 8 | | -255,280. |
| 9 | If line 8 is a loss, enter the smaller of: (a) the loss on line 8
(b) \$3,000 (\$1,500 if married or an RDP filing a separate return). See instructions . . . | 9 | | -3,000. |
| 10 | Enter the gain or (loss) from federal Form 1040, line 13 | 10 | | -3,000. |
| 11 | Enter the California gain from line 8 or (loss) from line 9 | 11 | | -3,000. |
| 12a | If line 10 is more than line 11, enter the difference here and on Schedule CA (540), line 13, column B | 12a | | |
| 12b | If line 10 is less than line 11, enter the difference here and on Schedule CA (540), line 13, column C | 12b | | |

CAIA6401L 12/19/12

2012

Alternative Minimum Tax and
Credit Limitations – Residents

P (540)

Attach this schedule to Form 540.

Names as shown on Form 540

Your SSN or ITIN

JOE INVESTOR COMMODITY LOSS EX 12

999-99-9999

Part I Alternative Minimum Taxable Income (AMTI) Important: See instructions for information regarding California/federal differences.

1	If you itemized deductions, go to line 2. If you did not itemize deductions, enter your standard deduction from Form 540, line 18, and go to line 6.	1	0.
2	Medical and dental expense. Enter the smaller of Schedule A (Form 1040), line 4, or 2-1/2% (.025) of Form 1040, line 37.	2	
3	Personal property taxes and real property taxes. See instructions.	3	
4	Certain interest on a home mortgage not used to buy, build, or improve your home. See instructions.	4	
5	Miscellaneous itemized deductions. See instructions.	5	4,356.
6	Refund of personal property taxes and real property taxes. See instructions.	6	
Do not include your state income tax refund on this line.			
7	Investment interest expense adjustment. See instructions.	7	
8	Post-1986 depreciation. See instructions.	8	
9	Adjusted gain or loss. See instructions.	9	
10	Incentive stock options and California qualified stock options (CQSOs). See instructions.	10	
11	Passive activities adjustment. See instructions.	11	
12	Beneficiaries of estates and trusts. Enter the amount from Schedule K-1 (541), line 12a.	12	
13	Other adjustment and preferences. Enter the amount, if any, for each item, a through l, and enter the total on line 13. See instructions.		
a	Circulation expenditures.	g	Mining costs.
b	Depletion.	h	Patron's adjustment.
c	Installment sales.	i	Research and experimental.
d	Intangible drilling costs.	j	Pollution control facilities.
e	Long-term contracts.	k	Tax shelter farm activities.
f	Loss limitations.	l	Related adjustments.
		13	
14	Total Adjustments and Preferences. Combine line 1 through line 13.	14	4,356.
15	Enter taxable income from Form 540, line 19. See instructions.	15	-62,796.
16	Net operating loss (NOL) deductions from Schedule CA (540), line 21d and line 21e, column B. Enter as a positive amount.	16	51,057.
17	AMTI exclusion. See instructions.	17	0.
18	If your federal adjusted gross income (AGI) is less than the amount for your filing status (listed below), skip this line and go to line 19. If you itemized deductions and your federal AGI is more than the amount for your filing status, see instructions.	18	
	Single or married/RDP filing separately		\$169,730
	Married/RDP filing jointly or qualifying widow(er)		\$339,464
	Head of household		\$254,599
19	Combine line 14 through line 18.	19	-7,383.
20	Alternative minimum tax NOL deduction. See instructions.	20	
21	Alternative Minimum Taxable Income. Subtract line 20 from line 19 (if married/RDP filing separately and line 21 is more than \$322,495 see instructions).	21	-7,383.

Part II Alternative Minimum Tax (AMT)

22	Exemption Amount. (If this schedule is for a certain child under age 24, see instructions.)		
	If your filing status is:	And line 21 is not over:	Enter on line 22:
	Single or head of household	\$ 234,072	\$ 62,420
	Married/RDP filing jointly or qualifying widow(er)	312,095	83,225
	Married/RDP filing separately	156,047	41,612
			62,420.
	If Part I, line 21 is more than the amount shown above for your filing status, see instructions.		
23	Subtract line 22 from line 21. If zero or less, enter -0-.	23	0.
24	Tentative Minimum Tax. Multiply line 23 by 7.0% (.07).	24	
25	Regular tax before credits from Form 540, line 31.	25	0.
26	Alternative Minimum Tax. Subtract line 25 from line 24. If zero or less, enter -0- here and on Form 540, line 61. If more than zero, enter here and on Form 540, line 61. If you make estimated tax payments for taxable year 2013, enter amount from line 26 on the 2013 Form 540-ES, Estimated Tax Worksheet, line 16. (Exception: If you have carryover credit for solar energy or commercial solar energy, first enter the result on Side 2, Part III, Section C, line 24 or 25.)	26	0.

Part III Credits that Reduce Tax Note: Be sure to attach your credit forms to Form 540.

		(a) Credit amount	(b) Credit used this year	(c) Tax balance that may be offset by credits	(d) Credit carryover
1	Enter the amount from Form 540, line 35.....			1	0.
2	Enter the tentative minimum tax from Side 1, Part II, line 24.....			2	
Section A – Credits that reduce excess tax.					
3	Subtract line 2 from line 1. If zero or less enter -0- and see instructions. This is your excess tax which may be offset by credits.....			0.	
A1	Credits that reduce excess tax and have no carryover provisions.				
4	Code: 162 Prison inmate labor credit (FTB 3507).....				
5	Code: 169 Enterprise zone employee credit (FTB 3553).....				
6	Code: _____ New Home Credit or First Time Buyer Credit ...				
7	Code: 232 Child and dependent care expenses credit (FTB 3506).....				
A2	Credits that reduce excess tax and have carryover provisions. See instructions.				
8	Code: <input type="checkbox"/> Credit Name: _____				<input type="checkbox"/>
9	Code: <input type="checkbox"/> Credit Name: _____				<input type="checkbox"/>
10	Code: <input type="checkbox"/> Credit Name: _____				<input type="checkbox"/>
11	Code: <input type="checkbox"/> Credit Name: _____				<input type="checkbox"/>
12	Code: 188 Credit for prior year alternative minimum tax.....	<input type="checkbox"/>	<input type="checkbox"/>		<input type="checkbox"/>
Section B – Credits that may reduce tax below tentative minimum tax.					
13	If Part III, line 3 is zero, enter the amount from line 1. If line 3 is more than zero, enter the total of line 2 and the last entry in column (c).....				
B1	Credits that reduce net tax and have no carryover provisions.				
14	Code: 170 Credit for joint custody head of household..				
15	Code: 173 Credit for dependent parent.....				
16	Code: 163 Credit for senior head of household.....				
17	Nonrefundable renter's credit.....	60.			
B2	Credits that reduce net tax and have carryover provisions. See instructions.				
18	Code: <input type="checkbox"/> Credit Name: _____				<input type="checkbox"/>
19	Code: <input type="checkbox"/> Credit Name: _____				<input type="checkbox"/>
20	Code: <input type="checkbox"/> Credit Name: _____				<input type="checkbox"/>
21	Code: <input type="checkbox"/> Credit Name: _____				<input type="checkbox"/>
B3	Other state tax credit.				
22	Code: 187 Other state tax credit.....				
Section C – Credits that may reduce alternative minimum tax.					
23	Enter your alternative minimum tax from Side 1, Part II, line 26.....				
24	Code: 180 Solar energy credit carryover from Section B2, column (d).....				<input type="checkbox"/>
25	Code: 181 Commercial solar energy credit carryover from Section B2, column (d).....				<input type="checkbox"/>
26	Adjusted AMT. Enter the balance from line 25, column (c) here and on Form 540, line 61.....				

2012

Net Operating Loss (NOL) Computation and NOL and Disaster Loss Limitations — Individuals, Estates, and Trusts

3805V

Attach to your California tax return.

Names as shown on return

SSN or ITIN

999-99-9999

FEIN

JOE INVESTOR COMMODITY LOSS EX 12

Part I Computation of Current Year NOL for Individuals, Estates, and Trusts. If you do not have a current year NOL, go to Part II.

Section A — California Residents Only (Nonresidents go to Section B.)

1	Adjusted gross income from 2012 Form 540, line 17. If negative, use brackets. Estates and Trusts, begin on line 3	1	(53,098.)
2	Itemized deductions or standard deduction from 2012 Form 540, line 18	2	(9,698.)
3a	Combine line 1 and line 2. (Estates and Trusts, enter taxable income, see instructions.) If negative, use brackets. If positive, enter -0- here and on line 25. Do not complete the rest of Section A. You do not have a current year NOL. Complete Part II and Part III if you have a carryover from prior years	3a	(62,796.)
3b	2012 designated disaster loss included in line 3a. Enter as a positive number	3b	0.
3c	Combine line 3a and line 3b. If negative, use brackets and continue to line 4. If zero or more, do not complete the rest of Part I. Enter the amount from line 3b, if any, in Part III, line 3, column (d) and complete Part II and Part III as instructed	3c	(62,796.)
Enter amounts on line 4 through line 24 as if they were all positive numbers. See instructions.			
4	Nonbusiness capital losses	4	191,460.
5	Nonbusiness capital gains. See instructions	5	15,366.
6	If line 4 is more than line 5, enter the difference; otherwise, enter -0-	6	176,094.
7	If line 4 is less than line 5, enter the difference; otherwise, enter -0-	7	0.
8	Nonbusiness deductions	8	9,698.
9	Nonbusiness income other than capital gains	9	959.
10	Add line 7 and line 9	10	959.
11	If line 8 is more than line 10, enter the difference; otherwise, enter -0-	11	8,739.
12	If line 8 is less than line 10, enter the difference; otherwise, enter -0-	12	0.
13	Business capital losses	13	79,186.
14	Business capital gains	14	
15	Add line 12 and line 14	15	
16	If line 13 is more than line 15, enter the difference; otherwise, enter -0-	16	79,186.
17	Add line 6 and line 16	17	255,280.
18	Enter the loss, if any, from line 8 of Schedule D (540). Estates and Trusts, enter the loss, if any, from line 9, column (c), of Schedule D (541). If you do not have a loss on that line, skip line 18 through line 21 and enter on line 22 the amount from line 17	18	255,280.
19	Enter the loss, if any, from line 9 of Schedule D (540). Estates and Trusts, enter the loss, if any, from line 10 of Schedule D (541). Enter as a positive number	19	3,000.
20	If line 18 is more than line 19, enter the difference; otherwise, enter -0-	20	252,280.
21	If line 19 is more than line 18, enter the difference; otherwise enter -0-	21	0.
22	Subtract line 20 from line 17. If zero or less, enter -0-	22	3,000.
23	NOL and disaster loss carryovers from prior years. See instructions	23	51,057.
24	Add lines 11, 21, 22, and 23	24	62,796.
25	2012 NOL carryover. Combine line 3c and line 24. If more than zero, enter -0-. You do not have a current year NOL to carryover	25	0.

Section B – Nonresidents and Part-Year Residents Only – Computation of Current Year California NOL

	A Enter total amounts as if you were a CA resident for entire year.	B Enter amounts earned or received from CA sources if you were a nonresident for the entire year.	C Enter amounts earned or received during the portion of the year you were a CA resident.	D Enter amounts earned or received from CA sources during the portion of the year you were a nonresident.	E Total Combine columns C and D
1 Adjusted gross income. See instructions If negative, use brackets. 1					
2 Itemized deductions or standard deduction. See instructions. 2					
3a Combine line 1 and line 2. See instructions. 3a					
b 2012 designated disaster loss included in line 3a. Enter as a positive number. 3b					
c Combine line 3a and line 3b. If negative, use brackets and continue to line 4. 3c					
Enter amounts on line 4 through line 24 as if they were all positive numbers.					
4 Nonbusiness capital losses. 4					
5 Nonbusiness capital gains. 5					
6 If line 4 is more than line 5, enter the difference; otherwise, enter -0- 6					
7 If line 4 is less than line 5, enter the difference; otherwise, enter -0- 7					
8 Nonbusiness deductions. 8					
9 Nonbusiness income other than capital gains. 9					
10 Add line 7 and line 9. 10					
11 If line 8 is more than line 10, enter the difference; otherwise, enter -0- 11					
12 If line 8 is less than line 10, enter the difference; otherwise, enter -0- 12					
13 Business capital losses. 13					
14 Business capital gains. 14					
15 Add line 12 and line 14. 15					
16 If line 13 is more than line 15, enter the difference; otherwise, enter -0-. 16					
17 Add line 6 and line 16. 17					
18 Enter the loss, if any, from line 4 of Schedule D (540NR) worksheet for nonresidents and part-year residents. See instructions. 18					
19 Enter the loss, if any, from line 5 of Schedule D (540NR) worksheet for nonresidents and part-year residents. Enter as a positive number. 19					
20 If line 18 is more than line 19, enter the difference; otherwise, enter -0-. 20					
21 If line 19 is more than line 18, enter the difference; otherwise, enter -0-. 21					
22 Subtract line 20 from line 17. If zero or less, enter -0-. 22					
23 NOL and disaster loss carryovers from prior years. 23					
24 Add lines 11, 21, 22, and 23. 24					
25 2012 NOL carryover. Combine line 3c and line 24. If more than zero, enter -0-. 25					

Part II Determine 2012 Modified Taxable Income (MTI). Be sure to read the instructions for Part II.

1	Taxable income. See instructions.	1	(62,796.)
Enter amounts on line 2 through line 4 as if they were all positive numbers.			
2	Capital loss deduction included in line 1	2	3,000.
3	Disaster loss carryover included in line 1	3	
4	NOL carryover included in line 1	4	51,057.
5	MTI. Combine line 1 through line 4. If line 5 is zero or less, enter -0-	5	0.

Part III NOL Carryover and Disaster Loss Carryover Limitations. See Instructions.

		(g) Available balance	
1	MTI from Part II, line 5	1	

Prior Year NOLs

(a) Year of loss	(b) Code	(c) Type of NOL* See below	(d) Initial Loss	(e) Carryover from 2011	(f) Amount used in 2012	(g) Available balance	(h) Carryover to 2013 subtract column (f) from column (e)
2012		GEN	51,057.	51,057.	0.	0.	51,057.

Current Year NOLs

3	2012	DIS					
4	2012						
	2012						
	2012						
	2012						

*Type of NOL: General (GEN), New Business (NB), Eligible Small Business (ESB), or Disaster (DIS).

5	NOL carryover. Add the carryover amounts in column (h) that are not the result of a disaster loss.	5	51,057.
6	Disaster loss carryover. Enter the total loss carryover amounts in column (h) that are the result of disaster losses	6	

2012

Net Operating Loss (NOL) Computation and NOL and
Disaster Loss Limitations — Individuals, Estates, and Trusts

3805V

Attach to your California tax return.

Names as shown on return

SSN or ITIN

999-99-9999

FEIN

JOE INVESTOR COMMODITY LOSS EX 12

Part I Computation of Current Year NOL for Individuals, Estates, and Trusts. If you do not have a current year NOL, go to Part II.**Section A — California Residents Only** (Nonresidents go to Section B.)

1	Adjusted gross income from 2012 Form 540, line 17. If negative, use brackets. Estates and Trusts, begin on line 3	1	_____
2	Itemized deductions or standard deduction from 2012 Form 540, line 18.	2	_____
3a	Combine line 1 and line 2. (Estates and Trusts, enter taxable income, see instructions.) If negative, use brackets. If positive, enter -0- here and on line 25. Do not complete the rest of Section A. You do not have a current year NOL. Complete Part II and Part III if you have a carryover from prior years.	AMTI BEFORE NOL	3a (7,383.)
b	2012 designated disaster loss included in line 3a. Enter as a positive number.	3b	0.
c	Combine line 3a and line 3b. If negative, use brackets and continue to line 4. If zero or more, do not complete the rest of Part I. Enter the amount from line 3b, if any, in Part III, line 3, column (d) and complete Part II and Part III as instructed.	3c	(7,383.)
Enter amounts on line 4 through line 24 as if they were all positive numbers. See instructions.			
4	Nonbusiness capital losses.	4	191,460.
5	Nonbusiness capital gains. See instructions.	5	15,366.
6	If line 4 is more than line 5, enter the difference; otherwise, enter -0-	6	176,094.
7	If line 4 is less than line 5, enter the difference; otherwise, enter -0-	7	0.
8	Nonbusiness deductions.	8	5,342.
9	Nonbusiness income other than capital gains.	9	959.
10	Add line 7 and line 9.	10	959.
11	If line 8 is more than line 10, enter the difference; otherwise, enter -0-	11	4,383.
12	If line 8 is less than line 10, enter the difference; otherwise, enter -0-	12	0.
13	Business capital losses.	13	79,186.
14	Business capital gains.	14	_____
15	Add line 12 and line 14.	15	_____
16	If line 13 is more than line 15, enter the difference; otherwise, enter -0-	16	79,186.
17	Add line 6 and line 16.	17	255,280.
18	Enter the loss, if any, from line 8 of Schedule D (540). Estates and Trusts, enter the loss, if any, from line 9, column (c), of Schedule D (541). If you do not have a loss on that line, skip line 18 through line 21 and enter on line 22 the amount from line 17.	18	255,280.
19	Enter the loss, if any, from line 9 of Schedule D (540). Estates and Trusts, enter the loss, if any, from line 10 of Schedule D (541). Enter as a positive number.	19	3,000.
20	If line 18 is more than line 19, enter the difference; otherwise, enter -0-	20	252,280.
21	If line 19 is more than line 18, enter the difference; otherwise enter -0-	21	0.
22	Subtract line 20 from line 17. If zero or less, enter -0-	22	3,000.
23	NOL and disaster loss carryovers from prior years. See instructions.	23	_____
24	Add lines 11, 21, 22, and 23.	24	7,383.
25	2012 NOL carryover. Combine line 3c and line 24. If more than zero, enter -0-. You do not have a current year NOL to carryover.	25	0.

Section B – Nonresidents and Part-Year Residents Only – Computation of Current Year California NOL

	A Enter total amounts as if you were a CA resident for entire year.	B Enter amounts earned or received from CA sources if you were a nonresident for the entire year.	C Enter amounts earned or received during the portion of the year you were a CA resident.	D Enter amounts earned or received from CA sources during the portion of the year you were a nonresident.	E Total Combine columns C and D
1 Adjusted gross income. See instructions If negative, use brackets. 1					
2 Itemized deductions or standard deduction. See instructions. 2					
3a Combine line 1 and line 2. See instructions. 3a					
b 2012 designated disaster loss included in line 3a. Enter as a positive number. 3b					
c Combine line 3a and line 3b. If negative, use brackets and continue to line 4. 3c					
Enter amounts on line 4 through line 24 as if they were all positive numbers.					
4 Nonbusiness capital losses. 4					
5 Nonbusiness capital gains. 5					
6 If line 4 is more than line 5, enter the difference; otherwise, enter -0- 6					
7 If line 4 is less than line 5, enter the difference; otherwise, enter -0- 7					
8 Nonbusiness deductions. 8					
9 Nonbusiness income other than capital gains. 9					
10 Add line 7 and line 9. 10					
11 If line 8 is more than line 10, enter the difference; otherwise, enter -0- 11					
12 If line 8 is less than line 10, enter the difference; otherwise, enter -0- 12					
13 Business capital losses. 13					
14 Business capital gains. 14					
15 Add line 12 and line 14. 15					
16 If line 13 is more than line 15, enter the difference; otherwise, enter -0-. 16					
17 Add line 6 and line 16. 17					
18 Enter the loss, if any, from line 4 of Schedule D (540NR) worksheet for nonresidents and part-year residents. See instructions. 18					
19 Enter the loss, if any, from line 5 of Schedule D (540NR) worksheet for nonresidents and part-year residents. Enter as a positive number. 19					
20 If line 18 is more than line 19, enter the difference; otherwise, enter -0-. 20					
21 If line 19 is more than line 18, enter the difference; otherwise, enter -0-. 21					
22 Subtract line 20 from line 17. If zero or less, enter -0-. 22					
23 NOL and disaster loss carryovers from prior years. 23					
24 Add lines 11, 21, 22, and 23. 24					
25 2012 NOL carryover. Combine line 3c and line 24. If more than zero, enter -0-. 25					

Part II Determine 2012 Modified Taxable Income (MTI). Be sure to read the instructions for Part II. **AMT COPY**

1	Taxable income. See instructions. AMTI BEFORE ATNOLD (SCH. P, LINE 19)	1	(7,383.)
Enter amounts on line 2 through line 4 as if they were all positive numbers.			
2	Capital loss deduction included in line 1	2	3,000.
3	Disaster loss carryover included in line 1	3	
4	NOL carryover included in line 1	4	
5	MTI. Combine line 1 through line 4. If line 5 is zero or less, enter -0-	5	0.
ATNOLD LIMITATION PERCENTAGE			90

Part III NOL Carryover and Disaster Loss Carryover Limitations. See Instructions.

NOTE: LINE 1, AMTI BEFORE ATNOLD INCLUDES THE LINE 3 AND/OR LINE 4 NOL C/O AMOUNTS. NO ADDITIONAL ADD BACK IS REQUIRED.

		(g) Available balance	
1	MTI from Part II, line 5	1	

Prior Year NOLs

(a) Year of loss	(b) Code	(c) Type of NOL* See below	(d) Initial Loss	(e) Carryover from 2011	(f) Amount used in 2012	(g) Available balance	(h) Carryover to 2013 subtract column (f) from column (e)
2002		GEN	51,018.	51,018.	0.	0.	51,018.
2006		GEN	62.	62.	0.	0.	62.

Current Year NOLs

3 2012		DIS					
4 2012							
2012							
2012							
2012							

*Type of NOL: General (GEN), New Business (NB), Eligible Small Business (ESB), or Disaster (DIS).

5	NOL carryover. Add the carryover amounts in column (h) that are not the result of a disaster loss.	5	51,080.
6	Disaster loss carryover. Enter the total loss carryover amounts in column (h) that are the result of disaster losses	6	

Capital Loss Carryover Worksheet

1. Loss from Schedule D, line 11.	3,000.
2. Amount from Form 540 or Form 540NR, line 17.	-53,098.
3. Amount from Form 540 or Form 540NR, line 18.	9,698.
4. Subtract line 3 from line 2.	-62,796.
5. Combine Line 1 and line 4.	0.
6. Loss from Schedule D, line 8.	255,280.
7. Enter the smaller of line 1 or line 5.	<u>0.</u>
8. Subtract line 7 from line 6.	<u>255,280.</u>
This is your capital loss carryover to 2013.	

Demo

12/31/12

2012 California Depreciation Schedule

Page 1

Client EX12F-CA

Joe Investor Commodity Loss Ex 12

999-99-9999

2/11/13

09:07AM

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 A (2%)																
Machinery and Equipment																
1	Computers for investor	Various		3,466							3,466		S/L	5		693
	Total Machinery and Equipment			3,466		0	0	0	0	0	3,466	0				693
	Total Depreciation			3,466		0	0	0	0	0	3,466	0				693
	Grand Total Depreciation			3,466		0	0	0	0	0	3,466	0				693

Demo

12/31/12

2012 California Alternative Minimum Tax Depreciation Schedule

Page 1

Client EX12F-CA

Joe Investor Commodity Loss Ex 12

999-99-9999

2/11/13

09:07AM

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 A (2%)															
Machinery and Equipment															
1	Computers for investor	Various		3,466					693	693					0
Total Machinery and Equipment				3,466	0				693	693		0	0	0	0
Total Depreciation				<u>3,466</u>	<u>0</u>				<u>693</u>	<u>693</u>		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Grand Total Depreciation				<u>3,466</u>	<u>0</u>				<u>693</u>	<u>693</u>		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>