

2/11/13

09:08AM

EX6F-NY

Taxpayer quit his W-2 job in May of 2012 and began trading forex full time in June. He traded full-time from June through December of 2012.

Taxpayer had \$12,000 in forex losses in 2012 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

2012

Federal Filing Instructions

Client EX6F-NY

Business Trader in Forex Loss under 50K

999-99-9999

2/11/13

09:08AM

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.

REFUND:

You will receive a refund of \$5,771.

WHEN TO FILE:

On or before April 15, 2013.

WHERE TO FILE:

Department of the Treasury
Internal Revenue Service Center
Kansas City, MO 64999-0002

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 Business Trader in Forex Loss under 50K					Your social security number 999-99-9999		
Last name					Spouse's social security number		
Home address (number and street). If you have a P.O. box, see instructions. Any Street					▲ Make sure the SSN(s) above and on line 6c are correct.		
City, town or post office, state, and ZIP code. If you have a foreign address, also complete spaces below (see instructions). New York, NY 10021					Presidential Election Campaign		
Foreign country name Foreign province/state/county Foreign postal code					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. <input type="checkbox"/> You <input type="checkbox"/> Spouse		
Filing Status		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 . ▶			
Check only one box.		2 <input type="checkbox"/> Married filing jointly (even if only one had income)		5 <input type="checkbox"/> Qualifying widow(er) with dependent child			
		3 <input type="checkbox"/> Married filing separately. Enter spouse's SSN above & full name here . ▶					
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	
		c Dependents:		(2) Dependent's social security number		(3) Dependent's relationship to you	
		(1) First name Last name				(4) <input checked="" type="checkbox"/> if child under age 17 qualifying for child tax or (see instrs)	
If more than four dependents, see instructions and check here . . . <input type="checkbox"/>						● 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	
Income		7 Wages, salaries, tips, etc. Attach Form(s) W-2.		7		67,000.	
		8a Taxable interest. Attach Schedule B if required.		8a			
		b Tax-exempt interest. Do not include on line 8a.		8b			
Attach Form(s) W-2 here. Also attach Forms W-2G and 1099-R if tax was withheld.		9a Ordinary dividends. Attach Schedule B if required.		9a			
		b Qualified dividends.		9b			
		10 Taxable refunds, credits, or offsets of state and local income taxes. Statement 1		10		0.	
		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. <input type="checkbox"/>		13			
		14 Other gains or (losses). Attach Form 4797.		14		-12,000.	
		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 <u>NOL</u> Statement 2		21		-16,716.	
		22 Combine the amounts in the far right column for lines 7 through 21. This is your total income. ▶		22		33,568.	
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		33,568.	
BAA For Disclosure, Privacy Act, and Paperwork Reduction Act Notice, see separate instructions. FDIA0112L 01/11/13 Form 1040 (2012)							

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 33,568.

39a Check ☐ You were born before January 2, 1948, ☐ Blind. Total boxes checked. ☐ 39a ☐ Spouse was born before January 2, 1948, ☐ Blind. ☐ 39b

b 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 15,352.

41 Subtract line 40 from line 38 41 18,216.

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 14,416.

44 Tax (see instrs). Check if any from: a ☐ Form(s) 8814 c ☐ 962 election b ☐ Form 4972. 44 1,729.

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

46 Add lines 44 and 45 46 1,729.

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 1,729.

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 1,729.

Payments

If you have a qualifying child, attach Schedule EIC.

62 Federal income tax withheld from Forms W-2 and 1099 62 7,500.

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 7,500.

Refund

73 If line 72 is more than line 61, subtract line 61 from line 72. This is the amount you overpaid 73 5,771.

74a Amount of line 73 you want refunded to you. If Form 8888 is attached, check here ☐ 74a 5,771.

b Routing number XXXXXXXXXX c Type: ☐ Checking ☐ Savings

d Account number XXXXXXXXXXXXXXXXXXXXXXXXXX

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

77 Estimated tax penalty (see instructions) 77

Third Party Designee

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

Designee's name ☐ z Examples Phone no. ☐ (888) 558-5257 Personal identification number (PIN) ☐

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

z Examples z Examples

Paid Preparer Use Only

Firm's name ☐ Green NFH, LLC Firm's EIN ☐ 45-4365561

Firm's address ☐ PO Box 1198 Phone no. ☐ (888) 558-5257

☐ Robertsdale, AL 36567

**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

Business Trader in Forex Loss under 50K

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	1,729.
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	1,729.
5	Multiply line 4 by 90% (.90).....	5	1,556.
6	Withholding taxes. Do not include estimated tax payments (see instructions).....	6	7,500.
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	-5,771.
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

2012Attachment
Sequence No. **07**

Name(s) shown on Form 1040

Your social security number

Business Trader in Forex Loss under 50K

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 <input checked="" type="checkbox"/> Income taxes, or	5	3,500.
	b <input type="checkbox"/> General sales taxes		
6	Real estate taxes (see instructions)	6	2,540.
7	Personal property taxes	7	
8	Other taxes. List type and amount ►	8	
9	Add lines 5 through 8	9	6,040.
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 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	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	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 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	15,352.
	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)

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

OMB No. 1545-0074

2012

Attachment
Sequence No. **09**

Name of proprietor

Business Trader in Forex Loss under 50K

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 2012) - see notes

B Enter code from instructions

► 523900

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

D Employer ID number (EIN), (see instrs)

E Business address (including suite or room no.) ►

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

F Accounting method: (1) ☒ Cash (2) ☐ Accrual (3) ☐ Other (specify) ►

G Did you 'materially participate' in the operation of this business during 2012? If 'No,' see instructions for limit on losses. ☒ Yes ☐ No

H If you started or acquired this business during 2012, check here ☒

I Did you make any payments in 2012 that would require you to file Form(s) 1099? (see instructions) ☐ Yes ☒ No

J If 'Yes,' did you or will you file all required Forms 1099? ☐ Yes ☐ No

Part I Income

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

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

8	Advertising.....	8		18	Office expense (see instructions).....	18	
9	Car and truck expenses (see instructions).....	9		19	Pension and profit-sharing plans.....	19	
10	Commissions and fees.....	10		20	Rent or lease (see instructions):		
11	Contract labor (see instructions).....	11		a	Vehicles, machinery, and equipment.....	20 a	
12	Depletion.....	12		b	Other business property.....	20 b	
13	Depreciation and section 179 expense deduction (not included in Part III) (see instructions).....	13		21	Repairs and maintenance.....	21	
14	Employee benefit programs (other than on line 19).....	14		22	Supplies (not included in Part III).....	22	
15	Insurance (other than health).....	15		23	Taxes and licenses.....	23	
16	Interest:			24	Travel, meals, and entertainment:		
a	Mortgage (paid to banks, etc).....	16 a		a	Travel.....	24 a	
b	Other.....	16 b		b	Deductible meals and entertainment (see instructions).....	24 b	
17	Legal & professional services.....	17		25	Utilities.....	25	
28	Total expenses before expenses for business use of home. Add lines 8 through 27a.....	28		26	Wages (less employment credits).....	26	
29	Tentative profit or (loss). Subtract line 28 from line 7.....	29		27 a	Other expenses (from line 48).....	27 a	2,567.
30	Expenses for business use of your home. Attach Form 8829 . Do not report such expenses elsewhere.....	30		b	Reserved for future use	27 b	
31	Net profit or (loss). Subtract line 30 from line 29. • If a profit, enter on both Form 1040, line 12 (or Form 1040NR, line 13) and on Schedule SE, line 2 . If you checked the box on line 1, see instructions). Estates and trusts, enter on Form 1041, line 3 . • If a loss, you must go to line 32.			31			-4,716.

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

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

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

32a ☒ All investment is at risk.

32b ☐ Some investment is not at risk.

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

Schedule **C** (Form 1040) 2012

Part III Cost of Goods Sold (see instructions)

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 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 2012, enter the number of miles you used your vehicle for: a Business b Commuting (see instructions) c Other	
45 Was your vehicle available for personal use during off-duty hours?	<input type="checkbox"/> Yes <input type="checkbox"/> No
46 Do you (or your spouse) have another vehicle available for personal use?	<input type="checkbox"/> Yes <input type="checkbox"/> No
47a Do you have evidence to support your deduction?	<input type="checkbox"/> Yes <input type="checkbox"/> No
b If 'Yes,' is the evidence written?	<input type="checkbox"/> Yes <input type="checkbox"/> No

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

<u>Trader tax and accounting</u>	890.
<u>Trading books</u>	182.
<u>Trading data feeds</u>	1,495.
.....	
.....	
.....	
.....	
.....	
48 Total other expenses. Enter here and on line 27a	48 2,567.

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.

2012Attachment
Sequence No. **32**

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

Your social security number

Business Trader in Forex Loss under 50K

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	18,216.
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	6,040.
4	Enter the home mortgage interest adjustment, if any, from line 6 of the worksheet in the instructions for this line	4	
5	Miscellaneous deductions from Schedule A (Form 1040), line 27	5	
6	Skip this line. It is reserved for future use	6	
7	Tax refund from Form 1040, line 10 or line 21	7	
8	Investment interest expense (difference between regular tax and AMT)	8	
9	Depletion (difference between regular tax and AMT)	9	
10	Net operating loss deduction from Form 1040, line 21. Enter as a positive amount	10	16,716.
11	Alternative tax net operating loss deduction	11	-16,716.
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	24,256.

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	1,729.
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 **8829**Department of the Treasury
Internal Revenue Service (99)**Expenses for Business Use of Your Home**

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

OMB No. 1545-0074

2012Attachment
Sequence No. **176**

Name(s) of proprietor(s)

Your social security number

Business Trader in Forex Loss under 50K

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 (366 days x 24 hours) (see instructions).	5	hr
6	Divide line 4 by line 5. Enter the result as a decimal amount	6	
7	Business percentage. For daycare facilities not used exclusively for business, multiply line 6 by line 3 (enter the result as a percentage). All others, enter the amount from line 3.	7	15.35 %

Part II Figure Your Allowable Deduction

8	Enter the amount from Schedule C, line 29, plus any gain derived from the business use of your home and shown on Schedule D or Form 4797, minus any loss from the trade or business not derived from the business use of your home and shown on Schedule D or Form 4797. See instructions.	8	-2,567.
See instrs for columns (a) and (b) before completing lines 9-21.			
	(a) Direct expenses	(b) Indirect expenses	
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) Statement 3	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 2011 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	854.
30	Carryover of excess casualty losses and depreciation from 2011 Form 8829, line 43	30	
31	Add lines 28 through 30	31	854.
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 (see instructions)	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	500,000.
37	Value of land included on line 36	37	100,000.
38	Basis of building. Subtract line 37 from line 36	38	400,000.
39	Business basis of building. Multiply line 38 by line 7	39	61,400.
40	Depreciation percentage (see instructions)	40	1.391 %
41	Depreciation allowable (see instructions). Multiply line 39 by line 40. Enter here and on line 29 above	41	854.

Part IV Carryover of Unallowed Expenses to 2013

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	854.

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

FDIA6902L 08/16/12

Form **8829** (2012)

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

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

OMB No. 1545-0172

2012Attachment
Sequence No. **179**

Name(s) shown on return

Business Trader in Forex Loss under 50K

Identifying number

999-99-9999

Business or activity to which this form relates

Schedule C (Business Use of Home) - Business Trader in Forex Loss under 50K**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	6/01/12	61,400.	39 yrs	MM	S/L	854.
				MM	S/L	

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

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

Part IV Summary (See instructions.)

21	Listed property. Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations - see instructions	22	854.
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)

Client EX6F-NY

Business Trader in Forex Loss under 50K

999-99-9999

2/11/13

09:08AM

Statement 1**Form 1040, Page 1, Line 10****Taxable Refunds of State and Local Income Taxes**

1. State and local income tax refunds (prior year)	\$	3,500.
2. Refunds attributable to post 12/31/2011 payments per IRS Pub. 525		0.
3. Net state and local income tax refunds		3,500.
4. State and local taxes paid from prior year Sch. A, line 5		3,500.
5. Prior year allowable sales tax deduction		155.
6. Excess of income taxes deducted over sales taxes		3,345.
7. Enter the smaller of line 3 or line 6		3,345.
8. Itemized deduction from prior year Sch. A, line 29		15,352.
9. Prior year recomputed itemized deductions (if phaseout)		0.
10. Prior year base standard deduction	5,800.	
11. Prior year add'l standard deduction for age/blindness	0.	
12. Prior year total standard deduction (add line 10 and 11)		5,800.
13. Enter the larger of line 9 or line 12		5,800.
14. Subtract line 13 from line 8 (not less than 0)		9,552.
15. Enter the smaller of line 7 or line 14		3,345.
16. Negative taxable income (prior year)		-32,241.
17. Refund with no benefit due to AMT, nonref. cred., 0% cap gain rate		0.
18. State and local refunds taxable this year (add lines 15, 16, and 17, but not less than 0)	\$	<u>0.</u>

Statement 2**Form 1040, Line 21****Computation of 2012 Taxable Income for NOL Utilization**

Taxable income (Form 1040, line 41)	18,216.
Less: Deduction for exemptions (Form 1040, Line 42)	-3,800.
Plus: NOL carryovers from 2011 and later years	<u>16,716.</u>
2012 Taxable income before NOL deduction	<u>31,132.</u>

Statement 2**Form 1040, Line 21****2011 NOL Utilization**

Initial Loss	16,716.
NOL carryover available in 2012	16,716.
Taxable income before NOL deduction	31,132.
NOL absorbed this Year	16,716.
Taxable income after NOL deduction	14,416.
NOL carryover to 2013	0.

2012

Federal Statements

Page 2

Client EX6F-NY

Business Trader in Forex Loss under 50K

999-99-9999

2/11/13

09:08AM

Statement 3
Form 8829, Line 21
Other Expenses

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

Client EX6F-NY

Business Trader in Forex Loss under 50K

999-99-9999

2/11/13

09:08AM

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 2012. 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 2012. Taxpayer left his W-2 employment to trade full-time from June through December of 2012.

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 2012. Considerable time spent every trading day, consistent and frequent number of trades, and trading proceeds all support taxpayer's rising to the level of conducting this activity as a business.

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 2012)

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

..Your activity must be substantial.

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

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

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

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

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

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

Note.

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

How To Report.

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 2012 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 2012. 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).

2012

New York Filing Instructions

Client EX6F-NY

Business Trader in Forex Loss under 50K

999-99-9999

2/11/13

09:08AM

FORM TO FILE:

Form IT-201 - 2012 New York Resident Income Tax Return (Long Form)

SIGNATURE:

Sign and date Form IT-201 page 4.

PAYMENT:

No payment is required.

REFUND:

You will receive a refund of \$1,759.

WHEN TO FILE:

On or before April 15, 2013.

WHERE TO FILE:

State Processing Center
P.O. Box 61000
Albany, NY 12261-0001

Demo

2012

New York State Department of Taxation and Finance

Resident Income Tax Return

New York State • New York City • Yonkers

IT-201

For the full year January 1, 2012, through December 31, 2012, or fiscal year beginning ..
and ending ..

12

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

Your first name and middle initial BUSINESS T		Your last name (for joint return , enter spouse's name on line below) FOREX LOSS UNDER 50K		Your date of birth (mm-dd-yyyy) 03-01-1975	Your social security number 999-99-9999
Spouse's first name and middle initial		Spouse's last name		Spouse's date of birth (mm-dd-yyyy)	Spouse's social security number
Mailing address (see instructions) (number and street or rural route) ANY STREET				Apartment number	New York State county of residence NY
City, village, or post office NEW YORK		State NY	ZIP code 10021	Country (if not United States)	
Permanent home address (see instructions) (number and street or rural route)				Apartment number	School district name MANHATTAN
City, village, or post office				State NY	ZIP code
Decedent information				Taxpayer's date of death	Spouse's date of death
School district code number				369	

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

B Did you itemize your deductions on your 2012 federal income tax return? Yes ☒ No ☐

C Can you be claimed as a dependent on another taxpayer's federal return? Yes ☐ No ☒

D Did you have a financial account located in a foreign country? (see instructions) Yes ☐ No ☒

E (1) Did you or your spouse maintain living quarters in NYC during 2012? (see instrs) .. Yes ☒ No ☐

(2) Enter the number of days spent in NYC in 2012
(any part of a day spent in NYC is considered a day) **365**

F NYC residents and NYC part-year residents only (see instructions):

(1) Number of months **you** lived in NYC in 2012 **12**

(2) Number of months **your spouse** lived in NYC in 2012

G Enter your 2-character special condition code if applicable (see instructions)

If applicable, also enter your **second** 2-character special condition code

H Dependent exemption information (see instructions)

NYIA1312L 11/14/12

First name and middle initial	Last name	Relationship	Social security number	Date of birth (mm-dd-yyyy)

201001121032

If more than 9 dependents, mark an **X** in the box. ☐



Your social security number

999-99-9999

BUSINESS TRADER IN FOREX

Federal income and adjustments (see instructions)

Whole dollars only

1	Wages, salaries, tips, etc.	1	67,000.
2	Taxable interest income	2	
3	Ordinary dividends	3	
4	Taxable refunds, credits, or offsets of state and local income taxes (also enter on line 25)	4	
5	Alimony received	5	
6	Business income or loss (submit a copy of federal Schedule C or C-EZ, Form 1040)	6	-4,716.
7	Capital gain or loss (if required, submit a copy of federal Schedule D, Form 1040)	7	
8	Other gains or losses (submit 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. <input type="checkbox"/>	9	
10	Taxable amount of pensions and annuities. If received as a beneficiary, mark an X in the box. <input type="checkbox"/>	10	
11	Rental real estate, royalties, partnerships, S corporations, trusts, etc. (submit copy of federal Schedule E, Form 1040)	11	
12	Rental real estate included in line 11	12	
13	Farm income or loss (submit a copy of federal Schedule F, Form 1040)	13	
14	Unemployment compensation	14	
15	Taxable amount of social security benefits (also enter on line 27)	15	
16	Other income (see instrs) Identify: SEE STATEMENT 1	16	-16,716.
17	Add lines 1 through 11 and 13 through 16	17	33,568.
18	Total federal adjustments to income (see instrs) Identify:	18	0.
19	Federal adjusted gross income (subtract line 18 from line 17)	19	33,568.

New York additions (see instructions)

20	Interest income on state and local bonds and obligations (but not those of NYS 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 instrs) Identify:	23	
24	Add lines 19 through 23	24	33,568.

New York subtractions (see instructions)

25	Taxable refunds, credits, or offsets of state and local income taxes (from line 4)	25	
26	Pensions of NYS and local governments and the federal government (see instrs)	26	
27	Taxable amount of social security benefits (from line 15)	27	
28	Interest income on U.S. government bonds	28	
29	Pension and annuity income exclusion (see instructions)	29	
30	New York's 529 college savings program deduction/earnings	30	
31	Other (see instrs) Identify:	31	
32	Add lines 25 through 31	32	
33	New York adjusted gross income (subtract line 32 from line 24)	33	33,568.

Standard deduction or itemized deduction (see instructions)

34	Enter your standard deduction (table in the instructions) or your itemized deduction (from Form IT-201-D) Mark an X in the appropriate box: <input type="checkbox"/> Standard - or - <input checked="" type="checkbox"/> Itemized	34	11,852.
35	Subtract line 34 from line 33 (if line 34 is more than line 33, leave blank)	35	21,716.
36	Dependent exemptions (not the same as total federal exemptions; see instructions)	36	
37	Taxable income (subtract line 36 from line 35)	37	21,716.

NYIA1312L 11/14/12

201002121032



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

38	Taxable income (from line 37 on page 2).....	38	21,716.
39	NYS tax on line 38 amount (see instructions and Tax computation).....	39	1,084.
40	NYS household credit (see instructions, table 1, 2, or 3)....	40	
41	Resident credit (see instructions).....	41	
42	Other NYS nonrefundable credits (Form IT-201-ATT, line 7) ..	42	
43	Add lines 40, 41, and 42	43	
44	Subtract line 43 from line 39 (if line 43 is more than line 39, leave blank).....	44	1,084.
45	Net other NYS taxes (Form IT-201-ATT, line 30).....	45	
46	Total New York State taxes (add lines 44 and 45).....	46	1,084.

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

47	NYC resident tax on line 38 amount (see instructions).....	47	693.
48	NYC household credit (see instructions, table 4, 5, or 6)....	48	
49	Subtract line 48 from line 47 (if line 48 is more than line 47, leave blank).....	49	693.
50	Part-year NYC resident tax (Form IT-360.1).....	50	
51	Other NYC taxes (Form IT-201-ATT, line 34).....	51	
52	Add lines 49, 50, and 51	52	693.
53	NYC nonrefundable credits (Form IT-201-ATT, line 10).....	53	
54	Subtract line 53 from line 52 (if line 53 is more than line 52, leave blank).....	54	693.
55	Yonkers resident income tax surcharge (see instructions)...	55	
56	Yonkers nonresident earnings tax (Form Y-203).....	56	
57	Part-year Yonkers resident income tax surcharge (Form IT-360.1).....	57	
58	Total New York City and Yonkers taxes / surcharges (add lines 54 through 57).....	58	693.
59	Sales or use tax (see instructions; do not leave line 59 blank).....	59	27.

See Instructions
compute New York City and
Yonkers taxes, credits, and
tax surcharges.

Voluntary contributions (see instructions)

60a	Return a Gift to Wildlife	60a	
60b	Missing/Exploited Children Fund	60b	
60c	Breast Cancer Research Fund	60c	
60d	Alzheimer's Fund	60d	
60e	Olympic Fund (\$2 or \$4; see instructions)	60e	
60f	Prostate Cancer Research Fund	60f	
60g	9/11 Memorial	60g	
60h	Volunteer Firefighting & EMS Recruitment Fund	60h	
60	Total voluntary contributions (add lines 60a through 60h).....	60	
61	Total New York State, New York City, and Yonkers taxes, sales or use tax, and voluntary contributions (add lines 46, 58, 59, and 60).....	61	1,804.



Your social security number
999-99-9999

BUSINESS TRADER IN FOREX LOSS U

62 Enter amount from line 61. 62 1,804.

Payments and refundable credits (see instructions)

63	Empire State child credit.	63	
64	NYS/NYC child and dependent care credit.	64	
65	NYS earned income credit (EIC).	65	
66	NYS noncustodial parent EIC.	66	
67	Real property tax credit.	67	
68	College tuition credit.	68	
69	NYC school tax credit (also complete F on page 1; see instrs.)	69	63.
70	NYC earned income credit.	70	
71	Other refundable credits (Form IT-201-ATT, line 18).	71	
72	Total New York State tax withheld.	72	3,500.
73	Total New York City tax withheld.	73	
74	Total Yonkers tax withheld.	74	
75	Total estimated tax payments and amount paid with Form IT-370.	75	
76	Total payments (add lines 63 through 75).	76	3,563.

Submit your wage and tax statements with your return (see instructions).

Your refund, amount you owe, and account information (see instructions)

77 Amount overpaid (if line 76 is more than line 62, subtract line 62 from line 76). 77 1,759.

78 Amount of line 77 to be refunded Mark one refund choice: ☐ direct deposit (fill in line 83) - or - ☐ debit card - or - ☒ paper check. 78 1,759.

79 Amount of line 77 that you want applied to your 2013 estimated tax (see instructions). 79

See instructions for information about your three refund choices.

80 Amount you owe (if line 76 is less than line 62, subtract line 76 from line 62).
To pay by electronic funds withdrawal, mark an X in the box ☐ and fill in lines 83 and 84. 80

81 Estimated tax penalty (include this amount in line 80 or reduce the overpayment on line 77; see instructions). 81

82 Other penalties and interest (see instructions). 82

See page instructions for the proper assembly of your return.

83 Account information for direct deposit or electronic funds withdrawal (see instructions).

If the funds for your payment (or refund) would come from (or go to) an account outside the U.S., mark an X in this box (see instrs.). ☐

83a Account type: ☐ Personal checking - or - ☐ Personal savings - or - ☐ Business checking - or - ☐ Business savings

83b Routing number 83c Account number

84 Electronic funds withdrawal (see instructions). Date Amount

Third-party designee? (see instr.) Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>	Print designee's name Z EXAMPLES	Designee's phone number 888-558-5257	Personal identification number (PIN)
	E-mail:		

▼ Paid preparer must complete (see instr.) ▼		▼ Taxpayer(s) must sign here ▼	
Preparer's signature Z EXAMPLES	Date	Your signature	
Firm's name (or yours, if self-employed) GREEN NFH, LLC	Preparer's NYTPRN	Your occupation TRADER	
Address PO BOX 1198 ROBERTSDALE, AL 36567	Preparer's PTIN or SSN	Spouse's signature and occupation (if joint return)	
	Employer identification number 45-4365561	Date	Daytime phone number
	Mark an X if self-employed <input type="checkbox"/>	E-mail:	

201004121032

NYIA1334L 11/27/12

See instructions for where to mail your return.



2012

NEW YORK STATEMENTS

PAGE 1

CLIENT EX6F-NY

BUSINESS TRADER IN FOREX LOSS UNDER 50K

999-99-9999

2/11/13

09:08AM

STATEMENT 1
FORM IT-201, LINE 16
OTHER INCOME

NET OPERATING LOSS CARRYOVER	\$	-16,716.
TOTAL	\$	<u>-16,716.</u>

STATEMENT 2
FORM IT-201-D, LINE 9
STATE, LOCAL, FOREIGN TAX, OTHER SUBTRACTIONS

STATE, LOCAL, FOREIGN, AND GENERAL SALES TAXES	\$	3,500.
TOTAL	\$	<u>3,500.</u>

Demo

2012

Resident Itemized Deduction Schedule

IT-201-D

Submit this form with Form IT-201. See instructions for completing Form IT-201-D in the instructions for Form IT-201.

Name(s) as shown on your Form IT-201 BUSINESS TRADER IN FOREX LOSS UNDER 50K	Your social security number 999-99-9999
--	--

Whole dollars only

1 Medical and dental expenses (federal Schedule A, line 4).....	1	
2 Taxes you paid (federal Schedule A, line 9).....	2	6,040.
3 Interest you paid (federal Schedule A, line 15).....	3	9,312.
4 Gifts to charity (federal Schedule A, line 19).....	4	
5 Casualty and theft losses (federal Schedule A, line 20).....	5	
6 Job expenses/miscellaneous deductions (federal Schedule A, line 27).....	6	
7 Other miscellaneous deductions (federal Schedule A, line 28).....	7	
8 Enter amount from federal Schedule A, line 29.....	8	15,352.
9 State, local, and foreign income taxes (or general sales tax, if applicable) and other subtraction adjustments (see instructions)..... See Stmt 2	9	3,500.
10 Subtract line 9 from line 8.....	10	11,852.
11 Addition adjustments (see instructions).....	11	
12 Add lines 10 and 11.....	12	11,852.
13 Itemized deduction adjustment (see instructions).....	13	
14 Subtract line 13 from line 12.....	14	11,852.
15 College tuition itemized deduction (see Form IT-272).....	15	
16 New York State itemized deduction (add lines 14 and 15; enter on Form IT-201, line 34).....	16	11,852.

NYIA1306L 11/14/12

201005121032



12/31/12

2012 Federal Depreciation Schedule

Page 1

Client EX6F-NY

Business Trader in Forex Loss under 50K

999-99-9999

2/11/13

09:08AM

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.	
Business Use of Home - Business Trader in Forex Loss under 50K																	
Buildings																	
1	Home	6/01/12		400,000	15.35						61,400		S/L	MM	39	.01391	854
	Total Buildings			400,000		0	0	0	0	0	61,400	0					854
Land																	
2	Land	6/01/12		100,000	15.35						15,350						0
	Total Land			100,000		0	0	0	0	0	15,350	0					0
	Total Depreciation			500,000		0	0	0	0	0	76,750	0					854
	Grand Total Depreciation			500,000		0	0	0	0	0	76,750	0					854

12/31/12

2012 Federal Alternative Minimum Tax Depreciation Schedule

Page 1

Client EX6F-NY

Business Trader in Forex Loss under 50K

999-99-9999

2/11/13

09:08AM

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
Business Use of Home - Business Trader in Forex Loss under 50K															
Buildings															
1	Home	6/01/12		61,400		S/L MM	39	.01391	854	854					0
	Total Buildings			61,400	0				854	854		0	0	0	0
Land															
2	Land	6/01/12		15,350					0	0					0
	Total Land			15,350	0				0	0		0	0	0	0
	Total Depreciation			76,750	0				854	854		0	0	0	0
	Grand Total Depreciation			76,750	0				854	854		0	0	0	0

12/31/12

2012 New York Depreciation Schedule

Page 1

Client EX6F-NY

Business Trader in Forex Loss under 50K

999-99-9999

2/11/13

09:08AM

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.
Business Use of Home - Business Trader in Forex Loss under 50K																
Buildings																
1	Home	6/01/12		400,000	15.35						61,400		S/L MM	39	.01391	854
	Total Buildings			400,000		0	0	0	0	0	61,400	0				854
Land																
2	Land	6/01/12		100,000	15.35						15,350					0
	Total Land			100,000		0	0	0	0	0	15,350	0				0
	Total Depreciation			500,000		0	0	0	0	0	76,750	0				854
	Grand Total Depreciation			500,000		0	0	0	0	0	76,750	0				854