# **Capital Gains and Losses**

► File with Form 1041. See the separate instructions.



1986

Internal Revenue Service Name of estate or trust

Employer identification number

Do not report section 644 gains on Schedule D; see Form 1041 instruction for line 25b.

#### Part I Short-Term Capital Gains and Losses—Assets Held Six Months or Less

(a) Description of property (Example, 100 shares 7% preferred of ''Z'' Co.)	(b) Date acquired (mo., day, yr.)	(c) Date sold (mo., day, yr.)	(d) Gross sales price	(e) Cost or other basis, as adjusted, plus expense of sale (see instructions)	(f) Gain or (loss) (col. (d) less (e))
1					
		a <u></u>			
2 Chart to use a mital main frame instal				2	
2 Short-term capital gain from instal				2	
<ul> <li>3 Enter the net short-term gain or (loss) from partnerships, S corporations, and other fiduciaries</li> <li>4 Net gain or (loss), (combine lines 1 through 3)</li> </ul>					
5 Short-term capital loss carryover (s	ee instructions)			5	(
<ul> <li>5 Short-term capital loss carryover (s</li> <li>6 Net short-term gain or (loss), (com</li> </ul>	bine lines 4 and 5).	Enter here and on	line 15 below .	6	†`

## Part II Long-Term Capital Gains and Losses—Assets Held More Than Six Months

7									
8 Long-term capital gain from insta	Ilment sales from Fo	orm 6252					8		
9 Enter the net long-term gain or (lo							9		
10 Capital gain distributions							10		
11 Enter gain, if applicable, from For							11		
12 Net gain or (loss), (combine lines							12		
13 Long-term capital loss carryover (	see instructions) .						13	(	)
14 Net long-term gain or (loss), (com	bine lines 12 and 1	3). Enter here a	ind on	line 16 below		►	14		
Part III Summary of Parts I an	d II			(a) Beneficiarie	s	<b>(b)</b> Fiduciary		(c) Tota	al
15 Net short-term gain or (loss) from	line 6 column (f) al	bove	15						
16 Net long-term gain or (loss) from l			16						
17 Total net gain or (loss), (combine			17						
If line 17 colum			n For	m 10/11 line 6	Sando	omnlata Part	IV If	L	

If line 17, column (c), is a net gain, enter the gain on Form 1041, line 6, and complete Part IV. I line 17, column (c), is a net (loss), complete Part V.

For Paperwork Reduction Act Notice, see page 1 of the Instructions for Form 1041.

18	Net long-term capital gain shown on line 16, column (c)	18		
19	Net short-term capital loss shown on line 15, column (c)	19	(	)
20	Excess of line 18 over line 19	20		
21	Net long-term capital gains taxable to beneficiaries	21		
22	Balance (subtract line 21 from line 20) (see instructions)	22		
23	Enter 60% of the amount on line 22 here and on Form 1041, line 21 (If this amount is other than zero, you may be liable for the alternative minimum tax. See Form 6251.)	23		

#### **Computation of Capital Loss Limitation** Part V

24	If losses are shown on both lines 13 and 14 which are the result of a long-term capital loss carryover		
	from years beginning before 1970, check here $\blacktriangleright$ and compute the net capital loss on a separate		
	sheet and attach it to this return. See sections 1.1211-1 and 1.1212-1 of the regulations. Enter on line		
	24a the net capital loss computed on the separate sheet.		
	Otherwise		
	<b>a</b> Enter one of the following amounts if there is no long-term capital loss carryover from years begin- ning before 1970:		
	(i) If amount on line 15, column (c), is zero or a net gain, enter 50% of amount on line 17, column (c);		
	(ii) If amount on line 16, column (c), is zero or a net gain, enter amount on line 17, column (c); <b>or</b>		
	(iii) If amounts on line 15, column (c), and line 16, column (c), are net losses, enter amount on line		
	15, column (c), added to 50% of amount on line 16, column (c)	24a	
	<ul> <li>b Enter here and enter as a (loss) on Form 1041, line 6, the smallest of:</li> <li>(i) The amount on line 24a;</li> </ul>		
	(ii) \$3,000; or		
	(iii) Taxable income computed without regard to capital gains and losses and the deduction for exemption	24b	(

4 (Complete this part if the loss on line 24a is more than the loss on line 24b)

### Section A.—Short-Term Capital Loss Carryover

		1 1	
Enter loss shown on line 6; if none, enter zero and skip lines 26 through 29 and go to line 30	25		
Enter gain shown on line 14. If that line is blank or shows a loss, enter zero	26		
Reduce any loss on line 25 to the extent of any gain on line 26	27		
Enter smaller of line 27 or line 24b	28		
Subtract line 28 from line 27. This is your short-term capital loss carryover from 1986 to 1987	29		
	Enter smaller of line 27 or line 24b	Enter loss shown on line 6, if hole, enter zero and skip lines 26 through 29 and go to line 30	Enter loss shown on line 6, if hole, enter zero and skip lines 26 through 29 and go to line 30.       26         Enter gain shown on line 14. If that line is blank or shows a loss, enter zero       26         Reduce any loss on line 25 to the extent of any gain on line 26       27         Enter smaller of line 27 or line 24b       28

Section B.—Long-Term Capital Loss Carryover (Complete this part if there is a loss on line 14)

<b>30</b> Subtract line 28 from line 24b ( <b>Note:</b> <i>If you skipped lines 26 through 29, enter amount from line 24b)</i> .		30	
	Enter loss from line 14	31	
31			 
32	Enter gain shown on line 6. If that line is blank or shows a loss, enter zero	32	
33	Reduce any loss on line 31 to the extent of any gain on line 32	33	
34	Multiply amount on line 30 by 2	34	
<u>35</u>	Subtract line 34 from line 33. This is your long-term capital loss carryover from 1986 to 1987	35	