

**Capital Gains and Losses
and Reconciliation of Forms 1099-B**

1986

Attachment
Sequence No. **12**

▶ **Attach to Form 1040.** ▶ **See Instructions for Schedule D (Form 1040).**

For Paperwork Reduction Act Notice, see Form 1040 Instructions.

Department of the Treasury
Internal Revenue Service

Name(s) as shown on Form 1040

Your social security number

1 Report here, the total sales of stocks, bonds, etc., reported for 1986 by your broker to you on Form(s) 1099-B or an equivalent substitute statement(s)

1

If this amount differs from the total of lines 2b and 9b, column (d), attach a statement explaining the difference. See the instructions for line 1, Schedule D (Form 1040) for examples.

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) Sales price (see instructions)	(e) Cost or other basis (see instructions)	(f) LOSS If (e) is more than (d), subtract (d) from (e)	(g) GAIN If (d) is more than (e), subtract (e) from (d)
2a Form 1099-B Transactions (Sales of Stocks, Bonds, etc.):						
2b Total (add column (d))				▶		
2c Other Transactions:				▶		
3 Short-term gain from sale or exchange of a principal residence from Form 2119, lines 6 or 12					3	
4 Short-term gain from installment sales from Form 6252, lines 22 or 30					4	
5 Net short-term gain or (loss) from partnerships, S corporations, and fiduciaries					5	
6 Short-term capital loss carryover from years beginning after 1969					6	
7 Add all of the transactions on lines 2a and 2c and lines 3 through 6 in columns (f) and (g)					7 ()	
8 Net short-term gain or (loss), combine columns (f) and (g) of line 7					8	

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

9a Form 1099-B Transactions (Sales of Stocks, Bonds, etc.):						
9b Total (add column (d))				▶		
9c Other Transactions:				▶		
10 Long-term gain from sale or exchange of a principal residence from Form 2119, lines 6, 8, or 12					10	
11 Long-term gain from installment sales from Form 6252, lines 22 or 30					11	
12 Net long-term gain or (loss) from partnerships, S corporations, and fiduciaries					12	
13 Capital gain distributions					13	
14 Enter gain from Form 4797, lines 6 or 8					14	
15 Long-term capital loss carryover from years beginning after 1969					15	
16 Add all of the transactions on lines 9a and 9c and lines 10 through 15 in columns (f) and (g)					16 ()	
17 Net long-term gain or (loss), combine columns (f) and (g) of line 16					17	

Note: If you have capital loss carryovers from years beginning before 1970, do not complete Parts III or IV. See Form 4798 instead.

Name(s) as shown on Form 1040 (Do not enter name and social security number if shown on other side.) Your social security number

Part III Summary of Parts I and II

18 Combine lines 8 and 17, and enter the net gain or (loss) here
Note: If line 18 is a loss, skip lines 19 through 21 and complete lines 22 and 23. If line 18 is a gain, complete lines 19 through 21 and skip lines 22 and 23.
19 If line 18 shows a gain, enter the smaller of line 17 or line 18. Enter zero if there is a loss or no entry on line 17
20 Enter 60% of line 19
21 Subtract line 20 from line 18. Enter here and on Form 1040, line 13
22 If line 18 shows a loss, enter one of the following amounts:
a If line 8 is zero or a net gain, enter 50% of line 18;
b If line 17 is zero or a net gain, enter line 18; or
c If line 8 and line 17 are net losses, enter amount on line 8 added to 50% of the amount on line 17.
23 Enter here and as a loss on Form 1040, line 13, the smallest of:
a The amount on line 22;
b \$3,000 (\$1,500 if married and filing a separate return); or
c Taxable income, as adjusted (see instructions)

Part IV Computation of Post-1969 Capital Loss Carryovers From 1986 to 1987
(Complete this part if the loss on line 22 is more than the loss on line 23)

24 Enter loss shown on line 8; if none, enter zero and skip lines 25 through 28, then go to line 29
25 Enter gain shown on line 17. If that line is blank or shows a loss, enter zero
26 Subtract line 25 from line 24
27 Enter smaller of line 23 or line 26
28 Subtract line 27 from line 26. This is your short-term capital loss carryover from 1986 to 1987
29 Subtract line 27 from line 23. (Note: If you skipped lines 25 through 28, enter amount from line 23.)
30 Enter loss from line 17; if none, enter zero and skip lines 31 through 34
31 Enter gain shown on line 8. If that line is blank or shows a loss, enter zero
32 Subtract line 31 from line 30
33 Multiply amount on line 29 by 2
34 Subtract line 33 from line 32. This is your long-term capital loss carryover from 1986 to 1987

Part V Complete This Part Only if You Elect Out of the Installment Method and Report a Note or Other Obligation at Less Than Full Face Value

Check here if you elect out of the installment method
Enter the face amount of the note or other obligation
Enter the percentage of valuation of the note or other obligation

Part VI Reconciliation of Forms 1099-B For Bartering Transactions

Complete this part if you received one or more Form(s) 1099-B or an equivalent substitute statement(s) reporting bartering income. Enter the amount on the line that indicates the form or schedule you used to report the bartering income.

Amount of bartering from Form 1099-B or equivalent statement

35 Form 1040, line 22
36 Schedule C (Form 1040)
37 Schedule D (Form 1040)
38 Schedule E (Form 1040)
39 Schedule F (Form 1040)
40 Other (identify) (if not taxable, indicate reason—attach additional sheets if necessary)
41 Total (add lines 35 through 40)
Note: The amount on line 41 should be the same as the total bartering on all Forms 1099-B or equivalent statements received.