

# Capital Gains and Losses

# 1977

For the calendar year 1977, or fiscal year beginning ....., 1977, ending ....., 19.....

Name of estate or trust	Employer identification number
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**Part I Short-term Capital Gains and Losses—Assets Held Not More Than 9 Months**

a. Kind of property and description (Example, 100 shares 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, and expense of sale	f. Gain or (loss) (d less e)
1 .....					
2 Enter net short-term gain or (loss) from partnerships and other fiduciaries . . . . .					2
3 Net gain or (loss), combine lines 1 and 2 . . . . .					3
4 Short-term capital loss carryover (Attach computation) . . . . .					4 ( )
5 Net short-term gain or (loss), combine lines 3 and 4. Enter here and on line 14 below . . . . .					5

**Part II Long-term Capital Gains and Losses—Assets Held More Than 9 Months**

6 .....					
7 Capital gain dividends . . . . .					7
8 Enter gain, if applicable, from Form 4797 line 4(a)(1) . . . . .					8
9 Enter net long-term gain or (loss) from partnerships and other fiduciaries . . . . .					9
10 Enter net long-term gain from small business corporations (subchapter S) . . . . .					10
11 Net gain or (loss), combine lines 6 through 10 . . . . .					11
12 Long-term capital loss carryover (Attach computation) . . . . .					12 ( )
13 Net long-term gain or (loss), combine lines 11 and 12. Enter here and on line 15 below . . . . .					13

**Part III Summary of Parts I and II**

	1. Beneficiaries	2. Fiduciary	3. Total
14 Net short-term gain or (loss) from line 5, above . . . . .			
15 Net long-term gain or (loss) from line 13, above . . . . .			
16 Total net gain or (loss) . . . . .			

*Enter on Form 1041, page 1, line 6, the net gain shown on line 16, column 3, above. If net (loss) on line 16, column 3, above, enter as (loss) on Form 1041, page 1, line 6, the amount computed on line 18b.*

**Computation of Capital Gains Deduction**

17 a Long-term capital gain shown on line 15, column 3, above . . . . .	17a	
b Short-term capital loss shown on line 14, column 3, above . . . . .	17b	( )
c Excess of line 17a over line 17b, above . . . . .	17c	
d Long-term capital gains taxable to beneficiaries. (Total of line 3 amounts from all separate Schedules K-1 (Form 1041)) . . . . .	17d	
e Balance (line 17c minus line 17d). (Enter 50% of this amount on Form 1041, page 1, line 22) . . . . .	17e	

**Computation of Capital Loss Limitation**

18 Attach a computation if losses are shown on both lines 12 and 13 which are the result of a long-term capital loss carryover from years beginning before 1970, enter the amount on line 18a and note "Computation attached." Otherwise, a Enter one of the following amounts: i If amount on line 14, column 3 is zero or a net gain, enter 50% of amount on line 16, column 3; ii If amount on line 15, column 3 is zero or a net gain, enter amount on line 16, column 3; or, iii If amounts on line 14, column 3 and line 15, column 3 are net losses, enter amount on line 14, column 3 added to 50% of amount on line 15, column 3 . . . . .	18a	
b Enter here and enter as a (loss) on Form 1041, page 1, line 6, the smallest of: i The amount on line 18a; ii \$2,000; or, iii Taxable income computed without regard to capital gains and losses and the deduction for exemption . . . . .	18b	( )

<b>Note:</b> Enter the capital loss carryover to 1978:	Pre 1970	Post 1969	
Short-term . . . . .			
Long-term . . . . .			

**Part IV** Computation of Alternative Tax

If you had a net long-term capital gain or an excess of net long-term capital gain over net short-term capital loss shown in line 16, column 2, and Form 1041, page 1, line 25, exceeds \$26,000, it may be to your advantage to make the alternative tax computation.

<b>19</b> Enter amount from Form 1041, page 1, line 25 . . . . .	<b>19</b>	
<b>20</b> Enter 50% of amount on line 17e . . . . .	<b>20</b>	
<b>21</b> Subtract amount on line 20 from amount on line 19 (but not less than zero) . . . . . If amount on line 20 does not exceed \$25,000, omit lines 22 through 26.	<b>21</b>	
<b>22</b> Enter \$25,000 . . . . .	<b>22</b>	
<b>23</b> Add amounts on lines 21 and 22 . . . . .	<b>23</b>	
<b>24</b> Tax on the amount on line 19 or 20, whichever is greater (Use Tax Rate Schedule in Instructions for Form 1041.) . . . . .	<b>24</b>	
<b>25</b> Tax on the amount on line 23 (Use Tax Rate Schedule in Instructions for Form 1041.) . . . . .	<b>25</b>	
<b>26</b> Subtract amount on line 25 from amount on line 24 . . . . .	<b>26</b>	
<b>27</b> Tax on the amount on line 21 (Use Tax Rate Schedule in Instructions for Form 1041.) . . . . .	<b>27</b>	
<b>28</b> Enter 50% of amount on line 20 but not more than \$12,500 . . . . .	<b>28</b>	
<b>29</b> Add amounts on lines 26 (if applicable), 27, and 28. If less than Form 1041, page 1, line 26, enter this amount on Form 1041, page 1, line 27 . . . . .	<b>29</b>	