

**SCHEDULE D  
(Form 1040)**

Department of the Treasury  
Internal Revenue Service (99)

**Capital Gains and Losses**

▶ **Attach to Form 1040.** ▶ **See Instructions for Schedule D (Form 1040).**  
▶ **Use Schedule D-1 for more space to list transactions for lines 1 and 8.**

OMB No. 1545-0074

**1997**

Attachment  
Sequence No. **12**

Name(s) shown on Form 1040

Your social security number

**Part I Short-Term Capital Gains and Losses—Assets Held One Year or Less**

(a) Description of property (Example: 100 sh. XYZ Co.)	(b) Date acquired (Mo., day, yr.)	(c) Date sold (Mo., day, yr.)	(d) Sales price (see page D-3)	(e) Cost or other basis (see page D-4)	(f) GAIN or (LOSS) FOR ENTIRE YEAR. Subtract (e) from (d)
1					
2 Enter your short-term totals, if any, from Schedule D-1, line 2 . . . . .					
3 <b>Total short-term sales price amounts.</b> Add column (d) of lines 1 and 2 . . . . .					
4 Short-term gain from Forms 2119 and 6252, and short-term gain or (loss) from Forms 4684, 6781, and 8824 . . . . .					4
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 9 of your 1996 Capital Loss Carryover Worksheet . . . . .					6 ( )
7 <b>Net short-term capital gain or (loss).</b> Combine lines 1 through 6 in column (f). . . . . ▶					7

**Part II Long-Term Capital Gains and Losses—Assets Held More Than One Year**

(a) Description of property (Example: 100 sh. XYZ Co.)	(b) Date acquired (Mo., day, yr.)	(c) Date sold (Mo., day, yr.)	(d) Sales price (see page D-3)	(e) Cost or other basis (see page D-4)	(f) GAIN or (LOSS) FOR ENTIRE YEAR. Subtract (e) from (d)	(g) 28% RATE GAIN * or (LOSS) (see instr. below)
8						
9 Enter your long-term totals, if any, from Schedule D-1, line 9 . . . . .						
10 <b>Total long-term sales price amounts.</b> Add column (d) of lines 8 and 9 . . . . .						
11 Gain from Form 4797, Part I; long-term gain from Forms 2119, 2439, and 6252; and long-term gain or (loss) from Forms 4684, 6781, and 8824 . . . . .						
12 Net long-term gain or (loss) from partnerships, S corporations, estates, and trusts from Schedule(s) K-1 . . . . .						
13 Capital gain distributions . . . . .						
14 Long-term capital loss carryover. Enter in both columns (f) and (g) the amount, if any, from line 14 of your 1996 Capital Loss Carryover Worksheet . . . . .					14 ( ) ( )	
15 Combine lines 8 through 14 in column (g) . . . . .						
16 <b>Net long-term capital gain or (loss).</b> Combine lines 8 through 14 in column (f). . . . . ▶						

\* **28% Rate Gain or Loss** includes all gains and losses in Part II, column (f) from sales, exchanges, or conversions (including installment payments received) **either:** • **Before** May 7, 1997, **or**  
• **After** July 28, 1997, for assets held more than 1 year but **not** more than 18 months.

It also includes **ALL** "collectibles gains and losses" (as defined on page D-4).

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

<p><b>17</b> Combine lines 7 and 16. If a loss, go to line 18. If a gain, enter the gain on Form 1040, line 13  <b>Next:</b> Complete Form 1040 through line 38. Then, go to <b>Part IV</b> to figure your tax if:</p> <ul style="list-style-type: none"> <li>• Both lines 16 and 17 are gains, <b>and</b></li> <li>• Form 1040, line 38, is more than zero.</li> </ul>	<b>17</b>	
<p><b>18</b> If line 17 is a loss, enter here and as a (loss) on Form 1040, line 13, the <b>smaller</b> of these losses:</p> <ul style="list-style-type: none"> <li>• The loss on line 17; <b>or</b></li> <li>• (\$3,000) or, if married filing separately, (\$1,500) . . . . .</li> </ul> <p><b>Next:</b> Complete Form 1040 through line 36. Then, complete the <b>Capital Loss Carryover Worksheet</b> on page D-4 if:</p> <ul style="list-style-type: none"> <li>• The loss on line 17 exceeds the loss on line 18, <b>or</b></li> <li>• Form 1040, line 36, is a loss.</li> </ul>	<b>18</b>	(                      )

**Part IV Tax Computation Using Maximum Capital Gains Rates**

<p><b>19</b> Enter your taxable income from Form 1040, line 38 . . . . .</p>		<b>19</b>
<p><b>20</b> Enter the <b>smaller</b> of line 16 or line 17 . . . . .</p>	<b>20</b>	
<p><b>21</b> If you are filing Form 4952, enter the amount from Form 4952, line 4e . . . . .</p>	<b>21</b>	
<p><b>22</b> Subtract line 21 from line 20. If zero or less, enter -0- . . . . .</p>	<b>22</b>	
<p><b>23</b> Combine lines 7 and 15. If zero or less, enter -0- . . . . .</p>	<b>23</b>	
<p><b>24</b> Enter the <b>smaller</b> of line 15 or line 23, but not less than zero . . . . .</p>	<b>24</b>	
<p><b>25</b> Enter your unrecaptured section 1250 gain, if any (see page D-4) . . . . .</p>	<b>25</b>	
<p><b>26</b> Add lines 24 and 25 . . . . .</p>	<b>26</b>	
<p><b>27</b> Subtract line 26 from line 22. If zero or less, enter -0- . . . . .</p>		<b>27</b>
<p><b>28</b> Subtract line 27 from line 19. If zero or less, enter -0- . . . . .</p>		<b>28</b>
<p><b>29</b> Enter the <b>smaller</b> of line 19 or \$41,200 (\$24,650 if single; \$20,600 if married filing separately; \$33,050 if head of household) . . . . .</p>		<b>29</b>
<p><b>30</b> Enter the <b>smaller</b> of line 28 or line 29 . . . . .</p>		<b>30</b>
<p><b>31</b> Subtract line 22 from line 19. If zero or less, enter -0- . . . . .</p>		<b>31</b>
<p><b>32</b> Enter the <b>larger</b> of line 30 or line 31 . . . . .</p>		<b>32</b>
<p><b>33</b> Figure the tax on the amount on line 32. Use the Tax Table or Tax Rate Schedules, whichever applies . . . . . ▶</p>		<b>33</b>
<p><b>34</b> Enter the amount from line 29 . . . . .</p>		<b>34</b>
<p><b>35</b> Enter the amount from line 28 . . . . .</p>		<b>35</b>
<p><b>36</b> Subtract line 35 from line 34. If zero or less, enter -0- . . . . .</p>		<b>36</b>
<p><b>37</b> Multiply line 36 by 10% (.10) . . . . . ▶</p>		<b>37</b>
<p><b>38</b> Enter the <b>smaller</b> of line 19 or line 27 . . . . .</p>		<b>38</b>
<p><b>39</b> Enter the amount from line 36 . . . . .</p>		<b>39</b>
<p><b>40</b> Subtract line 39 from line 38. If zero or less, enter -0- . . . . .</p>		<b>40</b>
<p><b>41</b> Multiply line 40 by 20% (.20) . . . . . ▶</p>		<b>41</b>
<p><b>42</b> Enter the <b>smaller</b> of line 22 or line 25 . . . . .</p>		<b>42</b>
<p><b>43</b> Add lines 22 and 32 . . . . .</p>	<b>43</b>	
<p><b>44</b> Enter the amount from line 19 . . . . .</p>	<b>44</b>	
<p><b>45</b> Subtract line 44 from line 43. If zero or less, enter -0- . . . . .</p>		<b>45</b>
<p><b>46</b> Subtract line 45 from line 42. If zero or less, enter -0- . . . . .</p>		<b>46</b>
<p><b>47</b> Multiply line 46 by 25% (.25) . . . . . ▶</p>		<b>47</b>
<p><b>48</b> Enter the amount from line 19 . . . . .</p>		<b>48</b>
<p><b>49</b> Add lines 32, 36, 40, and 46 . . . . .</p>		<b>49</b>
<p><b>50</b> Subtract line 49 from line 48 . . . . .</p>		<b>50</b>
<p><b>51</b> Multiply line 50 by 28% (.28) . . . . . ▶</p>		<b>51</b>
<p><b>52</b> Add lines 33, 37, 41, 47, and 51 . . . . .</p>		<b>52</b>
<p><b>53</b> Figure the tax on the amount on line 19. Use the Tax Table or Tax Rate Schedules, whichever applies . . . . .</p>		<b>53</b>
<p><b>54 Tax.</b> Enter the <b>smaller</b> of line 52 or line 53 here and on Form 1040, line 39 . . . . . ▶</p>		<b>54</b>

