

PART IV—COMPUTATION OF CAPITAL LOSS LIMITATION

18. Enter the smaller of: (i) The net loss on line 17, column 3; or (ii) \$3,000	18 (_____)
Enter on Form 741, Schedule M, line 7, any additional loss not reported on federal Form 1041. <i>If the net loss on line 17, column 3, is more than \$3,000, complete Part V to determine your capital loss carryover.</i>	

PART V—COMPUTATION OF CAPITAL LOSS CARRYOVERS FROM 2005 TO 2006

SECTION A—Computation of Carryover Limit

19. Enter taxable income or (loss) for 2005 from Form 741	19 _____
20. Enter loss from line 18, above, as a positive amount	20 _____
21. Adjusted taxable income (combine lines 19 and 20; do not enter less than zero)	21 _____
22. Enter the lesser of lines 20 or 21	22 _____

SECTION B—Short-Term Capital Loss Carryover

(Complete this section only if there is a loss on line 6, Schedule D, Part I, and line 17, column 3.)

23. Enter loss shown on line 6, Schedule D, Part I, as a positive amount	23 _____
24. Enter gain, if any, from line 14. (If that line is blank or shows a loss, enter zero.)	24 _____
25. Enter amount from line 22, above	25 _____
26. Add lines 24 and 25	26 _____
27. Subtract line 26 from line 23. If zero or less, enter zero. This is your short-term capital loss carryover from 2005 to 2006	27 _____

SECTION C—Long-Term Capital Loss Carryover

(Complete this section only if there is a loss on line 14 and line 17, column 3.)

28. Enter loss from line 14 as a positive amount	28 _____
29. Enter gain, if any, from line 6, Schedule D, Part I. (If that line is blank or shows a loss, enter zero.)	29 _____
30. Enter amount from line 22, above	30 _____
31. Enter amount, if any, from line 23, above	31 _____
32. Subtract line 31 from line 30. If zero or less, enter zero	32 _____
33. Add lines 29 and 32	33 _____
34. Subtract line 33 from line 28. If zero or less, enter zero. This is your long-term capital loss carryover from 2005 to 2006	34 _____