

At-Risk Limitations

▶ Attach to your tax return.
▶ See separate instructions.

Name(s) shown on return	Identifying number
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Description of activity (See Specific Instructions on page 2.)

Part I Current Year Profit (Loss) From the Activity, Including Prior Year Nondeductible Amounts. See instructions. (Enter losses in parentheses.)

1 Ordinary income (loss) from the activity. See page 2 of the instructions	1		
2 Gain (loss) from the sale or other disposition of assets used in the activity (or of your interest in the activity) that you initially report on:			
a Schedule D	2a		
b Form 4797	2b		
c Other form or schedule	2c		
3 Other income or gains from the activity, from Schedule K-1 of Form 1065, Form 1065-B, or Form 1120S, that were not included above on lines 1 through 2c	3		
4 Other deductions or losses from the activity, including investment interest expense allowed from Form 4952, that were not used to figure amounts on lines 1 through 3.	4	()
5 Current year profit (loss) from the activity. Combine lines 1 through 4. See the line 5 instructions on page 3 before completing the rest of this form.	5		

Part II Simplified Computation of Amount At Risk (See instructions on page 3 for who may use this part.)

6 Adjusted basis (as defined in section 1011) in the activity (or in your interest in the activity) on the first day of the tax year. Do not enter less than zero	6		
7 Increases for the tax year	7		
8 Add lines 6 and 7	8		
9 Decreases for the tax year	9		
10a Subtract line 9 from line 8. ▶ 10a			
b If line 10a is greater than zero, enter that amount here and go to line 20 (or complete Part III). Otherwise, enter -0- and see Pub. 925 for information on the recapture rules	10b		

Note: You may want to use Part III to see if it gives you a larger amount at risk.

Part III Detailed Computation of Amount At Risk
(If you completed Part III of Form 6198 for 1998, see instructions for Part III for 1999 on page 4.)

11 Investment in the activity (or in your interest in the activity) at the effective date. Do not enter less than zero	11		
12 Increases at effective date	12		
13 Add lines 11 and 12	13		
14 Decreases at effective date	14		
15 Amount at risk (check box that applies):			
a <input type="checkbox"/> At effective date. Subtract line 14 from line 13. Do not enter less than zero.	15		
b <input type="checkbox"/> From 1998 Form 6198, line 19b. (Do not enter the amount from line 10b of the 1998 form.)			
16 Increases since (check box that applies):			
a <input type="checkbox"/> Effective date b <input type="checkbox"/> The end of your 1998 tax year	16		
17 Add lines 15 and 16	17		
18 Decreases since (check box that applies):			
a <input type="checkbox"/> Effective date b <input type="checkbox"/> The end of your 1998 tax year	18		
19a Subtract line 18 from line 17. ▶ 19a			
b If line 19a is more than zero, enter that amount here and go to line 20. Otherwise, enter -0- and see Pub. 925 for information on the recapture rules	19b		

Part IV Deductible Loss

20 Amount at risk. Enter the larger of line 10b or line 19b	20		
21 Deductible loss. If line 20 is zero, enter -0-; you do not have a deductible loss this year. Otherwise, enter the smaller of the line 5 loss (treated as a positive number) or line 20. See the instructions on page 8 for how to report any deductible loss and any carryover	21	()

Note: If the loss is from a passive activity, see **Form 8582, Passive Activity Loss Limitations**, or **Form 8810, Corporate Passive Activity Loss and Credit Limitations**, to find out if the loss is allowed under the passive activity rules. If only part of the loss is subject to the passive activity loss rules, report only that part on Form 8582 or Form 8810, whichever applies.

