

Line 10, Column (e)

For positions closed out or sold, enter the cost or other basis plus commissions paid. Include nondeductible interest and carrying charges allocable to personal property that is part of a straddle. If any part of an unallowed loss from an offsetting position established in an identified straddle after October 21, 2004, increased your basis in the position, also include that amount. See Pub. 550 for details.

Line 10, Column (f)

Include in this column any loss not allowed in the prior year to the extent of the unrecognized gain.

Line 10, Column (g)

Enter the unrecognized gain on positions offsetting those in columns (a) through (f). Include unrecognized gain on any position you are treated as holding because it is held by a related party. Figure the amount to enter in this column by subtracting the cost or other basis of the offsetting position from the settlement price of that position as of the close of the last business day of your 2018 tax year.

Lines 11 and 13

Separate recognized gains and losses into short-term and long-term. Attach a separate statement for each. For information about holding periods for straddle positions, see Pub. 550 and Temporary Regulations section 1.1092(b)-2T.

Attach separate statements for (a) section 988 contracts that are part of a mixed straddle, and (b) any gain on the disposition or other termination of any position held as part of a conversion transaction (as defined in section 1258(c)). Identify the net gain or loss and report it on Form 4797, line 10.

Line 11a

Include this amount on Schedule D (Form 1040), line 4; or on Schedule D (Form 1041), line 4.

For other returns, enter it in Part I of a Form 8949 with Box C checked. Enter "Form 6781, Part II" on line 1 in column (a). Enter the (loss) as a negative number (in parentheses) in column (h). Leave all other columns blank.

Line 11b

Include this amount on Schedule D (Form 1040), line 11; or on Schedule D (Form 1041), line 11.

For other returns, enter it in Part II of a Form 8949 with Box F checked. Enter "Form 6781, Part II" on line 1 in column (a). Enter the (loss) as a negative number (in parentheses) in column (h). Leave all other columns blank.

Line 13a

Include this amount on Schedule D (Form 1040), line 4; or on Schedule D (Form 1041), line 4.

For other returns, enter it in Part I of a Form 8949 with Box C checked. Enter "Form 6781, Part II" on line 1 in column (a). Enter the gain in column (h). Leave all other columns blank.

Line 13b

Include this amount on Schedule D (Form 1040), line 11; or on Schedule D (Form 1041), line 11.

For other returns, enter it in Part II of a Form 8949 with Box F checked. Enter "Form 6781, Part II" on line 1 in column (a). Enter the gain in column (h). Leave all other columns blank.

Collectibles gain or (loss). A collectibles gain or (loss) is any long-term gain or deductible long-term loss from the sale or exchange of a collectible that is a capital asset. Collectibles include works of art, rugs, antiques, metals (such as gold, silver, and platinum bullion), gems, stamps, coins, alcoholic beverages, and certain other tangible property.

If any of the gain or loss you reported in Part II is a collectibles gain or (loss) and you are filing Form 1040 or Form 1041, follow the instructions below for the form you file.

Form 1040. If you checked "Yes" on line 17 of Schedule D (Form 1040), include the collectibles gain or (loss) from Part II on line 3 of the 28% Rate Gain Worksheet in the Instructions for Schedule D (Form 1040).

Form 1041. If you must complete the 28% Rate Gain Worksheet in the Instructions for Schedule D (Form 1041), include the collectibles gain or (loss) from Part II on line 3 of that worksheet.

Part III

Complete Part III by listing each position (whether or not part of a straddle) that you held at the end of the tax year (including any position you are treated as holding because it is held by a related party) if the FMV of the position at such time exceeds your cost or other basis as adjusted.

Don't include positions that are part of an identified straddle or hedging transaction, property that is stock in trade or inventory, or property subject to depreciation used in a trade or business.

Don't complete Part III if you don't have a recognized loss on any position (including section 1256 contracts).

Paperwork Reduction Act Notice. We ask for the information on this form to carry out the Internal Revenue laws of the United States. You are required to give us the information. We need it to ensure that you are complying with these laws and to allow us to figure and collect the right amount of tax.

You are not required to provide the information requested on a form that is subject to the Paperwork Reduction Act unless the form displays a valid OMB control number. Books or records relating to a form or its instructions must be retained as long as their contents may become material in the administration of any Internal Revenue law. Generally, tax returns and return information are confidential, as required by section 6103.

The time needed to complete and file this form will vary depending on individual circumstances. The estimated burden for individual taxpayers filing this form is approved under OMB control number 1545-0074 and is included in the estimates shown in the instructions for their individual income tax return. The estimated burden for all other taxpayers who file this form is shown below.

Recordkeeping 10 hr., 31 min.

Learning about the law or the form 1 hr., 57 min.

Preparing the form 3 hr., 9 min.

Copying, assembling, and sending the form to the IRS 16 min.

If you have comments concerning the accuracy of these time estimates or suggestions for making this form simpler, we would be happy to hear from you. See the instructions for the tax return with which this form is filed.