Schedules B and B-1
Massachusetts Department of Revenue 1996

Name(s) as shown on page 1 of return | Federal identification number

Schedule B. 12% Income — Interest, Dividends and Certain Capital Gains and (Losses)

1 Total interest (U.S. Form 1041, line 1) . . . **1**
2 Total dividends (U.S. Form 1041, line 2) . . . **2**
3 Other interest and dividends not included above . . . **3**
4 Total interest and dividends. *Add lines 1, 2 and 3* . . . **4**
5 Interest on U.S. debt obligations included in line 4 . . . **5**
6 Interest from Mass. banks reported in Form 2, line 16 (5.95% income) . . . **6**
7 Interest and dividends taxed directly to other Mass. estates and/or trusts . . . **7**
8 Other exclusions (see instructions). Attach list of exclusions, if any . . . **8**
9 Total adjustments. *Add lines 5 through 8* . . . **9**
10 Subtotal: *Subtract line 9 from line 4* . . . **10**
11 Short-term capital gains (included in U.S. Form 1041, Schedule D, Part I, line 4) . . . **11**
12 Long-term capital gains on collectibles (from Mass. Schedule D, line 8) . . . **12**
13 Gain on the sale, exchange or involuntary conversion of property used in a trade or business and held for one year or less (from U.S. Form 4797) . . . **13**
14 *Add lines 10, 11, 12 and 13* . . . **14**
15 Allowable deductions from your trade or business (from Mass. Schedule C-2, line 10) . . . **15**
16 Subtotal: *Subtract line 15 from line 14* . . . **16**
17 Short-term capital (losses) (included in U.S. Form 1041, Schedule D, Part I, line 4) . . . **17**
18 (Loss) on the sale, exchange or involuntary conversion of property used in a trade or business and held for one year or less (from U.S. Form 4797) . . . **18**
19 Prior short-term (losses) for years beginning after 1981 (from 1995 Mass. Schedule D, line 13D) . . . **19**
20 *Combine lines 16, 17, 18 and 19.* If the total is a (loss), omit line 21. Enter “0” on line 22 and enter the amount from line 20 in line 23. If a positive amount, go to line 21 . . . **20**
21 Long-term net collectible gain deduction. If there is no entry in line 12, enter “0.” If line 12 shows a gain, enter 50% of line 12 less 50% of (losses) in lines 17, 18 and 19, but not less than “0” . . . **21**
22 Adjusted gross 12% interest, dividends and certain capital gains and (losses). *Subtract line 21 from line 20.* Not less than “0.” Enter result here, and on Form 2, line 24 . . . **22**
23 Available short-term (losses) for carryover in 1997. Enter amount from line 20 only if it is a (loss) . . . **23**

Schedule B-1. Long-Term Capital Gains Tax Credit Applied to 12% Income

1 Enter the amount from Schedule D, line 12, as a positive amount . . . **1**
2 Add Schedule B, lines 11, 12, 13, 17, 18 and 19. If line 2 is “0” or less, you are not eligible for this credit; omit lines 3-10 and enter “0” in line 11. If line 2 is more than “0” complete lines 3-11 . . . **2**
3 *Multiply Schedule B, line 22, by .12* . . . **3**
4 *Multiply Schedule B, line 10, by .12* . . . **4**
5 *Subtract line 4 from line 3*. If “0” or less, you are not eligible for this credit; omit lines 6-10 and enter “0” in line 11 . . . **5**
6 *Divide line 4 by line 3* . . . **6**
7 *Multiply any amount from Form 20A included in Form 2, line 31 by Schedule B-1, line 6* . . . **7**
8 *Multiply line 7 by .12* . . . **8**
9 *Multiply the smaller of Schedule C-2, line 7 or line 10, by .12* . . . **9**
10 *Add lines 5, 8 and 9* . . . **10**
11 Long-term capital gains tax credit applied to 12% income. Enter the smaller of line 1, line 3 or line 10 here and on Schedule D, line 13 and on Form 2, line 46 . . . **11**