

UNDERSTANDING YOUR 1099-B

Form 1099-B helps you report on gains or losses resulting from the sale of shares as well as information related to the cost basis of the shares you sold. On the front of the form you'll see your contact and account information along with a control number, which allows you to securely import your data into tax filing software. The most important part of Form 1099-B is the back - let's take a look:

Boxes 1a-1e – Information on the transaction, proceeds and cost basis.

Box 1g – Shows non-deductible losses in a wash sale transaction. You cannot claim losses if you acquire identical shares 30 days before or after a sale.

MR A SAMPLE DESIGNATION (IF ANY)
 ADD 1
 ADD 2
 ADD 3
 ADD 4
 ADD 5
 ADD 6

Reported to IRS: Gross Proceeds Net Proceeds

Account Number: 1234567890
 Recipient's ID No: XXX-XX-1234

Corrected (if checked) Duplicate

OMB No. 1545-0715

Form 1099-B Proceeds From Broker and Barter Exchange Transactions **20XX**

Issuer Name: FIA COMPUTERSHARE

Applicable check box on Form 8949	Description of property	Date acquired	Date sold or disposed	Proceeds	Cost or other basis	Wash sale loss disallowed	Type of gain or loss	Check box for Basis reported to IRS	FEDERAL INCOME TAX WITHHELD (\$)	Check box for Noncovered security	State security name	State identification no.	State tax withheld (\$)
Your sale of 350,000 shares of Class Description (CUSIP: XXXXXXXXXX) sold @ \$15.00 on 02/29/12 and totaling \$5,250.00 will be reported to the IRS as follows:													
	50,000 of 350,000 Shares Sold		25 May 2012	500.00			Long Term / Ordinary	<input type="checkbox"/>	140.00	<input checked="" type="checkbox"/>	CA	8036173C3	35.00
	50,000 of 350,000 Shares Sold	15 April 2011	25 May 2012	1000.00	800.00		Long Term / Ordinary	<input type="checkbox"/>	280.00	<input type="checkbox"/>	CA	8036173C3	70.00
	50,000 of 350,000 Shares Sold		25 May 2012	2000.00	2300.00		Short Term / Ordinary	<input type="checkbox"/>	960.00	<input type="checkbox"/>	CA	8036173C3	140.00
Your sale of 433,333 shares of Class Description (CUSIP: XXXXXXXXXX) sold @ \$15.00 on 7/15/2012 and totaling \$6,500.00 will be reported to the IRS as follows:													
	100,000 of 433,333 Shares Sold		15 Jul 2012	1500.00			Short Term / Ordinary	<input type="checkbox"/>	420.00	<input checked="" type="checkbox"/>	CA	8036173C3	105.00
	333,333 of 433,333 Shares Sold		15 Jul 2012	5000.00	3833.33		Short Term / Ordinary	<input type="checkbox"/>	1400.00	<input type="checkbox"/>	CA	8036173C3	350.00

Box 2 – Shows the type of gain or loss - short term or long term. Shares you sell within one year are considered short term. If Box 2 shows "Ordinary," your security may be subject to special rules.

Box 3 – If checked, Computershare has reported your cost basis to the IRS.

Box 4 – Shows income tax withheld and remitted to the IRS on your behalf.

Boxes 14-16 – Show state taxes withheld, and only apply to certain states.

Computershare also provides information to help you reconcile your transactions with the amounts reported to the IRS on your behalf, with details related to the individual share lots included in the sales. You can see the date acquired, costs basis and any gains or losses for each share lot.

We suggest that you or your tax adviser perform your own calculations to determine the actual gains and losses you must report to the IRS.

For more information related to Form 1099-B, please consult with your tax adviser.