

SALE OF LAND CONTRACT

Taxpayer Name/ID:

Prepared By:

Date:

1. Proceeds from sale of land contract..... _____
2. Original selling price of property..... _____
3. Cost or adjusted basis..... _____
4. Total profit..... _____
5. Gross profit percentage (line 4 divided by line 2)... _____
6. Face value of land contract (unpaid balance)..... _____
7. Amount of income that would have been
reported at full value (line 6 times line 5)..... _____
8. Basis of the obligation - Excess of face value
over amount of income reportable at full
value (line 6 less line 7) _____
9. Amount reportable (line 1 less line 8)..... _____

Sale, exchange or settlement - If an installment obligation is satisfied for an amount other than face value, the gain or loss is the difference between the "basis of the obligation" (line 8) and the "proceeds from sale" (line 1).