



**INVESTMENT AND OTHER EXEMPT  
INCOME AND INVESTMENT CAPITAL**

You **MUST** attach this form to Form NYC-2 or NYC-2A if you have any entries on Form NYC-2 or NYC-2A, Schedule B, line 25, 27 or 29 or Schedule D, line 1, 2, 3 or 5

Name as shown on NYC-2 or NYC-2A

Employer Identification Number

Employer Identification Number input fields

**SCHEDULE A - 40% safe harbor election (see instructions)**

- 1. If making the election to reduce your gross investment income and gross other exempt income (other than gross exempt unitary insurance or utility dividends) by 40% in lieu of direct or indirect attribution, mark an X in the box (see instructions).....1.

**SCHEDULE B - Other exempt income (see instructions)**

**Part 1 - Gross exempt controlled foreign corporation (CFC) income, gross exempt unitary corporation dividends, and 40% safe harbor reduction**

Table with 5 rows for Part 1: Gross exempt CFC income, Gross exempt unitary corporation dividends, Add lines 1 and 2, 40% safe harbor reduction, Exempt CFC income and exempt unitary corporation dividends after safe harbor reduction.

**Part 2 - Gross exempt unitary insurance or utility dividends and deductions attributable to gross exempt unitary insurance and utility dividends**

Table with 6 rows for Part 2: Gross exempt unitary insurance or utility dividends, Interest deductions directly attributable, Interest deductions indirectly attributable, Total interest deductions attributable, Exempt unitary insurance or utility dividends, Excess interest deductions attributable.

**Part 3 - Deductions attributable to gross exempt CFC income - only if safe harbor election is not made (see instructions)**

Table with 3 rows for Part 3: Interest deductions directly attributable to gross exempt CFC income, Interest deductions indirectly attributable to gross exempt CFC income, Total interest deductions attributable to gross exempt CFC income.

**Part 4 - Deductions attributable to gross exempt unitary corporation dividends - only if safe harbor election is not made (see instructions)**

Table with 3 rows for Part 4: Interest deductions directly attributable to gross exempt unitary corporation dividends, Interest deductions indirectly attributable to gross exempt unitary corporation dividends, Total interest deductions attributable to gross exempt unitary corporation dividends.

**Part 5 - Total other exempt income and excess deductions attributable - only if safe harbor election is not made**

Table with 4 rows for Part 5: Total gross other exempt income, Interest deductions attributable to gross other exempt income, Other exempt income, Excess interest deductions attributable to gross other exempt income.

**Part 6 - Total other exempt income and excess deductions attributable - only if safe harbor election is made**

Table with 4 rows for Part 6: Add lines 5 and 10, Excess interest deductions attributable to gross exempt unitary insurance or utility dividends, Other exempt income, Excess interest deductions attributable to gross exempt income.

**SCHEDULE B continued - Other exempt income (see instructions)**

**Part 7 - Entire net income (ENI) limitation on other exempt income**

26. ENI (from Form NYC-2 or NYC-2A, Schedule B, line 24) .....	26.		
27. Other exempt income (if the safe harbor election is <b>not</b> made, enter the amount from line 20; if the safe harbor election is made, enter the amount from line 24) 27.			
28. Total other exempt income allowed after ENI limitation (enter the lesser of line 26 or line 27; if zero or less, enter 0).....	28.		
29. Remaining ENI limitation (subtract line 28 from line 26; if zero or less, enter 0).....	29.		

**SCHEDULE C - Investment income (see instructions)**

**Part 1 - Limitation on gross investment income (see instructions)**

1. ENI (from Form NYC-2 or NYC-2A, Schedule B, line 24) .....	1.		
2. 8% of ENI (multiply line 1 by 8% (.08); do not enter less than zero).....	2.		
3. Gross investment income from investments generating income <b>not</b> taxable by New York City under the U.S. Constitution...	3.		
4. Limitation on gross investment income (enter the greater of line 2 or line 3).....	4.		
5. Remaining limitation (subtract line 3 from line 4; if zero or less, enter 0).....	5.		
6. Dividend income from investment capital from stocks <b>actually</b> held more than one year ..6.			
7. Net capital gains in excess of losses from investment capital from stocks <b>actually</b> held more than one year .....	7.		
8. Add lines 6 and 7.....	8.		
9. Gross investment income from stocks <b>actually</b> held more than one year <b>after</b> limitation (enter the lesser of line 5 or line 8) .....	9.		
10. Remaining balance of limitation on gross investment income (subtract line 9 from line 5; if zero or less, enter 0) .....	10.		
11. Dividend income from investment capital from stocks <b>presumed</b> held more than one year 11.			
12. Gross investment income from stocks <b>presumed</b> held more than one year <b>after</b> limitation (enter the lesser of line 10 or line 11) .....	12.		
13. Total gross investment income (add lines 3, 9 and 12) .....	13.		

**Part 2 - 40% safe harbor reduction for gross investment income (see instructions)**

14. 40% safe harbor reduction (if the safe harbor election is made, multiply line 13 by 40%; see instructions)... 14.			
15. Investment income after safe harbor reduction (subtract line 14 from line 13; <b>skip Part 3 below and continue with Part 4</b> ) .....	15.		

**Part 3 - Deductions attributable to investment capital to gross investment income - only if the safe harbor election is not made (see instructions)**

16. Interest deductions <b>directly</b> attributable to investment capital or to gross investment income (not less than zero) .....	16.		
17. Interest deductions <b>indirectly</b> attributable to investment capital or to gross investment income (not less than zero) .....	17.		
18. Total interest deductions attributable to investment capital or to gross investment income (add lines 16 and 17). 18.			
19. Investment income (if line 18 is less than line 13, subtract line 18 from line 13; otherwise, enter 0).....	19.		
20. Excess interest deductions attributable to investment capital or to gross investment income (if line 18 is more than line 13, subtract line 13 from line 18; otherwise enter 0) .....	20.		

**Part 4 - Total investment income and excess deductions attributable**

21. Investment income (if the safe harbor election is made, enter the amount from line 15; if the safe harbor election is <b>not</b> made, enter the amount from line 19).....	21.		
22. Excess interest deductions attributable to investment capital or to gross investment income (if the safe harbor election is made, enter 0; if the safe harbor election is <b>not</b> made, enter the amount from line 20). 22.			

**Part 5 - ENI limitation on investment income**

23. Total investment income allowed after ENI limitation (enter the lesser of line 21 or Schedule B, line 29).....	23.		
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**SCHEDULE D - Total investment and other exempt income and excess interest deductions attributable**

1. Total investment and other exempt income (add Schedule B, line 28 and Schedule C, line 23; enter here and on Form NYC-2 or NYC-2A, Schedule B, line 25; do not enter less than zero) .....1.		
2. Total excess interest deductions attributable to gross investment income, investment capital, and gross other exempt income (add Schedule C, line 22, and either Schedule B, line 21 (if the safe harbor election is <b>not</b> made) or Schedule B, line 25 (if the safe harbor election is made); enter here and on NYC-2 or NYC-2A, Schedule B, line 27) ..... 2.		

**SCHEDULE E - Investment capital (see instructions)**

**Part 1 - Investment capital that generates income claimed not taxable by New York City under the U. S. Constitution**

Description of asset (identify each asset, and enter number of shares (if applicable) and date acquired here; for each asset complete columns D through H on the corresponding lines below; enter only directly owned assets in items A through F)

Item	A Description of asset	B Number of shares acquired, if applicable	C Date acquired	D Number of shares sold, if applicable	E Date sold	F Average FMV reported	G Liabilities attributable	H Net average FMV
A								
B								
C								
D								
E								
F								

Total from additional sheet(s)

1. Total columns F, G and H; enter here and on Form NYC-2 or NYC-2A, Schedule D, line 1 .....1.

**Part 2 - Investment capital - stocks actually held more than one year**

Description of investment (identify each investment, and enter number of shares and date acquired here; for each investment complete columns D through H on the corresponding lines below; enter only directly owned investments in items A through F)

Item	A Name/CUSIP/CINS/lot number	B Number of shares acquired	C Date acquired	D Number of shares sold	E Date sold	F Average FMV reported	G Liabilities attributable	H Net average FMV
A								
B								
C								
D								
E								
F								

Total from additional sheet(s)

2. Total columns F, G and H; enter here and on Form NYC-2 or NYC-2A, Schedule D, line 2 .....2.

**Part 3 - Investment capital - stocks presumed held more than one year**

Description of investment (identify each investment, and enter number of shares and date acquired here; for each investment complete columns F through H on the corresponding lines below; enter only directly owned investments in items A through F)

Item	A Name/CUSIP/CINS/lot number	B Number of shares acquired	C Date acquired	D Number of shares sold	E Date sold	F Average FMV reported	G Liabilities attributable	H Net average FMV
A								
B								
C								
D								
E								
F								

Total from additional sheet(s)

3. Total columns F, G and H; enter here and on Form NYC-2 or NYC-2A, Schedule D, line 3 .....3.

**Part 4 - Total investment capital**

4. Total of all investment capital (add lines 1, 2 and 3 in columns F, G and H) .....4.



**SCHEDULE F - Current year addback of prior year presumed investment capital and investment income (see instructions)**

A. If you have prior year presumed investment capital that failed to meet the holding period presumption, and if you amended your prior year return to reflect the fact that the stock was **not** investment capital (and that any related income was not investment income), mark an **X** in the box (if you marked this box, do not complete Parts 1 and 2 below) .....A.

**Part 1 - Addback of prior year presumed investment capital for stocks that did not meet the holding period requirement (see instructions)**

Description of investment (identify each investment, and enter number of shares and date acquired here; for each investment complete columns D through H on the corresponding lines below; enter only directly owned investments in items A through F)

Item	A Name/CUSIP/CINS/lot number	B Number of shares acquired	C Date acquired	D Number of shares sold	E Date sold	F Average FMV, as previously reported	G Liabilities attributable, as previously reported	H Net average FMV, as previously reported
A								
B								
C								
D								
E								
F								
Total from additional sheet(s)								
1. Total columns F, G and H; enter here and on Form NYC-2 or NYC-2A, Schedule D, line 5 .....1.								

**Part 2 - Addback of prior year presumed investment income for stocks that did not meet holding period requirement (see instructions)**

2. Prior year <b>presumed</b> gross investment income <b>after</b> the Schedule C, Part 1 limitation for stocks presumed in the prior year to be held more than one year that failed to meet the holding period presumption (see instructions) .....2.		
3. If the safe harbor election was made on the <b>prior year</b> return, multiply line 2 by 40% (.40) and enter the result; if the safe harbor election was <b>not</b> made on the prior year return, enter the amount of interest deductions directly and indirectly attributable on the <b>prior year</b> return to the specific stocks listed in Part 1 above or to the prior year income from those stocks shown on line 2 above (see instructions)..... 3.		
4. Prior year <b>presumed</b> investment income from stocks presumed in the prior year to be held more than one year that failed to meet the holding period presumption (subtract line 3 from line 2; if zero or less, enter 0)..... 4.		
5. Maximum addback based on prior year limitations (enter the amount from prior year Form NYC-2.1, Schedule C, line 12).....5.		
6. Addback of <b>prior</b> year presumed investment income for stocks not held more than one year (Enter the lesser of line 4 or 5; enter here and on Form NYC-2 or NYC-2A, Schedule B, line 29. If zero or less, enter 0).....6.		

