**Part I: Income**

1. Gross receipts or sales. Caution. See page C-4 and check the box if:
   - This income was reported to you on Form W-2 and the "Statutory employee" box on that form was checked, or
   - You are a member of a qualified joint venture reporting only rental real estate income not subject to self-employment tax. Also see page C-3 for limit on losses.

2. Returns and allowances

3. Subtract line 2 from line 1

4. Cost of goods sold (from line 42 on page 2)

5. **Gross profit.** Subtract line 4 from line 3

6. Other income, including federal and state gasoline or fuel tax credit or refund (see page C-4)

7. **Gross income.** Add lines 5 and 6

**Part II: Expenses.** Enter expenses for business use of your home only on line 30.

8. Advertising

9. Car and truck expenses (see page C-4)

10. Commissions and fees

11. Contract labor (see page C-4)

12. Depletion

13. Depreciation and section 179 expense deduction (not included in Part III) (see page C-6)

14. Employee benefit programs (other than on line 19)

15. Insurance (other than health)

16. Interest:
   - a. Mortgage (paid to banks, etc.)
   - b. Other

17. Legal and professional services

18. **Office expenses**

19. Pension and profit-sharing plans

20. Rent or lease (see page C-6):
   - a. Vehicles, machinery, and equipment
   - b. Other business property

21. Repairs and maintenance

22. Supplies (not included in Part III)

23. Taxes and licenses

24. Travel, meals, and entertainment:
   - a. Travel

25. Utilities

26. **Wages (less employment credits)**

27. Other expenses (from line 48 on page 2)

28. **Total expenses** before expenses for business use of home. Add lines 8 through 27

29. **Tentative profit or (loss).** Subtract line 28 from line 7

30. **Expenses for business use of your home.** Attach Form 8829

31. **Net profit or (loss).** Subtract line 30 from line 29.
   - If a profit, enter on both Form 1040, line 12, and Schedule SE, line 2, or on Form 1040NR, line 13 (if you checked the box on line 1, see page C-7). Estates and trusts, enter on Form 1041, line 3.
   - If a loss, you must go to line 32.

32. If you have a loss, check the box that describes your investment in this activity (see page C-7):
   - a. All investment is at risk.
   - b. Some investment is not at risk.

**For Paperwork Reduction Act Notice, see page C-9 of the instructions.**