

- 23 Payments received in prior years (**do not** include stated or unstated interest) ☒ 23 _____ .00
- 24 **Installment sale income.** Multiply line 22 by line 19 ☒ 24 _____ .00
- 25 Enter the part of line 24 that is ordinary income under recapture rules. See instructions ☒ 25 _____ .00
- 26 Subtract line 25 from line 24. Enter the result here and on
Schedule D (540, 540NR, 541, 565, 568, or 100S) or Schedule D-1 ☒ 26 _____ .00

Part III Related Party Installment Sale Income. Do not complete this part if you received the final installment payment this taxable year.

27 Name, address, and taxpayer identification number of related party



28 Did the related party, during this taxable year, resell or dispose of the property ("second disposition")? ☒ ☐ Yes ☐ No

29 If you checked "Yes," on line 28, complete line 30 through line 37 below unless one of the following conditions is met. Check only the box that applies.

- ☒ a ☐ The second disposition was more than two years after the first disposition (other than dispositions of marketable securities). If this box is checked, enter the date of the disposition (mm/dd/yyyy) ☒ _____
- ☒ b ☐ The first disposition was a sale or exchange of stock to the issuing corporation.
- ☒ c ☐ The second disposition was an involuntary conversion where the threat of conversion occurred after the first disposition.
- ☒ d ☐ The second disposition occurred after the death of the original seller or buyer.
- ☒ e ☐ It can be established to the satisfaction of the Franchise Tax Board that tax avoidance was not a principal purpose for either of the dispositions. If you check this box, attach an explanation.

- 30 Selling price of property sold by related party ☒ 30 _____ .00
- 31 Enter contract price from line 18 for year of first sale ☒ 31 _____ .00
- 32 Enter the **smaller** of line 30 or line 31 ☒ 32 _____ .00
- 33 Total payments received by the end of your 2023 taxable year. Add line 22 and line 23 ☒ 33 _____ .00
- 34 Subtract line 33 from line 32. If zero or less, enter -0- ☒ 34 _____ .00
- 35 Multiply line 34 by the gross profit percentage on line 19 for year of first sale ☒ 35 _____ .00
- 36 Enter the part of line 35 that is ordinary income under recapture rules. See instructions ☒ 36 _____ .00
- 37 Subtract line 36 from line 35. Enter the result here and on
Schedule D (540, 540NR, 541, 565, 568, or 100S) or Schedule D-1 ☒ 37 _____ .00