

# Investment Interest Expense Deduction

▶ Go to [www.irs.gov/Form4952](http://www.irs.gov/Form4952) for the latest information.

▶ Attach to your tax return.

Name(s) shown on return

Identifying number

**Part I Total Investment Interest Expense**

|          |  |          |  |
|----------|--|----------|--|
| <b>1</b> | Investment interest expense paid or accrued in 2021 (see instructions) . . . . . | <b>1</b> |  |
| <b>2</b> | Disallowed investment interest expense from 2020 Form 4952, line 7 . . . . .     | <b>2</b> |  |
| <b>3</b> | <b>Total investment interest expense.</b> Add lines 1 and 2 . . . . .            | <b>3</b> |  |

**Part II Net Investment Income**

|           |   |           |  |           |  |
|-----------|---|-----------|--|-----------|--|
| <b>4a</b> | Gross income from property held for investment (excluding any net gain from the disposition of property held for investment) . . . . .        | <b>4a</b> |  |           |  |
| <b>b</b>  | Qualified dividends included on line 4a . . . . .   | <b>4b</b> |  |           |  |
| <b>c</b>  | Subtract line 4b from line 4a . . . . .   |           |  | <b>4c</b> |  |
| <b>d</b>  | Net gain from the disposition of property held for investment . . . . .   | <b>4d</b> |  |           |  |
| <b>e</b>  | Enter the <b>smaller</b> of line 4d or your net capital gain from the disposition of property held for investment. See instructions . . . . . | <b>4e</b> |  |           |  |
| <b>f</b>  | Subtract line 4e from line 4d . . . . .   |           |  | <b>4f</b> |  |
| <b>g</b>  | Enter the amount from lines 4b and 4e that you elect to include in investment income. See instructions . . . . .                              |           |  | <b>4g</b> |  |
| <b>h</b>  | Investment income. Add lines 4c, 4f, and 4g . . . . .   |           |  | <b>4h</b> |  |
| <b>5</b>  | Investment expenses (see instructions) . . . . .  |           |  | <b>5</b>  |  |
| <b>6</b>  | <b>Net investment income.</b> Subtract line 5 from line 4h. If zero or less, enter -0- . . . . .  |           |  | <b>6</b>  |  |

**Part III Investment Interest Expense Deduction**

|          |   |          |  |
|----------|---|----------|--|
| <b>7</b> | Disallowed investment interest expense to be carried forward to 2022. Subtract line 6 from line 3. If zero or less, enter -0- . . . . . | <b>7</b> |  |
| <b>8</b> | <b>Investment interest expense deduction.</b> Enter the <b>smaller</b> of line 3 or line 6. See instructions . . . . .                  | <b>8</b> |  |

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