

# S Corporation Shareholder Stock and Debt Basis Limitations

Attach to your tax return.

Go to [www.irs.gov/Form7203](http://www.irs.gov/Form7203) for instructions and the latest information.

OMB No. 1545-XXXX

Attachment  
Sequence No. **203**

Name(s) shown on return	Identifying number
Name of S corporation	Employer identification number

Stock block (see instructions) ▶

Part I Shareholder's Stock Basis			
1	Stock basis at the beginning of the corporation's tax year		1
2	Basis from any capital contributions made or additional stock acquired during the tax year		2
3a	Ordinary business income (enter losses in Part III)	3a	
b	Net rental real estate income (enter losses in Part III)	3b	
c	Other net rental income (enter losses in Part III)	3c	
d	Interest income	3d	
e	Ordinary dividends	3e	
f	Royalties	3f	
g	Net capital gains (enter losses in Part III)	3g	
h	Net section 1231 gain (enter losses in Part III)	3h	
i	Other income (enter losses in Part III)	3i	
j	Excess depletion adjustment	3j	
k	Tax-exempt income	3k	
l	Recapture of business credits	3l	
m	Other items that increase stock basis	3m	
4	Add lines 3a through 3m		4
5	Stock basis before distributions. Add lines 1, 2, and 4		5
6	Distributions (excluding dividend distributions)		6
<p><b>Note:</b> If line 6 is larger than line 5, subtract line 5 from line 6 and report the result as a capital gain on Form 8949 and Schedule D. See instructions</p>			
7	Stock basis after distributions. Subtract line 6 from line 5. If the result is zero or less, enter -0-, skip lines 8 through 14, and enter -0- on line 15		7
8a	Nondeductible expenses	8a	
b	Depletion for oil and gas	8b	
c	Business credits (sections 50(c)(1) and (5))	8c	
9	Add lines 8a through 8c		9
10	Stock basis before loss and deduction items. Subtract line 9 from line 7. If the result is zero or less, enter -0-, skip lines 11 through 14, and enter -0- on line 15		10
11	Allowable loss and deduction items. Enter the amount from line 47, column (c)		11
12	Debt basis restoration (see net increase in instructions for line 23)		12
13	Other items that decrease stock basis		13
14	Add lines 11, 12, and 13		14
15	<b>Stock basis at the end of the corporation's tax year.</b> Subtract line 14 from line 10. If the result is zero or less, enter -0-		15

Part II Shareholder Debt Basis		Section A—Amount of Debt (If more than three debts, see instructions.)		
Description	Debt			Total
	Debt 1	Debt 2	Debt 3	
	<input type="checkbox"/> Formal note	<input type="checkbox"/> Formal note	<input type="checkbox"/> Formal note	
	<input type="checkbox"/> Open account debt	<input type="checkbox"/> Open account debt	<input type="checkbox"/> Open account debt	
16	Loan balance at the beginning of the corporation's tax year			
17	Additional loans (see instructions)			
18	Loan balance before repayment. Combine lines 16 and 17			
19	Principal portion of debt repayment (this line doesn't include interest)	( )	( )	( )
20	Loan balance at the end of the corporation's tax year. Combine lines 18 and 19			

For Paperwork Reduction Act Notice, see separate instructions.