

Reviewer:	Liquidator:	20	GOVERNMENT OF PUERTO RICO DEPARTMENT OF THE TREASURY	20	Serial Number
Field audited by:		REVOCABLE TRUST OR GRANTOR TRUST			
Date: ___/___/___		INFORMATIVE INCOME TAX RETURN			
R M N <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>		CALENDAR YEAR 20___ OR TAXABLE YEAR BEGINNING ON _____, 20___ AND ENDING ON _____, 20___			

AMENDED RETURN

Receipt Stamp

Trust's Name _____

Postal Address _____

Municipality _____ Country _____ Zip Code _____

Location of Principal Industry or Business (Number, Street, City) _____

Employer Identification Number _____

Industrial Code _____ Municipal Code _____

Telephone Number - Extension _____

Date created _____

Day _____ Month _____ Year _____

Place created _____

Fill in the corresponding oval, if applicable:

First Return (Submit copy of the trust deed) Last Return

Part I

1. Type of trust:
 Revocable Trust
 Grantor Trust

2. Indicate the accounting method used:
 Cash Accrual
 Other _____

Total Forms 480.60 F _____

Change of address: Yes No

3. Indicate the name and address of the Trustee: _____

Merchant's Registration Number _____

Fill in here if you derived income subject to any tax incentive act

ATTRIBUTABLE ITEMS PER CATEGORY		Amount	Tax Withheld
Part II	1. Income (or losses)		
	A) Total distributions from qualified retirement plans (Schedule D Individual, Part IV, line 24) (1A)	00	00
	B) Gain (or loss) from sale or exchange of short-term capital assets (Schedule D Individual, Part I, line 7) (1B)	00	00
	C) Gain (or loss) from sale or exchange of long-term capital assets (Schedule D Individual, Part II, line 16) (1C)	00	00
	D) Gain (or loss) from sale or exchange of long-term capital assets realized under special legislation (Schedule D Individual, Part III, lines 17 through 19, as applicable) (1D)	00	00
	E) Interests on deposits from financial institutions (Schedule FF Individual, Part I, line 4, Columns B through E) (1E)	00	00
	F) Other interests subject to withholding (Schedule FF Individual, Part I, line 4, Column A)..... (1F)	00	00
	G) Other interests subject to withholding of ___% (Schedule FF Individual, Part I, line 4, Column F) (1G)	00	00
	H) Other interests not subject to withholding (Schedule FF Individual, Part I, line 4, Column G) (1H)	00	00
	I) Eligible distributions of dividends from corporations (Schedule FF Individual, Part II, line 3, Column A) (1I)	00	00
	J) Distribution of dividends subject to withholding of ___% (Schedule FF Individual, Part II, line 3, Columns B and C) (1J)	00	00
	K) Other dividends subject to withholding (Schedule FF Individual, Part II, line 3, Column D) (1K)	00	00
	L) Other income (Schedule F Individual, Part V, line 4 and Schedule FF Individual, Part III, line 4) (1L)	00	00
	M) Gain (or loss) from industry or business (Schedule K Individual, Part II, line 12) <input type="radio"/> Income covered by a special tax incentive act: Act _____ (1M)	00	00
	N) Gain (or loss) from farming (Schedule L Individual, Part II, line 14) (1N)	00	00
	O) Gain (or loss) from professions and commissions (Schedule M Individual, Part II, line 8) (1O)	00	00
	P) Gain (or loss) from rental business (Schedule N Individual, Part II, line 9) (1P)	00	00
	Q) Dividends from Capital Investment or Tourism Fund (Submit Schedule Q1) (1Q)	00	00
	R) Net long-term capital gain (or loss) on Investment Funds (Submit Schedule Q1) (1R)	00	00
	S) Distributable share on profits (or loss) from pass-through entities (Submit Schedule R Individual and Schedule R1 Individual, if applicable) (See instructions) (1S)	00	00
	T) Exempt income (Schedule IE Individual) (1T)	00	00
	U) Exempt income subject to alternate basic tax (Schedule IE Individual) (1U)	00	00
	V) Adjustment for purposes of the alternate basic tax (Submit detail) (1V)	00	00
	2. Deductions:		
	A) Charitable contributions (Part IV) (2A)	00	00
B) Medical expenses incurred and paid for the benefit of the grantor or beneficiary (Part VII) (2B)	00	00	
C) Home mortgage interest on residential property located in Puerto Rico (Part VIII) (2C)	00	00	
D) Casualty loss on real property that constitutes the grantor's principal residence (Part IX) (2D)	00	00	
E) Loss of personal property as a result of certain casualties (Part X) (2E)	00	00	

OATH

I hereby declare under penalty of perjury that this return (including all schedules and other documents attached to it) has been examined by me, and to the best of my knowledge and belief is a true, correct and complete return. The declaration of the person that prepares this return (except the taxpayer) is based on the information available, and this information has been verified.

04 Fiduciary's or Agent's Name (Print)	Fiduciary's or Agent's Signature	Date
Specialist's Name (Print)	Name of the Firm or Business	
Specialist's Signature	Date	Self - employed Specialist (fill in here) <input type="radio"/> Registration Number

NOTE TO TAXPAYER: Indicate if you made payments for the preparation of your return: Yes No. If you answered "Yes", require the Specialist's signature and registration number.

Credits			
Part III	1. Credit for tax withheld at source from Industrial Development dividends (Act No. 8 of 1987)	(1)	00
	2. Credit for investment in Film Industry Development (Act 27-2011): <input type="checkbox"/> 1 Film Project and/or <input type="checkbox"/> 2 Infrastructure Project (See instructions).....	(2)	00
	3. Credit attributable to losses or for investment in Capital Investment, Tourism or other funds or direct investment (Schedules Q and Q1)	(3)	00
	4. Credit for the purchase of tax credits (Complete Part V) (See instructions).....	(4)	00
	5. Credit for the purchase or transmission of television programming made in P.R. (Section 1051.14) (See instructions)	(5)	00
	6. Credit for contributions to former governors foundations	(6)	00
	7. Credit for construction investment in urban centers (Act 212-2002, as amended)(See instructions)	(7)	00
	8. Credit for merchants affected by urban centers revitalization (Act 212-2002, as amended)(See instructions)	(8)	00
	9. Credit to investors who acquire an exempt business that is in the process of closing its operations in Puerto Rico (Act 109-2001) (See instructions)	(9)	00
	10. Credit for purchases of products manufactured in Puerto Rico and Puerto Rican agricultural products (Submit Schedule B1 Individual).....	(10)	00
	11. Credit for contributions to Santa Catalina's Palace Patronage (See instructions)	(11)	00
	12. Credit for the establishment of an eligible conservation easement or donation of eligible land (Act 183-2001, as amended) (See instructions).	(12)	00
	13. Credit for investment Act 73-2008 (See instructions)	(13)	00
	14. Credit for investment Act 83-2010 (See instructions)	(14)	00
	15. Other credits not included on the preceding lines (See instructions)	(15)	00

Taxes Paid to Foreign Countries and the United States, its Territories and Possessions						
Part IV	Name of the country, territory or possession	<i>Foreign Country, Territory or Possession of the United States</i>			United States	Total
		A	B	C		
		1. Net income from sources within the country, territory or possession	(1)	00		
2. Tax paid during the year	(2)	00	00	00	00	

Breakdown of the Purchase of Tax Credits			
Check the box corresponding to the act (or acts) under which you acquired the credit and enter the amount:			
Part V	1. <input type="checkbox"/> Tourism Development	(1)	00
	2. <input type="checkbox"/> Solid Waste Disposal	(2)	00
	3. <input type="checkbox"/> Capital Investment Fund	(3)	00
	4. <input type="checkbox"/> Theatrical District of Santurce	(4)	00
	5. <input type="checkbox"/> Film Industry Development	(5)	00
	6. <input type="checkbox"/> Housing Infrastructure	(6)	00
	7. <input type="checkbox"/> Construction or Rehabilitation of Rental Housing Projects for Low or Moderate Income Families	(7)	00
	8. <input type="checkbox"/> Acquisition of an Exempt Business that is in the Process of Closing its Operations in Puerto Rico	(8)	00
	9. <input type="checkbox"/> Conservation Easement	(9)	00
	10. <input type="checkbox"/> Revitalization of Urban Centers	(10)	00
	11. <input type="checkbox"/> Economic Incentives (Research and Development)	(11)	00
	12. <input type="checkbox"/> Economic Incentives (Strategic Projects)	(12)	00
	13. <input type="checkbox"/> Economic Incentives (Industrial Investment)	(13)	00
	14. <input type="checkbox"/> Green Energy Incentives (Research and Development)	(14)	00
	15. <input type="checkbox"/> Other:	(15)	00
	16. Total credit for the purchase of tax credits (Same as Part III, line 4)	(16)	00

Charitable Contributions					
Part VI	Name and address of institutions to which payment was made	Employer Identification Number	Nature of the Organization	Amount	
					00
					00
					00
					00
					00
					00
	1. Total (Transfer to Part II, line 2A) (1)				00
Medical Expenses (includes the purchase of technological assistance equipment and the amount paid in the purchase of medicines through medical prescription)					
Part VII	Name and address of institutions to which payment was made	Employer Identification Number	Amount		
				00	
				00	
				00	
				00	
				00	
1. Total (Transfer to Part II, line 2B) (1)				00	
Home Mortgage Interest on Qualified Residential Property Located in Puerto Rico					
Part VIII	Name and address of institutions to which payment was made	Employer Identification Number	Amount Paid		
				00	
				00	
				00	
				00	
1. Total (Transfer to Part II, line 2C) (1)				00	
Casualty Loss on Real Property that Constitutes the Grantor's Principal Residence					
Part IX	1. Total (Transfer to Part II, line 2D) (1)				00
	Loss of Personal Property as a Result of Certain Casualties				
Part X	1. Total (Transfer to Part II, line 2E) (1)				00
	Contributions to the Trust by the Grantors				
Part XI	Trustee's name	Trustee's address	Social Security Number	Share percentage in the Corpus of the Trust	Amount contributed to the Trust during the year
					00
					00
					00
					00
Distributions to Beneficiaries					
Part XII	Beneficiaries' Share			Column A	Column B
	Beneficiary's name and address	Social Security Number	Relationship	Amount paid or set apart	Share in the income tax withheld at source
				00	00
				00	00
				00	00
				00	00
				00	00
Deduction for Initial Investment in a Private Equity Fund or Private Equity Fund Puerto Rico (Act 185-2014, as amended)					
Part XIII	1. Initial investment deduction amount (See instructions) (1)				00



Rev. 02.17

Government of Puerto Rico
Department of the Treasury

REVOCABLE TRUST OR GRANTOR TRUST INFORMATIVE INCOME TAX RETURN

FORM 480.80(F)

GENERAL INSTRUCTIONS

WHO MUST FILE THIS RETURN?

Every revocable trust or grantor trust subject to the provisions of Sections 1083.05 and 1083.06 respectively, of the Puerto Rico Internal Revenue Code of 2011, as amended (Code), must file a return to inform the income received during the corresponding taxable year.

For purposes of this return, the term “grantor trust” includes a trust created under the Puerto Rico laws that, for purposes of the Federal Internal Revenue Code of 1986, as amended (IRC), is treated as a grantor trust at the federal level.

WHEN AND WHERE THE RETURN MUST BE FILED?

This return must be filed not later than the 15th day of the third month following the closing of the trust’s taxable year. For example, a revocable trust or a grantor trust which accounting year is a calendar year (ending on December 31, 2016) must file the return not later than March 15, 2017.

The return must be filed in the Department of the Treasury, Returns Processing Bureau, located at 10 Paseo Covadonga, Intendente Ramirez Building in Old San Juan, or mailed to the following address:

DEPARTMENT OF THE TREASURY
PO BOX 9022501
SAN JUAN PR 00902-2501

It may also be hand-delivered at the Internal Revenue Collections Office of your municipality.

AUTOMATIC EXTENSION OF TIME TO FILE THE RETURN

A three (3) month automatic extension of time to file the return will be granted if it is requested not later than the due date to file the return. This will be done using Form AS 2644.

An extension of time to file the return does not extend the time for the payment of the tax corresponding to the share of the trustee in the income of the trust.

COLUMN OF CENTS

While completing the return, the column of cents will not be used. That way we can expedite its processing. **It is important to remind you that it is not about rounding off, but eliminating the cents. See the following example:**

\$480.90 = \$480

\$475.25 = \$475

TAXPAYER’S ASSISTANCE

For additional information on the technical content of this pamphlet or to clarify any doubts, please call **(787) 722-0216**.

SCHEDULES THAT COMPLEMENT THE REVOCABLE TRUST OR GRANTOR TRUST INFORMATIVE INCOME TAX RETURN

The following schedules with their respective instructions are available in our website at: www.hacienda.pr.gov.

Schedule B Individual - Recapture of Credits Claimed in Excess, Tax Credits and Other Payments and Withholdings

Schedule C Individual - Credit for Taxes Paid to Foreign Countries, the United States, its Territories and Possessions

Schedule D Individual - Capital Assets Gains and Losses, Total Distributions from Qualified Pension Plans and Variable Annuity Contracts

Schedule F Individual - Other Income

Schedule FF Individual - Interests, Dividends and Miscellaneous Income

Schedule IE Individual - Excluded and Exempt Income

Schedule K Individual - Industry or Business Income

Schedule L Individual - Farming Income

Schedule M Individual - Professions and Commissions Income

Schedule N Individual - Rental Income

Schedules Q and Q1 - Investment Funds

Schedule R Individual - Partnerships, Special Partnerships and Corporations of Individuals

Schedule R1 Individual - Partnership, Special Partnership and Corporations of Individual (Complementary)

INFORMATIVE RETURN

Every revocable trust or grantor trust must complete to each grantor a Revocable Trust or Grantor Trust Informative Return (Form 480.60 F) and report the distributable share of every grantor on the income and expenses, gains or losses and credits generated by the trust during the taxable year. Copy of these informative returns must be included with the filing of Form 480.80(F).

INSTRUCTIONS TO COMPLETE THE RETURN

HEADING OF THE RETURN

If the taxable year of the trust is a calendar year, there is no need to enter the date on which the taxable year begins and ends, only the corresponding year. Otherwise, if it is a fiscal year, you must enter the date on which the taxable year begins and ends in the space provided in the trust return.

Enter in the corresponding space the name, address and employer identification number of the trust. **Your employer identification number is required to process the return.**

Fill in the corresponding oval to indicate if you are filing the first or the last return. Enter in the corresponding box the date and place the trust was created. Complete the information requested and include the corresponding documents.

If the trust is engaged in a trade or business, enter in the corresponding box the merchant's registration number. Also, indicate if you derived income subject to any tax incentive act and enter the number of the Act that grants you the benefit.

Enter in the corresponding box the amount of Forms 480.60 F (Informative Return - Revocable Trust or Grantor Trust) included with the return. A copy of Forms 480.60 F provided to each one of the trustees must be included with this return.

CHANGE OF ADDRESS

If you notify a change of address at the moment of filing the return, fill in the applicable oval and write the new address clearly and legibly in the space provided for this purpose in the return's heading. On the other hand, if you change your address at any other moment during the year, you must inform it using Form SC 2898 (Change of Address). This form is available in our website: www.hacienda.pr.gov.

PART I – QUESTIONNAIRE

Line 1- Type of trust

Fill in the corresponding oval to indicate if it is a revocable trust or a grantor trust.

Line 2- Indicate the accounting method used by the trust

Fill in the corresponding oval to indicate the accounting method used by the trust.

Line 3- Indicate the name and address of the trustee

Enter the name and address of the trustee or trustees.

PART II – ATTRIBUTABLE ITEMS PER CATEGORY

Enter the amount derived for each activity and the tax withheld, if any.

Line 1 - Income (or losses)

Enter on lines 1A through 1V the total of each type of income or deductible losses, and provide detailed information for each one of them on the corresponding Schedules.

Line 1A - Total distributions from qualified retirement plans

Enter the lump-sum distributions received by the trust during the year, as reported on line 24, Part IV of Schedule D Individual.

Line 1B - Gain (or loss) from sale or exchange of short-term capital assets

Enter the net gain or loss derived from the sale or exchange of capital assets held by the trust for one year or less, as determined on line 7, Part I of Schedule D Individual.

Line 1C - Gain (or loss) from sale or exchange of long-term capital assets

Enter in line 1C the net gain or loss derived from the sale or exchange of capital assets held by the trust for more than one year, as determined on line 16, Part II of Schedule D Individual.

Line 1D - Gain (or loss) from sale or exchange of long-term capital assets realized under special legislation

Enter the net gain or loss derived from the sale or exchange of long term capital assets held by the trust and realized under special legislation, as determined on lines 17 through 19, Part III of Schedule D Individual.

Line 1E - Interests on deposits from financial institutions

Enter the interest income derived from investments or deposits in cooperatives, savings associations authorized by the Federal Government or by the Government of Puerto Rico, commercial and mutual banks or in banking institutions established in Puerto Rico, as well as the 10% or 17% amount withheld, if the election was made. Determine the total interest received from financial institutions engaged in trade or business in Puerto Rico adding the total of line 1 of Columns B, C, D and E, Part I of Schedule FF Individual and subtracting only the total of expenses incurred to generate such income as reported in Columns B, C, D and E of line 2, Part I of Schedule FF Individual.

Line 1F – Other interests subject to withholding

Enter on this line the interest income derived from bonds, notes and other obligations that are deemed eligible interest under Section 1023.05(b) of the Code, as well as the amount withheld of 10%, if the election was made. Determine the total interest received adding the total of line 1, Column A of Schedule FF Individual and subtracting the total expenses incurred to generate such income as reported on line 2, Column A, Part I of Schedule FF Individual.

Line 1G - Other interests subject to withholding of ____ %

Enter on this line the income from taxable interest received or credited that were subject to a fixed special tax rate not itemized previously, as reported on line 4 of Column F, Part I of Schedule FF Individual, along with the corresponding tax withheld. Specify the applicable corresponding rate in the space provided for it.

Line 1H - Other interests not subject to withholding

Enter the total taxable interest received or credited from deposits, certificates of deposit, current accounts held in any commercial bank or cooperatives and associations held in any commercial bank or financial institution located outside of Puerto Rico, as reported on line 4 of Column G, Part I of Schedule FF Individual.

Line 1I - Eligible distributions of dividends from corporations

The grantors or settlors may claim separately in their returns the dividends received by the trust from eligible dividend distributions, as defined in Section 1023.06 of the Code, according to the share in the trust, along with the portion of the tax withheld.

Enter on this line the total distribution of eligible dividends received by the trust that were subject to the 15% tax rate according to provisions of Section 1023.06 of the Code, as reported on line 3, Column A, Part II of Schedule FF Individual, along with the 15% of tax withheld.

Line 1J - Distributions of dividends subject to withholding of ___%

Enter on this line the total distribution of dividends, made under the provisions of special legislation that provides a preferential rate different to 15%, received by the trust, as reported on line 3, Columns B and C, Part II of Schedule FF Individual, along with the corresponding tax withheld.

Line 1K - Other dividends

Enter the total net dividends received from any foreign corporation not engaged in trade or business in Puerto Rico, or which income is substantially from sources outside of Puerto Rico, as determined on line 3, Column D, Part II of Schedule FF Individual.

Line 1L - Other income

Enter the total other income received by the trust not itemized in any part of the return. Use Part V of Schedule F Individual or Part III, Schedule FF Individual, as applicable, to inform such income (See instructions of Schedule F and Schedule FF Individual).

Lines 1M through 1P - Gain (or loss) from industry or business or from an activity for the production of income

If you received income from a trade or business or an activity for the production of income, use the applicable Schedule:

- Line 1M Schedule K Individual - to inform the industry or business income;
- Line 1N Schedule L Individual - to inform the farming income;
- Line 1O Schedule M Individual - to inform the professions and commissions income;
- Line 1P Schedule N Individual - to inform the rental income.

If such activities do not constitute your principal source of income, transfer only the gains determined on the Schedules to Part II, lines 1M through 1P, page 1 of the return. If you derived losses, enter zero on lines 1M through 1P.

In these cases that apply, you must indicate on line 1M if the income is covered under any special act that provides tax incentives and include the number of the act that grants such benefit.

Line 1Q - Dividends from Capital Investment or Tourism Fund

If you received dividends from an investment in a Capital Investment Fund or Tourism Fund, use Schedule Q1 to determine this income.

Line 1R - Net long-term capital gain (or loss) on Investment Funds

If you derived a long-term capital gain (or loss) in Capital Investment Funds, use Schedule Q1 to determine such gain or loss and transfer it to this line of the return.

Line 1S - Distributable share on profits (or loss) from pass-through entities

The trust can be a partner of a partnership or a special partnership. Subject to certain limitations, a trust can be a stockholder of a corporation of individuals.

If you received a distributable share of benefits from partnerships, special partnerships and corporations of individuals (collectively, "pass-through entities"), use Schedule R Individual to determine this income and transfer it to this line of the return. (See instructions of Schedule R Individual).

Complete Schedule R1 Individual if the trust is a partner of more than three partnerships or special partnerships or stockholder of more than three corporations of individuals. As Schedule R Individual, Schedule R1 Individual is used each year to determine the adjusted basis and the net profit on the taxpayer's share in each pass-through entity, including the loss carryover from previous years.

Line 1T - Exempt income (Schedule IE Individual)

Enter the total amount of exempt income from Schedule IE Individual, Part II, Column A, line 36. You must include with the return the duly completed Schedule IE Individual.

Line 1U - Exempt income subject to alternate basic tax (Schedule IE Individual)

Enter the total amount of exempt income from Schedule IE Individual, Part III, Column B, line 2. You must include with the return the duly completed Schedule IE Individual.

Line 1V - Adjustment for purposes of the alternate basic tax

Enter here any adjustment to the income of the trust that, at the trustee's level, is considered income subject to alternate basic tax, such as non deductible expenses for purposes of the alternate basic tax at the trustee's level.

Line 2- Deductions

Enter on lines 2A to 2E the total of each type of allowable deductions and provide detailed information on the corresponding Schedules.

Line 2A – Charitable contributions

Enter here the total amount of charitable contributions as detailed in Part VI, Page 3 of this return.

Line 2B – Medical expenses incurred and paid for the benefit of the grantor

Enter here the total amount of medical expenses as detailed in Part VII, Page 3 of this return.

Line 2C – Home mortgage interest on residential property located in Puerto Rico

Enter here the total amount of home mortgage interest as detailed in Part VIII, Page 3 of this return.

Line 2D – Casualty loss on real property that constitutes the grantor’s principal residence

Enter here the total amount of losses as detailed in Part IX, Page 3 of this return.

Line 2E – Loss of personal property as result of certain casualties

Enter here the total amount of losses as detailed in Part X, Page 3 of this return.

PART III - CREDITS

Act 40-2013 established a moratorium to certain tax credits and the essential requirement to all credit holders to inform the Secretary of the Treasury the amount of credits granted and approved as of June 30, 2013. Every taxpayer owning a tax credit must refer to the Internal Revenue Circular Letter No. 13-08 of July 22, 2013 (“CC 13-08”), that provides the information and procedures related to the tax credits affected by Act 40-2013.

Every taxpayer that wants to claim a tax credit, must submit with the return, copy of Form 480.71.1 “Informative Return for Tax Credit Holders” duly filed with the Department, as provided by CC 13-08.

Line 1 - Credit for tax withheld at source from Industrial Development dividends (Act No. 8 of 1987)

The grantors of a trust are entitled to claim, according to the percentage applicable to the distributable share in the trust, a credit as established in Section 4(a) of the Incentives Act, against the tax due for the year in which the trust receives, as an investor, a distribution from Industrial Development Income.

Enter on this line the amount of tax withheld at source to the trust on dividends from Industrial Development Income.

Line 2 – Credit for investment in Film Industry Development (Act 27-2011)

Enter on this line the amount of credit to be claimed for investment in a Film Entity engaged in a Film Project and / or Infrastructure Project under Act 27-2011.

This credit will be subject to the request and the approval by the Secretary of the Treasury of an administrative determination under Act 27-2011 and its regulations. For additional details, refer to Act 27-2011.

Line 3 - Credit attributable to losses or for investment in a Capital Investment, Tourism or other funds or direct investment

To claim this credit you must complete and submit with the return the duly completed Schedule Q and Q1, as it corresponds. Refer to the instructions of Schedules Q and Q1 regarding the granting of the credits attributable to losses in investment funds.

Line 4 - Credit for the purchase of tax credits

The grantors of a trust are entitled to claim their distributable share on tax credits acquired by the trust through the purchase, exchange or transfer from investors that generated the credits under any of the acts that grant tax credits. The trust, as the buyer of the credits, and the grantors, are subject to the limitations imposed to the investor from whom the credits were acquired with respect to the taxable years on which those credits can be considered, and the maximum amount of the credits to be claimed on each taxable year.

In order to claim this credit, the conveyor and the cessionary must submit with the income tax return in the year of the cession, a sworn statement notifying the same to the Secretary.

You must complete Part V of page 2 of the return.

Line 5 - Credit for the purchase or transmission of television programing made in P. R. (Section 1051.14)

Enter here the amount of credit for the purchase or transmission of television programming made in Puerto Rico, according to Section 1051.14 of the Code.

This credit shall be subject to the entity obtaining a Compliance Certificate issued by the Department of Economic Development, according to the provisions of Section 1051.14 of the Code and any regulations issued in this regard.

Line 6 - Credit for contributions to former governors foundations

Enter here the amount of credit to be claimed for contributions to former governors foundations equivalent to 100% of the amount contributed during the taxable year to such foundations for operating expenses and those expenses related to the purposes for which they were created and/or those charitable contributions to a Depository of Files and Relics of Former Governors and Former First Ladies of Puerto Rico constituted according to the provisions of Act 290-2000 by itself or as a whole with public or private Higher Education entities, to cover the costs of construction, operation and other necessary expenses for the true fulfillment of the purposes of Act 290-2000 and Act 302-2012. The tax credits to be granted cannot exceed \$1,000,000 in aggregate, for any tax year.

To claim this tax credit you must submit the certification issued by the recipient entity as evidence that the contribution was

made and accepted. The amount of the credit not used in the taxable year in which the contribution was made, may be carried over to subsequent taxable years, until totally used.

Line 7 - Credit for construction investment in urban centers (Act 212-2002, as amended)

Enter on this line the amount of credit for construction investment in urban centers. Every person that carries out a construction or improvement project in an urban center, as provided by law, may qualify to claim a credit against the tax.

The concession of the credit is subject to the trust's request and the approval by the Secretary of the Treasury of an administrative determination. You must submit with the return copy of the Administrative Determination issued by the Department of the Treasury.

Also, you shall include with the return for each year in which the credit is claimed, a schedule with a breakdown of the date in which the credit was granted, the taxable years for which the credit has been claimed, the expiration date, the total amount of the credit and the amounts claimed in previous years.

For additional details, refer to Act 212-2002, as amended, and the corresponding regulations.

Line 8 - Credit for merchants affected by urban centers revitalization (Act 212-2002, as amended)

Enter the amount of the Tax Credit for Merchants Affected by Urban Centers Revitalization. Every commercial entity established in the area affected by the construction of the revitalization projects in urban centers, will be entitled to claim an 8% tax credit from 50% of the gross sales generated during the construction period.

To claim this credit, you must include with the return a certification issued by the Puerto Rico Trade and Export Company in which the taxpayer is identified as a merchant affected by the construction work.

For additional details, refer to Act 212-2002, as amended, and the corresponding regulations.

Line 9 - Credit to investors who acquire an exempt business that is in the process of closing its operations in Puerto Rico (Act 109-2001)

Enter here the amount of credit for investment in an exempt business that is in the process of closing its operations in Puerto Rico. Every investor may claim an industrial investment credit equal to 50% of its eligible investment.

The credit must be claimed in two installments: the first half in the year that the eligible investment was made and the balance in subsequent years. The part of the credit not used in the taxable year may be carried over to subsequent years, until totally used.

Every investor must request an administrative determination to the Secretary of the Treasury before claiming the industrial investment credit. You must submit with the return copy of the

Administrative Determination issued by the Department of the Treasury granting the referred credit.

For additional details, refer to Act 109-2001 and the corresponding regulations.

Line 10 - Credit for purchases of products manufactured in Puerto Rico and Puerto Rican agricultural products

Enter here the amount of credit for purchase of products manufactured in Puerto Rico and Puerto Rican Agricultural products as determined in Schedule B1 Individual. For information regarding the percentage and limits of this credits, refer to instructions of Schedule B1 Individual.

Line 11 - Credit for contributions to Santa Catalina's Palace Patronage

Enter 100% of contributions made to Santa Catalina's Palace Patronage (Patronage). The tax credits to be granted cannot exceed \$2,500,000 for any taxable year.

To claim this tax credit you must submit with the return the certification issued by the Patronage evidencing that the contribution was made and accepted.

Remember that contributions to the Patronage generate a tax credit. Therefore, such contribution cannot be claimed as part of the deduction for charitable contributions.

Line 12 - Credit for the establishment of an eligible conservation easement or donation of eligible land (Act 183-2001, as amended)

Enter here the amount of credit for the establishment and donation of a conservation easement. The trust may elect for a credit equal to 50% of the value of the eligible conservation easement.

To claim this credit you must include a certification issued by the Secretary of the Treasury. For additional details, refer to Act No. 183-2001, as amended, and Internal Revenue Circular Letter No. 05-04 of March 23, 2005.

Line 13 - Credit for investment Act 73-2008

Enter on this line the amount of credit to be claimed for industrial investment under Section 6 of Act 73-2008. This amount must be equal to 50% of the eligible investment to be claimed in two or more installments: the first half in the year in which the eligible investment is completed and the balance in subsequent years.

To claim this tax credit the trust must submit with the return copy of the Administrative Determination issued by the Department of the Treasury granting the credit.

The credit not used in a taxable year may be carried over to subsequent years, until totally used.

For additional details, refer to Act 73-2008 and the corresponding regulations.

Line 14 – Credit for investment Act 83-2010

Enter on this line the amount of credit to be claimed for investment in research and development activities of green energy sources under Act 83-2010, best known as the Puerto Rico Green Energy Incentives Act.

This amount must be equal to 50% of the special eligible investment and will be claimed in two or more installments: the first half in the year in which the eligible investment is made and the balance in the subsequent years.

To claim this tax credit the trust must submit with the return copy of the certification issued by the Puerto Rico Industrial Development Company.

The credit not used in the taxable year may be carried over to subsequent years, until totally used. This credit does not generate a refund.

For additional details, refer to Act 83 -2010.

Line 15 - Other credits not included on the preceding lines

Enter on this line the total amount of other credits not included on the preceding lines. If on this line you included credits from different concepts, you must submit a schedule showing a breakdown of such credits. You must also include documents or evidence of any credit included on this line.

PART IV – TAXES PAID TO FOREIGN COUNTRIES AND THE UNITED STATES, ITS TERRITORIES AND POSSESSIONS

Enter in this part the net income from sources outside of Puerto Rico and the taxes paid outside of Puerto Rico on said net income. Use Schedule C Individual, Part I, to determine the net income derived by the trust from sources of each country, territory or possession indicated, and include in Part II of said Schedule the taxes paid or accrued to each one of these jurisdictions. Do not complete Part III of Schedule C Individual. Include Schedule C Individual with the return.

Line 1 – Net income from sources within the country, territory or possession

Enter the total amount of net income from sources outside Puerto Rico derived by the trust, as determined in Part I of Schedule C Individual.

Line 2 – Tax paid or accrued during the year

Enter the total amount of the income tax paid or accrued to the United States, its possessions or foreign countries as reported in Part II of Schedule C Individual.

PART V – BREAKDOWN OF THE PURCHASE OF TAX CREDITS

Select the box that corresponds to the act (or acts) under which you acquired the credit. Enter in the space provided the amount of the tax credit available for the taxable year.

In order to claim any of the credits included in this part, the trust must include with the return a sworn statement notifying to the Secretary of the Treasury the purchase or transfer of the credit.

PART VI – CHARITABLE CONTRIBUTIONS

Enter here the total amount or charitable contributions paid during the taxable year to a nonprofit religious, charitable, scientific, literary, educational or museological organizations, or to organizations for the prevention of cruelty or abuse of children, the elderly or disabled, or to animals, organizations for the prevention of domestic violence or hate crimes, or to organizations of war veterans in the United States or Puerto Rico. However, no part of the net earnings of any organization to which you contribute may benefit any private shareholder or individual.

You may also claim a deduction for contributions paid to:

- the Government of Puerto Rico, the United States Government, or any of its states, territories or possessions, or any political subdivision thereof, or the District of Columbia, when the contributions or donations are used exclusively for public purposes;
- university level accredited educational institutions established in Puerto Rico;
- the José Jaime Pierluisi Foundation;
- the Fund for the Financing of Cultural Affairs of Puerto Rico;
- the Puerto Rico Communitarian Foundation;
- the Corporation of the Symphonic Orchestra of Puerto Rico;
- the Fund for Services Against Remediable Catastrophic Illnesses.

The Secretary will publish a list of nonprofit entities qualified to receive the contributions.

The contributions made to a municipality that conducts an activity or event of historic or cultural value, as certified by the Institute of Puerto Rican Culture or the Cultural Center of each municipality, or that makes possible the realization of any cultural or historic work, may be claimed as donations, when the contributed amount is \$50,000 or more, and is made in connection with the celebration of the centennial foundation of the municipalities. The total of said contributions is not subject to the limitations provided by the Code. If this type of contributions are included on this line, you must submit a schedule itemizing those contributions.

Enter the name, address, employer identification number and nature of the nonprofit entity to whom the contribution and amount paid was made. Transfer the total of charitable contributions to line 2A of Part II, Page 1 of the return.

PART VII – MEDICAL EXPENSES INCURRED AND PAID TO THE BENEFIT OF THE GRANTOR

Enter the total medical expenses paid by the trust to the benefit of the grantor or beneficiary that were not compensated by

insurance or in any other form. Medical expenses are:

- 1) professional services rendered by physicians, dentists, radiologists, clinical pathologists, surgeons, nurses or hospitals, within or outside Puerto Rico;
- 2) health or accident insurance premiums;
- 3) medicines for human consumption, destined to be used in the diagnosis, cure, mitigation, treatment or prevention of illnesses, that were acquired solely and exclusively by medical prescription, if they have been prescribed by a doctor authorized to practice the medical profession in Puerto Rico and were dispatched by a pharmacist licensed in Puerto Rico; and
- 4) expenses incurred in the acquisition of any technological assistance equipment for persons with disabilities, specialized treatments or chronic illnesses.

For purposes of this deduction, the term "technological assistance equipment" means: any object, equipment or system part, purchased by the consumer, or provided by any agency or governmental dependency, that is original, modified or adapted, and that is used to maintain, increase or improve the capability of persons with disabilities. This includes but is not limited to: wheelchairs, motorized wheelchairs, motorized equipment used for mobility, adapted computers, electronic communication equipment, adapted computer programs, mechanic equipment used to read, hearing aids, among others.

You must keep for your records the invoice or receipt that indicates the cost of the equipment and a medical certificate that indicates that the equipment is necessary for the condition or illness of the patient, and copy of the canceled or substitute checks, or receipts evidencing the payments made for medical assistance.

PART VIII – HOME MORTGAGE INTEREST ON QUALIFIED RESIDENTIAL PROPERTY LOCATED IN PUERTO RICO

Enter the amount of home mortgage interest paid to acquire, refinance, improve or construct a property that constitutes a qualified residence.

Qualified residence means:

- 1) the principal residence of the taxpayer;
- 2) a second residence located in Puerto Rico and used by the taxpayer, or by any other person that has an interest in that property or by any member of his/her family, as a residence for a number of days that exceeds the larger of:
 - a. 14 days, or
 - b. 10% of the number of days during the taxable year in which the property has been rented at the prevailing rental market value.

Interest payments attributable to any portion of the mortgage debt in excess of the residence fair market value are not deductible.

A participant trust of a housing cooperative association may deduct payments representing home mortgage interest.

If you use a personal loan to acquire, construct or improve a qualified residence, which is not accepted by a mortgage institution as a mortgage guarantee or equity, you must keep for your records a copy of the property tax exemption application or of the appraised revision of the property.

Also, loan origination fees (Points) paid directly by the borrower and loan discounts (Points) paid directly by the borrower, will be admitted as home mortgage interest deduction for the year in which they were incurred, as long as the following requirements are met:

- 1) they are reported on the Informative Return – Mortgage Interest (Form 480.7A),
- 2) they are paid to acquire the principal residence,
- 3) they are paid by the taxpayer; if they are financed through the mortgage loan, they will be deductible throughout the term of the loan, and
- 4) you must keep for your records a copy of the cancelled or substitute check.

The loan origination fees and loan discounts financed through a home mortgage loan will be deductible throughout the term of the loan. The deduction that you may claim will be the apportioned amount paid during the term of the loan.

PART IX – CASUALTY LOSS ON REAL PROPERTY THAT CONSTITUTES THE GRANTOR'S PRINCIPAL RESIDENCE

Enter the **losses with respect to real property used as the principal residence of the grantor**, occurred during the taxable year, not compensated by insurance or in any other form. Such losses must be **caused by hurricane, earthquake, storm, tropical depression, floods, fire or other casualties**.

You must keep for your records a certification stating the amount of the loss and the type of damage suffered.

Also, you must keep for your records a certification from the Civil Defense or Fire Department if the loss was from fire, and any other documents, public deeds or appraisals which reflect the value of the property subject to the loss.

If after claiming the deduction, the trust receives any compensation from an insurance company or from a local or federal agency, you must include on the return the total amount received as part of the trust's gross income.

PART X – LOSS OF PERSONAL PROPERTY AS A RESULT OF CERTAIN CASUALTIES

Enter the losses suffered by the trust, with respect to automobiles, furniture, fixtures and other household goods (excluding the value of jewelry and cash), not compensated by an insurance or in any other form, occurred during the

taxable year due to earthquakes, hurricanes, storms, tropical depressions and floods. The deduction is limited to \$5,000 for the year in which the loss was incurred.

In order to be entitled to this deduction, the affected area must be declared as a disaster area by the Governor of Puerto Rico, and you must have claimed at the appropriate place within the time limit to do so, the benefits from the assistance programs approved for disaster events.

You must keep for your records copy of the approved claim filed stating the damages suffered.

PART XI – CONTRIBUTIONS TO THE TRUST BY THE GRANTOR

Enter the name, address, social security number and contributions made by each grantor during the taxable year. You must also indicate the percentage share of each one of the grantors in the total assets or corpus of the trust.

PART XII – DISTRIBUTIONS TO BENEFICIARIES

Enter in this part the name, address, social security number and relationship of the beneficiaries of the trust. In Column A of this Part XII you must enter the total amount distributed or paid, during the taxable year, to each beneficiary. If income tax was withheld at source on the amount distributed, indicate such amount withheld in Column B of this Part XII.

PART XIII- DEDUCTION FOR INITIAL INVESTMENT IN A PRIVATE EQUITY FUND OR PUERTO RICO PRIVATE EQUITY FUND (ACT 185-2014, AS AMENDED)

A trust that, pursuant to Act 185-2014, as amended, is considered an accredited investor, may claim a deduction for its initial investment in a private equity fund (PEF) or in a Puerto Rico private equity fund (PEF-PR). For these purposes, the trust will be considered as an accredited investor if at the moment of the initial investment in a PEF or PEF-PR is a trust with total assets of more than five millions dollars (\$5,000,000), that was not organized or created to purchase publicly traded securities and where a sophisticated person makes the purchase.

The amount allowable as deduction will be as follows:

- If the initial investment was made in a PEF, the maximum deduction amount will be 30% of the initial investment provided that such amount will not exceed 15% of the net income before the deduction; or
- If the initial investment was made in a PEF-PR, the maximum deduction amount will be 60% of the initial investment provided that such amount will not exceed 30% of the net income before the deduction.

The amount of the deduction not claimed in the first year may be carried forward for a maximum period of 10 years if the investment was made in a PEF and 15 years if the investment was made in a PEF-PR. For additional details, refer to Act 185-2014, as amended.

To claim this deduction, the trust must include with the return an official certification issued by the PEF or PEF-PR, printed with the fund's letterhead and signed by a managing partner or principal officer, with the following information:

- Name and employer identification number of the PEF or PEF-PR;
- If the fund is PEF or PEF-PR;
- Name and employer identification number or social security number of the resident investor for which the certification is issued; and
- The amount of the capital committed as initial investment that was contributed during the taxable year by the resident investor for which the certification is issued, including any amount that has been contributed after the end of the taxable year but before the resident investor files the income tax return for such taxable year.

The trust must also include with the return a schedule including the allowable deduction for the initial investment and the amount of the attributable share to each grantor of this deduction.

The trust must also provide to the grantor, along with the Revocable Trust or Grantor Trust Informative Return (Form 480.60F), a letter that certifies the attributable share in the amount that corresponds to this deduction and evidence of the contribution, so that the grantors may claim this deduction on its income tax return.

SIGNATURE AND OATH OF THE RETURN

This Revocable Trust or Grantor Trust Informative Income Tax Return must be signed and sworn by the trustee or agent of the trust.

SIGNATURE OF THE RETURN BY THE SPECIALISTS

The Tax Return Specialist must declare under penalty of perjury that he/she examined the return, and to the best of his/her knowledge and belief the return is correct and complete.

If the return is prepared by an accounting firm duly registered as a specialist, it must include the registration number and be signed by the authorized person.

Indicate if you paid for the preparation of the return and make sure that the specialist signs the return and includes his/her specialist registration number. THE CODE PROVIDES CIVIL AND CRIMINAL SANCTIONS TO THOSE SPECIALISTS WHO FAIL TO SUBMIT THIS INFORMATION OR WHO DO NOT MEET ANY OTHER REQUIREMENTS ESTABLISHED BY THE CODE.