

**NATIONAL EQUITY FUND, INC.
EXIT TAX ANALYSIS - WORKSHEET 2**

Fill in the chart below using the most recent Limited Partnership tax return, Form 1065, Schedule K -1. Locate the Limited Partner's capital account balance in Box N. Use the information provided for taxable losses in Box N to extrapolate for the remaining number of years from the year of the Tax Return to estimate what the Limited Partner's capital account is likely to be at the time of sale.

<i>Label / Operation</i>	<i>Information Needed</i>	<i>Enter Information: Complete Indicated Operation from Label / Operation Column</i>
(a)	Year of Most Recent Completed Tax Return.	
(b)	Limited Partner's Capital Account Balance Shown in Most Recent Tax Return - Box N (If shown as Negative number, enter as Negative number).	\$
(c)	Capital contributed during the year - Box N	\$
(d)	Taxable losses for Year - Box N Show as negative number.	\$
(e)	Number of Years Until Sale.	
(f) = (d) * (e)	Total Additional Projected Losses. Show as Negative Number.	\$
(g) = f (b) + (c) + (d)	Projected Limited Partner Capital Account at Sale. If this box is a positive number, do not complete (g) .	\$
(h) = (g) * .35 * 1.35 * -1	Tax on Sale - Only if (f) is a Negative Number; Tax is expressed as a positive number.	\$