



**Part III Farm Income—Accrual Method**

**Do not include sales of livestock held for draft, breeding, sport, or dairy purposes; report these sales on Form 4797 and do not include this livestock on line 47 below.**

39	Sales of livestock, produce, grains, and other products during the year . . . . .			39		
40a	Total cooperative distributions (Form(s) 1099-PATR) .	40a		40b	Taxable amount.	40b
41a	Agricultural program payments (see instructions) .	41a		41b	Taxable amount.	41b
42	Commodity Credit Corporation (CCC) loans:					
a	CCC loans reported under election (see instructions) . . . . .			42a		
b	CCC loans forfeited or repaid with certificates .	42b		42c	Taxable amount.	42c
43	Crop insurance proceeds . . . . .			43		
44	Custom hire (machine work) income . . . . .			44		
45	Other income, including Federal and state gasoline or fuel tax credit or refund (see instructions) . . . . .			45		
46	Add amounts in the right column for lines 39 through 45. . . . .			46		
47	Inventory of livestock, produce, grains, and other products at beginning of the year . . . . .	47				
48	Cost of livestock, produce, grains, and other products purchased during the year . . . . .	48				
49	Add lines 47 and 48. . . . .	49				
50	Inventory of livestock, produce, grains, and other products at end of year . . . . .	50				
51	Cost of livestock, produce, grains, and other products sold. Subtract line 50 from line 49* . . . . .			51		
52	Subtract line 51 from line 46. Enter the result here and on page 1, line 11. This is your <b>gross income</b> . ▶			52		

\*If you use the unit-livestock-price method or the farm-price method of valuing inventory and the amount on line 50 is larger than the amount on line 49, subtract line 49 from line 50. Enter the result on line 51. Add lines 46 and 51. Enter the total on line 52.

**Part IV Principal Agricultural Activity Codes**

Select one of the following codes and write the 3-digit number on page 1, line B. **(Note: If your principal source of income is from providing agricultural services such as soil preparation, veterinary, farm labor, horticultural, or management for a fee or on a contract basis, you should file Schedule C (Form 1040), Profit or Loss From Business.)**

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|-----|---|-----|--|
| 120 | <b>Field crop</b> , including grains and nongrains such as cotton, peanuts, feed corn, wheat, tobacco, Irish potatoes, etc. | 211 | <b>Beefcattle feedlots</b>   |
| 160 | <b>Vegetables and melons</b> , garden-type vegetables and melons, such as sweet corn, tomatoes, squash, etc.                | 212 | <b>Beefcattle</b> , except feedlots  |
| 170 | <b>Fruit and tree nuts</b> , including grapes, berries, olives, etc.  | 215 | <b>Hogs, sheep, and goats</b>  |
| 180 | <b>Ornamental floriculture and nursery products</b>   | 240 | <b>Dairy</b>   |
| 185 | <b>Food crops grown under cover</b> , including hydroponic crops  | 250 | <b>Poultry and eggs</b> , including chickens, ducks, pigeons, quail, etc.  |
|     |   | 260 | <b>General livestock</b> , not specializing in any one livestock category  |
|     |   | 270 | <b>Animal specialty</b> , including fur-bearing animals, pets, horses, etc.  |
|     |   | 280 | <b>Animal aquaculture</b> , including fish, shellfish, mollusks, frogs, etc., produced within confined space                     |
|     |   | 290 | <b>Forest products</b> , including forest nurseries and seed gathering, extraction of pine gum, and gathering of forest products |
|     |   | 300 | <b>Agricultural production</b> , not specified   |