

CLIENT 75005

SCHMIDT, BETTENCOURT & MEDEIROS, LLP
865 GEER ROAD
TURLOCK, CA 95380
(209) 668-4857

August 28, 2012

HENRY J. TOSTA, JR. FAMILY, L.P.



Dear Client:

Your 2011 Federal Partnership Income Tax return will be electronically filed with the Internal Revenue Service upon receipt of a signed Form 8879PE - IRS e-file Signature Authorization. No tax is payable with the filing of this return.

Enclosed is your 2011 California Partnership Return of Income. The original should be signed at the bottom of page one. No tax is payable with the filing of this return. Mail the California return on or before October 15, 2012 to:

FRANCHISE TAX BOARD
P.O. BOX 942857
SACRAMENTO, CA 94257-0600

You must distribute a copy of the 2011 Schedule K-1 to each partner, if applicable. Be sure to give each partner a copy of the Partner's Instructions for Schedule K-1.

Sincerely,

MICHAEL F. SCHMIDT, C.P.A.

U.S. Return of Partnership Income For calendar year 2011, or tax year beginning ending 2011, ending 20 See separate instructions.

2011

A Principal business activity: FARMING
B Principal product or service: MILK & GRAINS
C Business code number: 112120

Print or type: HENRY J. TOSTA, JR. FAMILY, L.P.

D Employer identification number
E Date business started: 12/31/2006
F Total assets (see instrs): \$ 6,109,804.

G Check applicable boxes: (1) Initial return (2) Final return (3) Name change (4) Address change (5) Amended return
H Check accounting method: (1) X Cash (2) Accrual (3) Other (specify)
I Number of Schedules K-1: 3
J Check if Schedules C and M-3 are attached

Caution. Include only trade or business income and expenses on lines 1a through 22 below. See the instructions for more information.

Table with 22 rows and 3 columns. Rows include: 1a Merchant card and third-party payments, 1b Gross receipts or sales, 1c Total, 1d Returns and allowances, 1e Subtract line 1d from line 1c, 2 Cost of goods sold, 3 Gross profit, 4 Ordinary income, 5 Net farm profit, 6 Net gain, 7 Other income, 8 Total income (loss), 9 Salaries and wages, 10 Guaranteed payments, 11 Repairs and maintenance, 12 Bad debts, 13 Rent, 14 Taxes and licenses, 15 Interest, 16a Depreciation, 16b Less depreciation, 16c, 17 Depletion, 18 Retirement plans, 19 Employee benefit programs, 20 Other deductions, 21 Total deductions, 22 Ordinary business income (loss).

Sign Here: Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than general partner or limited liability company member manager) is based on all information of which preparer has any knowledge. Signature of general partner or limited liability company member manager Date

Paid Preparer Use Only: Print/Type preparer's name: MICHAEL F. SCHMIDT, C.P.A. Preparer's signature Date Check self-employed if PTN P00046136 Firm's name: SCHMIDT, BETTENCOURT & MEDEIROS, LLP Firm's EIN: 77-0457760 Firm's address: 865 GEER ROAD TURLOCK, CA 95380 Phone no. (209) 668-4857

	Yes	No
5 Did the partnership file Form 8893, Election of Partnership Level Tax Treatment, or an election statement under section 6231(a)(1)(B)(ii) for partnership-level tax treatment, that is in effect for this tax year? See Form 8893 for more details		X
6 Does this partnership satisfy all four of the following conditions? a The partnership's total receipts for the tax year were less than \$250,000. b The partnership's total assets at the end of the tax year were less than \$1 million. c Schedules K-1 are filed with the return and furnished to the partners on or before the due date (including extensions) for the partnership return. d The partnership is not filing and is not required to file Schedule M-3 If 'Yes,' the partnership is not required to complete Schedules L, M-1, and M-2; Item F on page 1 of Form 1065; or Item L on Schedule K-1.		X
7 Is this partnership a publicly traded partnership as defined in section 469(k)(2)?		X
8 During the tax year, did the partnership have any debt that was cancelled, was forgiven, or had the terms modified so as to reduce the principal amount of the debt?		X
9 Has this partnership filed, or is it required to file, Form 8918, Material Advisor Disclosure Statement, to provide information on any reportable transaction?		X
10 At any time during calendar year 2011, did the partnership have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? See the instructions for exceptions and filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts. If 'Yes,' enter the name of the foreign country.		X
11 At any time during the tax year, did the partnership receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If 'Yes,' the partnership may have to file Form 3520, Annual Return To Report Transactions With Foreign Trusts and Receipt of Certain Foreign Gifts. See instructions.		X
12a Is the partnership making, or had it previously made (and not revoked), a section 754 election? See instructions for details regarding section 754 election.		X
b Did the partnership make for this tax year an optional basis adjustment under section 743(b) or 734(b)? If 'Yes,' attach a statement showing the computation and allocation of the basis adjustment. See instructions.		X
c Is the partnership required to adjust the basis of partnership assets under section 743(b) or 734(b) because of a substantial built-in loss (as defined under section 743(d)) or substantial basis reduction (as defined under section 734(d))? If 'Yes,' attach a statement showing the computation and allocation of the basis adjustment. See instructions		X
13 Check this box if, during the current or prior tax year, the partnership distributed any property received in a like-kind exchange or contributed such property to another entity (other than disregarded entities wholly-owned by the partnership throughout the tax year) <input type="checkbox"/>		
14 At any time during the tax year, did the partnership distribute to any partner a tenancy-in-common or other undivided interest in a partnership property?		X
15 If the partnership is required to file Form 8858, Information Return of U.S. Persons With Respect To Foreign Disregarded Entities, enter the number of Forms 8858 attached. See instructions		
16 Does the partnership have any foreign partners? If 'Yes,' enter the number of Forms 8805, Foreign Partner's Information Statement of Section 1446 Withholding Tax, filed for this partnership.		X
17 Enter the number of Forms 8865, Return of U.S. Persons With Respect to Certain Foreign Partnerships, attached to this return		
18a Did you make any payments in 2011 that would require you to file Form(s) 1099? See instructions.	X	
b If 'Yes,' did you or will you file all required Form(s) 1099?	X	
19 Enter the number of Form(s) 5471, Information Return of U.S. Persons With Respect To Certain Foreign Corporations, attached to this return.		

Designation of Tax Matters Partner (see the instructions)

Enter below the general partner designated as the tax matters partner (TMP) for the tax year of this return:

Name of designated TMP	▶ HENRY J. TOSTA	Identifying number of TMP	▶ [REDACTED]
If the TMP is an entity, name of TMP representative	▶ [REDACTED]	Phone number of TMP	▶ [REDACTED]
Address of designated TMP	▶ [REDACTED]		

Schedule K Partners' Distributive Share Items		Total amount	
Income (Loss)	1 Ordinary business income (loss) (page 1, line 22)	1	-331,837.
	2 Net rental real estate income (loss) (attach Form 8825)	2	-21,239.
	3a Other gross rental income (loss)	3a	
	b Expenses from other rental activities (attach stmt)	3b	
	c Other net rental income (loss). Subtract line 3b from line 3a	3c	
	4 Guaranteed payments	4	
	5 Interest income	5	
	6 Dividends: a Ordinary dividends	6a	
	b Qualified dividends	6b	
	7 Royalties	7	
	8 Net short-term capital gain (loss) (attach Schedule D (Form 1065))	8	
9a Net long-term capital gain (loss) (attach Schedule D (Form 1065))	9a		
b Collectibles (28%) gain (loss)	9b		
c Unrecaptured section 1250 gain (attach statement)	9c		
10 Net section 1231 gain (loss) (attach Form 4797)	10	185,660.	
11 Other income (loss) (see instructions) Type ▶	11		
Deductions	12 Section 179 deduction (attach Form 4562)	12	
	13a Contributions SEE STATEMENT 1	13a	350.
	b Investment interest expense	13b	
	c Section 59(e)(2) expenditures: (1) Type ▶ (2) Amount ▶	13c (2)	
d Other deductions (see instructions) Type ▶	13d		
Self-Employment	14a Net earnings (loss) from self-employment	14a	-3,318.
	b Gross farming or fishing income	14b	3,633,289.
	c Gross nonfarm income	14c	
Credits	15a Low-income housing credit (section 42(j)(5))	15a	
	b Low-income housing credit (other)	15b	
	c Qualified rehabilitation expenditures (rental real estate) (attach Form 3468)	15c	
	d Other rental real estate credits (see instructions) Type ▶	15d	
	e Other rental credits (see instructions) Type ▶	15e	
	f Other credits (see instructions) Type ▶	15f	
Foreign Transactions	16a Name of country or U.S. possession ▶		
	b Gross income from all sources	16b	
	c Gross income sourced at partner level	16c	
	Foreign gross income sourced at partnership level		
	d Passive category ▶ e General category ▶ f Other ▶	16f	
	Deductions allocated and apportioned at partner level		
	g Interest expense ▶ h Other ▶	16h	
	Deductions allocated and apportioned at partnership level to foreign source income		
	i Passive category ▶ j General category ▶ k Other ▶	16k	
l Total foreign taxes (check one): ▶ Paid <input type="checkbox"/> Accrued <input type="checkbox"/>	16l		
m Reduction in taxes available for credit (attach statement)	16m		
n Other foreign tax information (attach statement)			
Alternative Minimum Tax (AMT) Items	17a Post-1986 depreciation adjustment	17a	2,363.
	b Adjusted gain or loss	17b	
	c Depletion (other than oil and gas)	17c	
	d Oil, gas, and geothermal properties — gross income	17d	
	e Oil, gas, and geothermal properties — deductions	17e	
	f Other AMT items (attach stmt)	17f	
Other Information	18a Tax-exempt interest income	18a	
	b Other tax-exempt income	18b	
	c Nondeductible expenses	18c	
	19a Distributions of cash and marketable securities	19a	20,730.
	b Distributions of other property	19b	
	20a Investment income	20a	
b Investment expenses	20b		
c Other items and amounts (attach stmt) SEE STATEMENT 2			

Analysis of Net Income (Loss)

1	Net income (loss). Combine Schedule K, lines 1 through 11. From the result, subtract the sum of Schedule K, lines 12 through 13d, and 16l.					1	-167,766.
2	Analysis by partner type:						
	(i) Corporate	(ii) Individual (active)	(iii) Individual (passive)	(iv) Partnership	(v) Exempt organization	(vi) Nominee/Other	
a	General partners		-1,676.				
b	Limited partners					-166,090.	

Schedule L	Balance Sheets per Books	Beginning of tax year		End of tax year	
		(a)	(b)	(c)	(d)
Assets					
1	Cash		91,249.		102,893.
2a	Trade notes and accounts receivable				
b	Less allowance for bad debts				
3	Inventories				
4	U.S. government obligations				
5	Tax-exempt securities				
6	Other current assets (attach stmt)				
7a	Loans to partners (or persons related to partners)				
b	Mortgage and real estate loans				
8	Other investments (attach stmt)				
9a	Buildings and other depreciable assets	5,773,574.		5,786,315.	
b	Less accumulated depreciation	3,734,954.	2,038,620.	3,851,277.	1,935,038.
10a	Depletable assets				
b	Less accumulated depletion				
11	Land (net of any amortization)		3,591,282.		3,591,282.
12a	Intangible assets (amortizable only)	41,643.		41,643.	
b	Less accumulated amortization	4,687.	36,956.	6,232.	35,411.
13	Other assets (attach stmt) SEE ST. 3.		400,116.		445,180.
14	Total assets		6,158,223.		6,109,804.
Liabilities and Capital					
15	Accounts payable				
16	Mortgages, notes, bonds payable in less than 1 year		1,043,875.		1,341,279.
17	Other current liabilities (attach stmt) SEE ST. 4.		64,327.		41,483.
18	All nonrecourse loans				
19a	Loans from partners (or persons related to partners)				
b	Mortgages, notes, bonds payable in 1 year or more		3,799,126.		3,664,643.
20	Other liabilities (attach stmt)				
21	Partners' capital accounts		1,250,895.		1,062,399.
22	Total liabilities and capital		6,158,223.		6,109,804.

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return

Note. Schedule M-3 may be required instead of Schedule M-1 (see instructions).

1	Net income (loss) per books	-167,766.	6	Income recorded on books this year not included on Schedule K, lines 1 through 11 (itemize):	
2	Income included on Schedule K, lines 1, 2, 3c, 5, 6a, 7, 8, 9a, 10, and 11, not recorded on books this year (itemize):		a	Tax-exempt interest	\$ _____
3	Guaranteed pmts (other than health insurance)		7	Deductions included on Schedule K, lines 1 through 13d, and 16l, not charged against book income this year (itemize):	
4	Expenses recorded on books this year not included on Schedule K, lines 1 through 13d, and 16l (itemize):		a	Depreciation	\$ _____
a	Depreciation	\$ _____	8	Add lines 6 and 7	
b	Travel and entertainment	\$ _____	9	Income (loss) (Analysis of Net Income (Loss), line 1). Subtract line 8 from line 5	-167,766.
5	Add lines 1 through 4	-167,766.			

Schedule M-2 Analysis of Partners' Capital Accounts

1	Balance at beginning of year	1,250,895.	6	Distributions: a Cash	20,730.
2	Capital contributed: a Cash		b	Property	
	b Property		7	Other decreases (itemize):	
3	Net income (loss) per books	-167,766.	8	Add lines 6 and 7	20,730.
4	Other increases (itemize):		9	Balance at end of year. Subtract line 8 from line 5	1,062,399.
5	Add lines 1 through 4	1,083,129.			

SCHEDULE F
(Form 1040)

Department of the Treasury
Internal Revenue Service (99)

Profit or Loss From Farming

▶ **Attach to Form 1040, Form 1040NR, Form 1041, Form 1065, or Form 1065-B.**
▶ **See Instructions for Schedule F (Form 1040).**

OMB No. 1545-0074

2011

Attachment
Sequence No. **14**

Name of proprietor: **HENRY J. TOSTA, JR. FAMILY, L.P.** Social security number (SSN):

A Principal crop or activity: **MILK & GRAINS** B Enter code from Part IV: **112120** C Accounting method: Cash Accrual D Employer ID number (EIN), (see instr): **94-2253813**

E Did you 'materially participate' in the operation of this business during 2011? If 'No,' see instructions for limit on passive losses. Yes No
F Did you make any payments in 2011 that would require you to file Form(s) 1099 (see instructions)? Yes No
G If 'Yes,' did you or will you file all required Forms 1099? Yes No

Part I Farm Income — Cash Method. Complete Parts I and II (Accrual method, complete Parts II & III, & Part I, line 9.)

1 a	Specified sales of livestock and other resale items (see instructions)	1 a	0.
b	Sales of livestock and other resale items not reported on line 1a	1 b	
c	Total of lines 1a and 1b (see instructions)	1 c	
d	Cost or other basis of livestock or other items reported on line 1c	1 d	
e	Subtract line 1d from line 1c	1 e	
2 a	Specified sales of products you raised (see instructions)	2 a	0.
b	Sales of products you raised not reported on line 2a	2 b	3,514,301.
3 a	Cooperative distributions (Form(s) 1099-PATR)	3 a	30,106.
3 b	Taxable amount	3 b	30,106.
4 a	Agricultural program payments (see instructions)	4 a	6,566.
4 b	Taxable amount	4 b	6,566.
5 a	Commodity Credit Corporation (CCC) loans reported under election	5 a	
b	CCC loans forfeited	5 b	
5 c	Taxable amount	5 c	
6	Crop insurance proceeds and federal crop disaster payments (see instructions):		
a	Amount received in 2011	6 a	
b	Taxable amount	6 b	
c	If election to defer to 2012 is attached, check here <input type="checkbox"/>	6 c	
d	Amount deferred from 2010	6 d	
7 a	Specified custom hire (machine work) income (see instructions)	7 a	0.
b	Custom hire income not reported on line 7a	7 b	
8 a	Specified other income (see instructions)	8 a	0.
b	Other income not reported on line 8a (see instructions) SEE STATEMENT 5	8 b	82,316.
9	Gross income. Add amounts in the right column (lines 1e, 2a, 2b, 3b, 4b, 5a, 5c, 6b, 6d, 7a, 7b, 8a, and 8b). If you use the accrual method, enter the amount from Part III, line 50 (see instructions)	9	3,633,289.

Part II Farm Expenses — Cash and Accrual Method. Do not include personal or living expenses (see instrs.)

10	Car and truck expenses (see instructions). Also attach Form 4562	10	6,974.	23	Pension and profit-sharing plans	23	
11	Chemicals	11	709.	24	Rent or lease (see instructions):		
12	Conservation expenses (see instructions)	12		a	Vehicles, machinery, equipment	24 a	1,200.
13	Custom hire (machine work)	13	29,997.	b	Other (land, animals, etc)	24 b	15,000.
14	Depreciation and section 179 expense (see instructions)	14	96,396.	25	Repairs and maintenance	25	189,247.
15	Employee benefit programs other than on line 23	15		26	Seeds and plants	26	62,551.
16	Feed	16	2,376,267.	27	Storage and warehousing	27	
17	Fertilizers and lime	17		28	Supplies	28	45,124.
18	Freight and trucking	18	20,108.	29	Taxes	29	60,616.
19	Gasoline, fuel, and oil	19	114,877.	30	Utilities	30	83,521.
20	Insurance (other than health)	20	28,832.	31	Veterinary, breeding, and medicine	31	69,640.
21	Interest:			32	Other expenses (specify):		
a	Mortgage (paid to banks, etc)	21 a	184,911.	a	SEE STATEMENT 6	32 a	402,466.
b	Other	21 b		b		32 b	
22	Labor hired (less employment credits)	22	175,890.	c		32 c	
				d		32 d	
				e		32 e	
				f		32 f	
33	Total expenses. Add lines 10 through 32f. If line 32f is negative, see instructions	33	3,964,326.				
34	Net farm profit or (loss). Subtract line 33 from line 19	34	-331,037.				

If a profit, stop here and see instructions for where to report. If a loss, complete lines 35 and 36.

35 Did you receive an applicable subsidy in 2011? (see instructions) Yes No

36 Check the box that describes your investment in this activity and see instructions for where to report your loss.

a All investment is at risk b Some investment is not at risk

Rental Real Estate Income and Expenses of a Partnership or an S Corporation

OMB No. 1545-1186

▶ See instructions.
▶ Attach to Form 1065, Form 1065-B, or Form 1120S.

Name HENRY J. TOSTA, JR. FAMILY, L.P.	Employer identification number XXXXXXXXXX
---	--

1	Show the type and address of each property. For each rental real estate property listed, report the number of days rented at fair rental value and days with personal use. See instructions. See page 2 to list additional properties.			
	Physical address of each property — street, city, state, ZIP code	Type — Enter code 1-8; see page 2 for list	Fair Rental Days	Personal Use Days
A	RIDGECREST DR. MANTECA, CA 95337	1	365	
B	SAMOA LANE LATHROP, CA 95330	1	365	
C	CANAL BLVD. TRACY, CA 95376	1	365	
D				

Rental Real Estate Income		Properties			
		A	B	C	D
2	Gross rents	15,519.	13,375.	17,690.	
Rental Real Estate Expenses					
3	Advertising				
4	Auto and travel				
5	Cleaning and maintenance				
6	Commissions				
7	Insurance	900.	700.	1,300.	
8	Legal and other professional fees				
9	Interest		17,305.	15,601.	
10	Repairs	1,228.	1,831.	3,461.	
11	Taxes	1,480.	1,720.	2,370.	
12	Utilities				
13	Wages and salaries				
14	Depreciation (see instructions)	6,340.	6,353.	7,134.	
15	Other (list) ▶ <u>AMORTIZATION</u>		100.		
16	Total expenses for each property. Add lines 3 through 15	9,948.	28,009.	29,866.	
17	Income or (Loss) from each property. Subtract line 16 from line 2	5,571.	-14,634.	-12,176.	
18a	Total gross rents. Add gross rents from line 2, columns A through H			46,584.	
18b	Total expenses. Add total expenses from line 16, columns A through H			-67,823.	
19	Net gain (loss) from Form 4797, Part II, line 17, from the disposition of property from rental real estate activities				
20a	Net income (loss) from rental real estate activities from partnerships, estates, and trusts in which this partnership or S corporation is a partner or beneficiary (from Schedule K-1)				
b Identify below the partnerships, estates, or trusts from which net income (loss) is shown on line 20a. Attach a schedule if more space is needed:					
	(1) Name	(2) Employer identification number			

21	Net rental real estate income (loss). Combine lines 18a through 20a. Enter the result here and on:			-21,239.	

1 Show the type and address of each property. For each rental real estate property listed, report the number of days at fair rental value and days with personal use. See instructions.

Physical address of each property – street, city, state, ZIP code	Type – Enter code 1-8; see below for list	Fair Rental Days	Personal Use Days
E -----	-----	-----	-----
F -----	-----	-----	-----
G -----	-----	-----	-----
H -----	-----	-----	-----

Rental Real Estate Income		Properties			
		E	F	G	H
2	Gross rents	2			
Rental Real Estate Expenses					
3	Advertising	3			
4	Auto and travel	4			
5	Cleaning and maintenance	5			
6	Commissions	6			
7	Insurance	7			
8	Legal and other professional fees	8			
9	Interest	9			
10	Repairs	10			
11	Taxes	11			
12	Utilities	12			
13	Wages and salaries	13			
14	Depreciation (see instructions)	14			
15	Other (list) ▶ -----	15			

16	Total expenses for each property. Add lines 3 through 15	16			
17	Income or (Loss) from each property. Subtract line 16 from line 2	17			

Allowable Codes for Type of Property

- 1– Single Family Residence
- 2– Multi-Family Residence
- 3– Vacation or Short-term Rental
- 4– Commercial
- 5– Land
- 6– Royalties
- 7– Self-Rental
- 8– Other (include description with the code on Form 8825 or on a separate statement)

**SCHEDULE B-1
(Form 1065)**

(December 2011)
Department of the Treasury
Internal Revenue Service

**Information on Partners Owning 50% or
More of the Partnership**

▶ **Attach to Form 1065. See instructions.**

OMB No. 1545-0099

Name of partnership

HENRY J. TOSTA, JR. FAMILY, L.P.

Employer identification number (EIN)

██████████

Part I **Entities Owning 50% or More of the Partnership** (Form 1065, Schedule B, Question 3a)

Complete columns (i) through (v) below for any foreign or domestic corporation, partnership (including any entity treated as a partnership), trust, tax-exempt organization, or any foreign government that owns, directly or indirectly, an interest of 50% or more in the profit, loss, or capital of the partnership (see instructions).

(i) Name of Entity	(ii) Employer Identification Number (if any)	(iii) Type of Entity	(iv) Country of Organization	(v) Maximum Percentage Owned in Profit, Loss, or Capital
HENRY J. TOSTA, JR. TRUST	██████████	TRUST	U.S.	89.000

Part II **Individuals or Estates Owning 50% or More of the Partnership** (Form 1065, Schedule B, Question 3b)

Complete columns (i) through (iv) below for any individual or estate that owns, directly or indirectly, an interest of 50% or more in the profit, loss, or capital of the partnership (see instructions).

(i) Name of Individual or Estate	(ii) Identifying Number (if any)	(iii) Country of Citizenship (see instructions)	(iv) Maximum Percentage Owned in Profit, Loss, or Capital

BAA For Paperwork Reduction Act Notice, see the instructions for Form 1065.

Schedule B-1 (Form 1065) (12-2011)

Final K-1

Amended K-1

Schedule K-1 (Form 1065)

2011

For calendar year 2011, or tax

year beginning _____, 2011 ending _____

Department of the Treasury Internal Revenue Service

Partner's Share of Income, Deductions, Credits, etc.

See separate instructions.

Part III Partner's Share of Current Year Income, Deductions, Credits, and Other Items

Table with 3 columns: Line number, Description, and Amount. Rows include Ordinary business income (loss) -3,318, Net rental real estate income (loss) -212, Other net rental income (loss), Guaranteed payments, Interest income, Ordinary dividends, Qualified dividends, Royalties, Net short-term capital gain (loss), Net long-term capital gain (loss) 24, Collectibles (28%) gain (loss), Unrecaptured section 1250 gain, Net section 1231 gain (loss) 1,857, Other income (loss), Section 179 deduction, Other deductions 3, Self-employment earnings (loss) -3,318, Distributions 207, Other information STMT, and 36,333.

*See attached statement for additional information.

FOR IRS USE ONLY

Part I Information About the Partnership

Form with fields A through D: Partnership's employer identification number, Partnership's name, address, city, state, and ZIP code (HENRY J. TOSTA, JR. FAMILY, L.P.), IRS Center where partnership filed return (E-FILE), and Check if this is a publicly traded partnership (PTP).

Part II Information About the Partner

Form with fields E through M: Partner's identifying number, Partner's name, address, city, state, and ZIP code (HENRY J. TOSTA), Partner's role (General partner or LLC member-manager, Domestic partner), What type of entity is this partner? (INDIVIDUAL), Partner's share of profit, loss, and capital (Beginning/Ending), Partner's share of liabilities at year end, Partner's capital account analysis, and Did the partner contribute property with a built-in gain or loss? (No).

This list identifies the codes used on Schedule K-1 for all partners and provides summarized reporting information for partners who file Form 1040. For detailed reporting and filing information, see the separate Partner's Instructions for Schedule K-1 and the instructions for your income tax return.

	<i>Report on</i>	<i>Code</i>	<i>Report on</i>
1 Ordinary business income (loss). Determine whether the income (loss) is passive or nonpassive and enter on your return as follows.			
Passive loss	<i>Report on</i> See the Partner's Instructions Schedule E, line 28, column (g) Schedule E, line 28, column (h) Schedule E, line 28, column (j) See the Partner's Instructions	J Work opportunity credit	See the Partner's Instructions
Passive income		K Disabled access credit	
Nonpassive loss		L Empowerment zone and renewal community employment credit	
Nonpassive income		M Credit for increasing research activities	
2 Net rental real estate income (loss)		N Credit for employer social security and Medicare taxes	
3 Other net rental income (loss)		O Backup withholding	Form 1040, line 62
Net income	Schedule E, line 28, column (g)	P Other credits	See the Partner's Instructions
Net loss	See the Partner's Instructions	16 Foreign transactions	
4 Guaranteed payments	Schedule E, line 28, column (j)	A Name of country or U.S. possession	Form 1116, Part I
5 Interest income	Form 1040, line 8a	B Gross income from all sources	
6a Ordinary dividends	Form 1040, line 9a	C Gross income sourced at partner level	
6b Qualified dividends	Form 1040, line 9b	<i>Foreign gross income sourced at partnership level</i>	
7 Royalties	Schedule E, line 3b	D Passive category	Form 1116, Part I
8 Net short-term capital gain (loss)	Schedule D, line 5	E General category	
9a Net long-term capital gain (loss)	Schedule D, line 12	F Other	
9b Collectibles (28%) gain (loss)	28% Rate Gain Worksheet, line 4 (Schedule D Instructions)	<i>Deductions allocated and apportioned at partner level</i>	
9c Unrecaptured section 1250 gain	See the Partner's Instructions	G Interest expense	Form 1116, Part I
10 Net section 1231 gain (loss)	See the Partner's Instructions	H Other	Form 1116, Part I
11 Other income (loss)		<i>Deductions allocated and apportioned at partnership level to foreign source income</i>	
<i>Code</i>		I Passive category	Form 1116, Part I
A Other portfolio income (loss)	See the Partner's Instructions	J General category	
B Involuntary conversions	See the Partner's Instructions	K Other	
C Section 1256 contracts and straddles	Form 6781, line 1	<i>Other information</i>	
D Mining exploration costs recapture	See Pub 535	L Total foreign taxes paid	Form 1116, Part II
E Cancellation of debt	Form 1040, line 21 or Form 982	M Total foreign taxes accrued	Form 1116, Part II
F Other income (loss)	See the Partner's Instructions	N Reduction in taxes available for credit	Form 1116, line 12
12 Section 179 deduction	See the Partner's Instructions	O Foreign trading gross receipts	Form 8873
13 Other deductions		P Extraterritorial income exclusions	Form 8873
A Cash contributions (50%)	See the Partner's Instructions	Q Other foreign transactions	See the Partner's Instructions
B Cash contributions (30%)			
C Noncash contributions (50%)			
D Noncash contributions (30%)			
E Capital gain property to a 50% organization (30%)			
F Capital gain property (20%)			
G Contributions (100%)			
H Investment interest expense		Form 4952, line 1	
I Deductions — royalty income		Schedule E, line 19	
J Section 59(e)(2) expenditures		See the Partner's Instructions	
K Deductions — portfolio (2% floor)	Schedule A, line 23		
L Deductions — portfolio (other)	Schedule A, line 28		
M Amounts paid for medical insurance	Schedule A, line 1 or Form 1040, line 29		
N Educational assistance benefits	See the Partner's Instructions		
O Dependent care benefits	Form 2441, line 12		
P Preproductive period expenses	See the Partner's Instructions		
Q Commercial revitalization deduction on rental real estate activities	See Form 8582 Instructions		
R Pensions and IRAs	See the Partner's Instructions		
S Reforestation expense deduction	See the Partner's Instructions		
T Domestic production activities information	See Form 8903 Instructions		
U Qualified production activities income	Form 8903, line 7b		
V Employer's Form W-2 wages	Form 8903, line 17		
W Other deductions	See the Partner's Instructions		
14 Self-employment earnings (loss)		17 Alternative minimum tax (AMT) items	
A Net earnings (loss) from self-employment	Schedule SE, Section A or B	A Post-1986 depreciation adjustment	See the Partner's Instructions and the Instructions for Form 6251
B Gross farming or fishing income	See the Partner's Instructions	B Adjusted gain or loss	
C Gross non-farm income	See the Partner's Instructions	C Depletion (other than oil & gas)	
		D Oil, gas, & geothermal — gross income	
		E Oil, gas, & geothermal — deductions	
		F Other AMT items	
		18 Tax-exempt income and nondeductible expenses	
		A Tax-exempt interest income	Form 1040, line 8b
		B Other tax-exempt income	See the Partner's Instructions
		C Nondeductible expenses	See the Partner's Instructions
		19 Distributions	
		A Cash and marketable securities	See the Partner's Instructions
		B Distribution subject to section 737	
		C Other property	
		20 Other information	
		A Investment income	Form 4952, line 4a
		B Investment expenses	Form 4952, line 5
		C Fuel tax credit information	Form 4136
		D Qualified rehabilitation expenditures (other than rental real estate)	See the Partner's Instructions
		E Basis of energy property	See the Partner's Instructions
		F Recapture of low-income housing credit (section 42(j)(5))	Form 8611, line 8
		G Recapture of low-income housing credit (other)	Form 8611, line 8
		H Recapture of investment credit	Form 4255
		I Recapture of other credits	See the Partner's Instructions
		J Look-back interest — completed long-term contracts	See Form 8697
		K Look-back interest — income forecast method	See Form 8866
		L Dispositions of property with section 179 deductions	See the Partner's Instructions
		M Recapture of section 179 deduction	
		N Interest expense for corporate partners	
		O Section 453(l)(3) information	
		P Section 453A(c) information	
		Q Section 1260(b) information	
		R Interest allocable to production expenditures	
		S CCF nonqualified withdrawals	
		T Depletion information — oil and gas	
		U Amortization of reforestation costs	
		V Unrelated business taxable income	
		W Precontribution gain (loss)	
		X Section 108(i) information	
		Y Other information	

**BOX 2
RENTAL REAL ESTATE ACTIVITIES**

<u>PROPERTY ADDRESS</u>	<u>GROSS INCOME</u>	<u>NET EXPENSES</u>	<u>NET INCOME</u>	<u>PASSIVE NONPASS</u>	<u>SEC. 1231 TOTAL</u>
RIDGECREST DR. MANTECA, CA 95337	155.	99.	\$ 56.	PASSIVE	
SAMOA LANE LATHROP, CA 95330	134.	280.	-146.	PASSIVE	
CANAL BLVD. TRACY, CA 95376	177.	299.	-122.	PASSIVE	
		<u>TOTAL</u>	<u>\$ -212.</u>		

**BOX 20
OTHER INFORMATION**

*** DESCRIPTIVE INFORMATION**

Y DOMESTIC PRODUCTION ACTIVITIES DEDUCTION..... \$ 531.

Schedule K-1 (Form 1065)

2011

Final K-1 Amended K-1

Department of the Treasury Internal Revenue Service

For calendar year 2011, or tax year beginning ending

Partner's Share of Income, Deductions, Credits, etc.

See separate instructions.

Part I Information About the Partnership

A Partnership's employer identification number
B Partnership's name, address, city, state, and ZIP code
HENRY J. TOSTA, JR. FAMILY, L.P.
C IRS Center where partnership filed return
E-FILE
D Check if this is a publicly traded partnership (PTP)

Part II Information About the Partner

E Partner's identifying number
F Partner's name, address, city, state, and ZIP code
HENRY J. TOSTA, JR. TRUST
DATED OCTOBER 16, 2006
G General partner or LLC member-manager Limited partner or other LLC member
H Domestic partner Foreign partner
I What type of entity is this partner? FIDUCIARY
J Partner's share of profit, loss, and capital (see instructions):
Beginning Ending
Profit 89 % 89 %
Loss 89 % 89 %
Capital 89 % 89 %
K Partner's share of liabilities at year end:
Nonrecourse \$
Qualified nonrecourse financing \$ 4,455,271.
Recourse \$
L Partner's capital account analysis:
Beginning capital account \$ 1,113,296.
Capital contributed during the year \$
Current year increase (decrease) \$ -149,313.
Withdrawals and distributions \$ (18,450.)
Ending capital account \$ 945,533.
M Did the partner contribute property with a built-in gain or loss?
Yes No
If Yes, attach statement (see instructions)

Part III Partner's Share of Current Year Income, Deductions, Credits, and Other Items

Table with 3 columns: Line number, Description, and Amount. Rows include Ordinary business income (loss) -295,335., Net rental real estate income (loss) -18,903., Other net rental income (loss), Guaranteed payments, Interest income, Ordinary dividends, Qualified dividends, Royalties, Net short-term capital gain (loss), Net long-term capital gain (loss) 2,103., Collectibles (28%) gain (loss), Unrecaptured section 1250 gain, Net section 1231 gain (loss) 165,237., Other income (loss), Section 179 deduction, Other deductions 312., Self-employment earnings (loss) 3,233,627., Distributions 18,450., and Other information STMT.

*See attached statement for additional information.

FOR IRS USE ONLY

This list identifies the codes used on Schedule K-1 for all partners and provides summarized reporting information for partners who file Form 1040. For detailed reporting and filing information, see the separate Partner's Instructions for Schedule K-1 and the instructions for your income tax return.

	Code	Report on
1 Ordinary business income (loss). Determine whether the income (loss) is passive or nonpassive and enter on your return as follows.		
Passive loss		See the Partner's Instructions
Passive income		
Nonpassive loss		
Nonpassive income		
2 Net rental real estate income (loss)		
3 Other net rental income (loss)		
Net income	Schedule E, line 28, column (g)	Form 1040, line 62
Net loss	See the Partner's Instructions	See the Partner's Instructions
4 Guaranteed payments	Schedule E, line 28, column (j)	
5 Interest income	Form 1040, line 8a	
6a Ordinary dividends	Form 1040, line 9a	
6b Qualified dividends	Form 1040, line 9b	
7 Royalties	Schedule E, line 3b	
8 Net short-term capital gain (loss)	Schedule D, line 5	
9a Net long-term capital gain (loss)	Schedule D, line 12	
9b Collectibles (28%) gain (loss)	28% Rate Gain Worksheet, line 4 (Schedule D Instructions)	
9c Unrecaptured section 1250 gain	See the Partner's Instructions	
10 Net section 1231 gain (loss)	See the Partner's Instructions	
11 Other income (loss)		
Code		
A Other portfolio income (loss)	See the Partner's Instructions	
B Involuntary conversions	See the Partner's Instructions	
C Section 1256 contracts and straddles	Form 6781, line 1	
D Mining exploration costs recapture	See Pub 535	
E Cancellation of debt	Form 1040, line 21 or Form 982	
F Other income (loss)	See the Partner's Instructions	
12 Section 179 deduction	See the Partner's Instructions	
13 Other deductions		
A Cash contributions (50%)	See the Partner's Instructions	
B Cash contributions (30%)		
C Noncash contributions (50%)		
D Noncash contributions (30%)		
E Capital gain property to a 50% organization (30%)		
F Capital gain property (20%)		
G Contributions (100%)		
H Investment interest expense		Form 4952, line 1
I Deductions — royalty income		Schedule E, line 19
J Section 59(e)(2) expenditures		See the Partner's Instructions
K Deductions — portfolio (2% floor)	Schedule A, line 23	
L Deductions — portfolio (other)	Schedule A, line 28	
M Amounts paid for medical insurance	Schedule A, line 1 or Form 1040, line 29	
N Educational assistance benefits	See the Partner's Instructions	
O Dependent care benefits	Form 2441, line 12	
P Preproductive period expenses	See the Partner's Instructions	
Q Commercial revitalization deduction on rental real estate activities	See Form 8582 Instructions	
R Pensions and IRAs	See the Partner's Instructions	
S Reforestation expense deduction	See the Partner's Instructions	
T Domestic production activities information	See Form 8903 Instructions	
U Qualified production activities income	Form 8903, line 7b	
V Employer's Form W-2 wages	Form 8903, line 17	
W Other deductions	See the Partner's Instructions	
14 Self-employment earnings (loss)		
Note. If you have a section 179 deduction or any partner-level deductions, see the Partner's Instructions before completing Schedule SE.		
A Net earnings (loss) from self-employment	Schedule SE, Section A or B	
B Gross farming or fishing income	See the Partner's Instructions	
C Gross non-farm income	See the Partner's Instructions	
15 Credits		
A Low-income housing credit (section 42(j)(5)) from pre-2008 buildings	See the Partner's Instructions	
B Low-income housing credit (other) from pre-2008 buildings		
C Low-income housing credit (section 42(j)(5)) from post-2007 buildings		
D Low-income housing credit (other) from post-2007 buildings		
E Qualified rehabilitation expenditures (rental real estate)		
F Other rental real estate credits		
G Other rental credits		
H Undistributed capital gains credit		Form 1040, line 71; check box a
I Alcohol and cellulosic biofuel fuels credit		See the Partner's Instructions
Code		
J Work opportunity credit		See the Partner's Instructions
K Disabled access credit		
L Empowerment zone and renewal community employment credit		
M Credit for increasing research activities		
N Credit for employer social security and Medicare taxes		
O Backup withholding		Form 1040, line 62
P Other credits		See the Partner's Instructions
16 Foreign transactions		
A Name of country or U.S. possession		Form 1116, Part I
B Gross income from all sources		
C Gross income sourced at partner level		
<i>Foreign gross income sourced at partnership level</i>		
D Passive category		Form 1116, Part I
E General category		
F Other		
<i>Deductions allocated and apportioned at partner level</i>		
G Interest expense		Form 1116, Part I
H Other		Form 1116, Part I
<i>Deductions allocated and apportioned at partnership level to foreign source income</i>		
I Passive category		Form 1116, Part I
J General category		
K Other		
<i>Other information</i>		
L Total foreign taxes paid		Form 1116, Part II
M Total foreign taxes accrued		Form 1116, Part II
N Reduction in taxes available for credit		Form 1116, line 12
O Foreign trading gross receipts		Form 8873
P Extraterritorial income exclusions		Form 8873
Q Other foreign transactions		See the Partner's Instructions
17 Alternative minimum tax (AMT) items		
A Post-1986 depreciation adjustment		See the Partner's Instructions and the Instructions for Form 6251
B Adjusted gain or loss		
C Depletion (other than oil & gas)		
D Oil, gas, & geothermal — gross income		
E Oil, gas, & geothermal — deductions		
F Other AMT items		
18 Tax-exempt income and nondeductible expenses		
A Tax-exempt interest income		Form 1040, line 8b
B Other tax-exempt income		See the Partner's Instructions
C Nondeductible expenses		See the Partner's Instructions
19 Distributions		
A Cash and marketable securities		See the Partner's Instructions
B Distribution subject to section 737		
C Other property		
20 Other information		
A Investment income		Form 4952, line 4a
B Investment expenses		Form 4952, line 5
C Fuel tax credit information		Form 4136
D Qualified rehabilitation expenditures (other than rental real estate)		See the Partner's Instructions
E Basis of energy property		See the Partner's Instructions
F Recapture of low-income housing credit (section 42(j)(5))		Form 8611, line 8
G Recapture of low-income housing credit (other)		Form 8611, line 8
H Recapture of investment credit		Form 4255
I Recapture of other credits		See the Partner's Instructions
J Look-back interest — completed long-term contracts		See Form 8697
K Look-back interest — income forecast method		See Form 8866
L Dispositions of property with section 179 deductions		See the Partner's Instructions
M Recapture of section 179 deduction		
N Interest expense for corporate partners		
O Section 453(l)(3) information		
P Section 453A(c) information		
Q Section 1260(b) information		
R Interest allocable to production expenditures		
S CCF nonqualified withdrawals		
T Depletion information — oil and gas		
U Amortization of reforestation costs		
V Unrelated business taxable income		
W Precontribution gain (loss)		
X Section 108(i) information		
Y Other information		

**BOX 2
RENTAL REAL ESTATE ACTIVITIES**

<u>PROPERTY ADDRESS</u>	<u>GROSS INCOME</u>	<u>NET EXPENSES</u>	<u>NET INCOME</u>	<u>PASSIVE NONPASS</u>	<u>SEC. 1231 TOTAL</u>
RIDGECREST DR. MANTECA, CA 95337	13,812.	8,854.	\$ 4,958.	PASSIVE	
SAMOA LANE LATHROP, CA 95330	11,904.	24,928.	-13,024.	PASSIVE	
CANAL BLVD. TRACY, CA 95376	15,744.	26,581.	-10,837.	PASSIVE	
		<u>TOTAL</u>	<u>\$ -18,903.</u>		

**BOX 20
OTHER INFORMATION***** DESCRIPTIVE INFORMATION**

Y DOMESTIC PRODUCTION ACTIVITIES DEDUCTION \$ 47,218.

SUPPLEMENTAL INFORMATION

PARTNER HEALTH INSURANCE PREMIUMS = \$7,979

Schedule K-1 (Form 1065)

2011

Final K-1 Amended K-1

Department of the Treasury Internal Revenue Service

For calendar year 2011, or tax year beginning ending 2011

Partner's Share of Income, Deductions, Credits, etc. See separate instructions.

Part I Information About the Partnership

A Partnership's employer identification number B Partnership's name, address, city, state, and ZIP code HENRY J. TOSTA, JR. FAMILY, L.P. C IRS Center where partnership filed return E-FILE D Check if this is a publicly traded partnership (PTP)

Part II Information About the Partner

E Partner's identifying number F Partner's name, address, city, state, and ZIP code HENRY J. TOSTA, JR IRREVOCABLE FAMILY TRUST DTD NOV. 21, 2006 G General partner or LLC member-manager Limited partner or other LLC member H Domestic partner Foreign partner I What type of entity is this partner? FIDUCIARY J Partner's share of profit, loss, and capital (see instructions): Beginning Ending Profit 10% 10% Loss 10% 10% Capital 10% 10% K Partner's share of liabilities at year end: Nonrecourse \$ Qualified nonrecourse financing \$ 500,592 Recourse \$ L Partner's capital account analysis: Beginning capital account \$ 125,088 Capital contributed during the year \$ Current year increase (decrease) \$ -16,777 Withdrawals and distributions \$ (2,073) Ending capital account \$ 106,238 M Did the partner contribute property with a built-in gain or loss? Yes No X No If Yes, attach statement (see instructions)

Part III Partner's Share of Current Year Income, Deductions, Credits, and Other Items

Table with 3 columns: Line number, Description, and Amount. Rows include: 1 Ordinary business income (loss) -33,184 Credits; 2 Net rental real estate income (loss) -2,124; 3 Other net rental income (loss) 16 Foreign transactions; 4 Guaranteed payments; 5 Interest income; 6a Ordinary dividends; 6b Qualified dividends; 7 Royalties; 8 Net short-term capital gain (loss); 9a Net long-term capital gain (loss) 17 Alternative minimum tax (AMT) items 236; 9b Collectibles (28%) gain (loss); 9c Unrecaptured section 1250 gain; 10 Net section 1231 gain (loss) 18 Tax-exempt income and nondeductible expenses 18,566; 11 Other income (loss); 12 Section 179 deduction; 13 Other deductions 35; 14 Self-employment earnings (loss) 363,329; 19 Distributions 2,073; 20 Other information Y* STMT

*See attached statement for additional information.

FOR IRS USE ONLY

This list identifies the codes used on Schedule K-1 for all partners and provides summarized reporting information for partners who file Form 1040. For detailed reporting and filing information, see the separate Partner's Instructions for Schedule K-1 and the instructions for your income tax return.

	Code	Report on
1 Ordinary business income (loss). Determine whether the income (loss) is passive or nonpassive and enter on your return as follows.		
Passive loss		See the Partner's Instructions
Passive income		
Nonpassive loss		
Nonpassive income		
2 Net rental real estate income (loss)		
3 Other net rental income (loss)		
Net income	Schedule E, line 28, column (g)	Form 1040, line 62
Net loss	See the Partner's Instructions	See the Partner's Instructions
4 Guaranteed payments	Schedule E, line 28, column (j)	
5 Interest income	Form 1040, line 8a	
6a Ordinary dividends	Form 1040, line 9a	
6b Qualified dividends	Form 1040, line 9b	
7 Royalties	Schedule E, line 3b	
8 Net short-term capital gain (loss)	Schedule D, line 5	
9a Net long-term capital gain (loss)	Schedule D, line 12	
9b Collectibles (28%) gain (loss)	28% Rate Gain Worksheet, line 4 (Schedule D Instructions)	
9c Unrecaptured section 1250 gain	See the Partner's Instructions	
10 Net section 1231 gain (loss)	See the Partner's Instructions	
11 Other income (loss)		
Code		
A Other portfolio income (loss)	See the Partner's Instructions	
B Involuntary conversions	See the Partner's Instructions	
C Section 1256 contracts and straddles	Form 6781, line 1	
D Mining exploration costs recapture	See Pub 535	
E Cancellation of debt	Form 1040, line 21 or Form 982	
F Other income (loss)	See the Partner's Instructions	
12 Section 179 deduction	See the Partner's Instructions	
13 Other deductions		
A Cash contributions (50%)	See the Partner's Instructions	
B Cash contributions (30%)		
C Noncash contributions (50%)		
D Noncash contributions (30%)		
E Capital gain property to a 50% organization (30%)		
F Capital gain property (20%)		
G Contributions (100%)		
H Investment interest expense	Form 4952, line 1	
I Deductions — royalty income	Schedule E, line 19	
J Section 59(e)(2) expenditures	See the Partner's Instructions	
K Deductions — portfolio (2% floor)	Schedule A, line 23	
L Deductions — portfolio (other)	Schedule A, line 28	
M Amounts paid for medical insurance	Schedule A, line 1 or Form 1040, line 29	
N Educational assistance benefits	See the Partner's Instructions	
O Dependent care benefits	Form 2441, line 12	
P Preproductive period expenses	See the Partner's Instructions	
Q Commercial revitalization deduction on rental real estate activities	See Form 8582 Instructions	
R Pensions and IRAs	See the Partner's Instructions	
S Reforestation expense deduction	See the Partner's Instructions	
T Domestic production activities information	See Form 8903 Instructions	
U Qualified production activities income	Form 8903, line 7b	
V Employer's Form W-2 wages	Form 8903, line 17	
W Other deductions	See the Partner's Instructions	
14 Self-employment earnings (loss)		
Note. If you have a section 179 deduction or any partner-level deductions, see the Partner's Instructions before completing Schedule SE.		
A Net earnings (loss) from self-employment	Schedule SE, Sect on A or B	
B Gross farming or fishing income	See the Partner's Instructions	
C Gross non-farm income	See the Partner's Instructions	
15 Credits		
A Low-income housing credit (sect on 42(j)(5)) from pre-2008 buildings	See the Partner's Instructions	
B Low-income housing credit (other) from pre-2008 buildings		
C Low-income housing credit (sect on 42(j)(5)) from post-2007 buildings		
D Low-income housing credit (other) from post-2007 buildings		
E Qualified rehabilitation expenditures (rental real estate)		
F Other rental real estate credits		
G Other rental credits		
H Undistributed capital gains credit		Form 1040, line 71; check box a
I Alcohol and cellulosic biofuel fuels credit		See the Partner's Instructions
Code		
J Work opportunity credit		See the Partner's Instructions
K Disabled access credit		
L Empowerment zone and renewal community employment credit		
M Credit for increasing research activities		
N Credit for employer social security and Medicare taxes		
O Backup withholding		Form 1040, line 62
P Other credits		See the Partner's Instructions
16 Foreign transactions		
A Name of country or U.S. possession		Form 1116, Part I
B Gross income from all sources		
C Gross income sourced at partner level		
<i>Foreign gross income sourced at partnership level</i>		
D Passive category		Form 1116, Part I
E General category		
F Other		
<i>Deductions allocated and apportioned at partner level</i>		
G Interest expense		Form 1116, Part I
H Other		Form 1116, Part I
<i>Deductions allocated and apportioned at partnership level to foreign source income</i>		
I Passive category		Form 1116, Part I
J General category		
K Other		
<i>Other information</i>		
L Total foreign taxes paid		Form 1116, Part II
M Total foreign taxes accrued		Form 1116, Part II
N Reduction in taxes available for credit		Form 1116, line 12
O Foreign trading gross receipts		Form 8873
P Extraterritorial income exclusions		Form 8873
Q Other foreign transactions		See the Partner's Instructions
17 Alternative minimum tax (AMT) items		
A Post-1986 depreciation adjustment		See the Partner's Instructions and the Instructions for Form 6251
B Adjusted gain or loss		
C Depletion (other than oil & gas)		
D Oil, gas, & geothermal — gross income		
E Oil, gas, & geothermal — deductions		
F Other AMT items		
18 Tax-exempt income and nondeductible expenses		
A Tax-exempt interest income		Form 1040, line 8b
B Other tax-exempt income		See the Partner's Instructions
C Nondeductible expenses		See the Partner's Instructions
19 Distributions		
A Cash and marketable securities		See the Partner's Instructions
B Distribution subject to section 737		
C Other property		
20 Other information		
A Investment income		Form 4952, line 4a
B Investment expenses		Form 4952, line 5
C Fuel tax credit information		Form 4136
D Qualified rehabilitation expenditures (other than rental real estate)		See the Partner's Instructions
E Basis of energy property		See the Partner's Instructions
F Recapture of low-income housing credit (section 42(j)(5))		Form 8611, line 8
G Recapture of low-income housing credit (other)		Form 8611, line 8
H Recapture of investment credit		Form 4255
I Recapture of other credits		See the Partner's Instructions
J Look-back interest — completed long-term contracts		See Form 8697
K Look-back interest — income forecast method		See Form 8866
L Dispositions of property with section 179 deductions		See the Partner's Instructions
M Recapture of section 179 deduction		
N Interest expense for corporate partners		
O Section 453(l)(3) information		
P Section 453A(c) information		
Q Section 1260(b) information		
R Interest allocable to production expenditures		
S CCF nonqualified withdrawals		
T Depletion information — oil and gas		
U Amortization of reforestation costs		
V Unrelated business taxable income		
W Precontribution gain (loss)		
X Section 108(i) information		
Y Other information		

**BOX 2
RENTAL REAL ESTATE ACTIVITIES**

<u>PROPERTY ADDRESS</u>	<u>GROSS INCOME</u>	<u>NET EXPENSES</u>	<u>NET INCOME</u>	<u>PASSIVE NONPASS</u>	<u>SEC. 1231 TOTAL</u>
RIDGECREST DR. MANTECA, CA 95337	1,552.	995.	\$ 557.	PASSIVE	
SAMOA LANE LATHROP, CA 95330	1,338.	2,801.	-1,463.	PASSIVE	
CANAL BLVD. TRACY, CA 95376	1,769.	2,987.	-1,218.	PASSIVE	
		TOTAL	\$ <u>-2,124.</u>		

**BOX 20
OTHER INFORMATION**

*** DESCRIPTIVE INFORMATION**

Y DOMESTIC PRODUCTION ACTIVITIES DEDUCTION..... \$ 5,305.

**Depreciation and Amortization
(Including Information on Listed Property)**

▶ See separate instructions. ▶ Attach to your tax return.

Name(s) shown on return

HENRY J. TOSTA, JR. FAMILY, L.P.

Identifying number

Business or activity to which this form relates

FORM 1065, SCHEDULE F - MILK & GRAINS

Part I Election To Expense Certain Property Under Section 179

Note: If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount (see instructions)	1	500,000.
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation (see instructions)	3	2,000,000.
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction. Enter the smaller of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2010 Form 4562	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instrs) ..	11	
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11	12	
13	Carryover of disallowed deduction to 2012. Add lines 9 and 10, less line 12	▶ 13	

Note: Do not use Part II or Part III below for listed property. Instead, use Part V.

Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.) (See instructions.)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see instructions)	14	12,741.
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	14,725.

Part III MACRS Depreciation (Do not include listed property.) (See instructions.)

Section A

17	MACRS deductions for assets placed in service in tax years beginning before 2011	17	68,930.
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here	<input type="checkbox"/>	

Section B – Assets Placed in Service During 2011 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/ investment use only – see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property			7	HY	150DB	
d 10-year property						
e 15-year property			15	HY	150DB	
f 20-year property						
g 25-year property			25 yrs		S/L	
h Residential rental property			27.5 yrs	MM	S/L	
			27.5 yrs	MM	S/L	
i Nonresidential real property			39 yrs	MM	S/L	
				MM	S/L	

Section C – Assets Placed in Service During 2011 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs		S/L	
c 40-year			40 yrs	MM	S/L	

Part IV Summary (See instructions.)

21	Listed property. Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations – see instructions	22	96,396.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

Part V Listed Property (Include automobiles, certain other vehicles, certain computers, and property used for entertainment, recreation, or amusement.)

Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete **only** 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.

Section A – Depreciation and Other Information (Caution: See the instructions for limits for passenger automobiles.)

24a Do you have evidence to support the business/investment use claimed? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No									24b If 'Yes,' is the evidence written? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No			
(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/Convention	(h) Depreciation deducted on	(i) Elected section 179 cost				
25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use (see instructions).....								25				
26 Property used more than 50% in a qualified business use:												
2005 CHEVY P	2/08/05	100.0	40,975.	40,975.	5.0	150DB HY						
27 Property used 50% or less in a qualified business use:												
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1.....								28	0.			
29 Add amounts in column (i), line 26. Enter here and on line 7, page 1.....								29	0.			

Section B – Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other 'more than 5% owner,' or related person. If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

	(a) Vehicle 1		(b) Vehicle 2		(c) Vehicle 3		(d) Vehicle 4		(e) Vehicle 5		(f) Vehicle 6	
	Yes	No										
30 Total business/investment miles driven during the year (do not include commuting miles).....												
31 Total commuting miles driven during the year.....												
32 Total other personal (noncommuting) miles driven.....												
33 Total miles driven during the year. Add lines 30 through 32.....												
34 Was the vehicle available for personal use during off-duty hours?.....												
35 Was the vehicle used primarily by a more than 5% owner or related person?.....												
36 Is another vehicle available for personal use?.....												

Section C – Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who are not more than 5% owners or related persons (see instructions).

	Yes	No
37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?.....		
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners.....		
39 Do you treat all use of vehicles by employees as personal use?.....		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?.....		
41 Do you meet the requirements concerning qualified automobile demonstration use? (See instructions.).....		

Note: If your answer to 37, 38, 39, 40, or 41 is 'Yes,' do not complete Section B for the covered vehicles.

Part VI Amortization

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
42 Amortization of costs that begins during your 2011 tax year (see instructions):					
43 Amortization of costs that began before your 2011 tax year.....				43	1,545.
44 Total. Add amounts in column (f). See the instructions for where to report.....				44	1,545.

Sales of Business Property
(Also Involuntary Conversions and Recapture Amounts
Under Sections 179 and 280F(b)(2))

▶ Attach to your tax return. ▶ See separate instructions.

Name(s) shown on return

HENRY J. TOSTA, JR. FAMILY, L.P.

Identifying number

[REDACTED]

1 Enter the gross proceeds from sales or exchanges reported to you for 2011 on Form(s) 1099-B or 1099-S (or substitute statement) that you are including on line 2, 10, or 20 (see instructions) **1**

Part I Sales or Exchanges of Property Used in a Trade or Business and Involuntary Conversions From Other Than Casualty or Theft – Most Property Held More Than 1 Year (see instructions)

2	(a) Description of property	(b) Date acquired (month, day, year)	(c) Date sold (month, day, year)	(d) Gross sales price	(e) Depreciation allowed or allowable since acquisition	(f) Cost or other basis, plus improvements and expense of sale	(g) Gain or (loss) Subtract (f) from the sum of (d) and (e)
	RAISED LIVESTOCK (2+ YEARS OLD)						
		VARIOUS	VARIOUS	185,660.			185,660.

- 3** Gain, if any, from Form 4684, line 39. **3**
- 4** Section 1231 gain from installment sales from Form 6252, line 26 or 37. **4**
- 5** Section 1231 gain or (loss) from like-kind exchanges from Form 8824. **5**
- 6** Gain, if any, from line 32, from other than casualty or theft. **6**
- 7** Combine lines 2 through 6. Enter the gain or (loss) here and on the appropriate line as follows: **7** align="right">185,660.

Partnerships (except electing large partnerships) and S corporations. Report the gain or (loss) following the instructions for Form 1065, Schedule K, line 10, or Form 1120S, Schedule K, line 9. Skip lines 8, 9, 11, and 12 below.

Individuals, partners, S corporation shareholders, and all others. If line 7 is zero or a loss, enter the amount from line 7 on line 11 below and skip lines 8 and 9. If line 7 is a gain and you did not have any prior year section 1231 losses, or they were recaptured in an earlier year, enter the gain from line 7 as a long-term capital gain on the Schedule D filed with your return and skip lines 8, 9, 11, and 12 below.

- 8** Nonrecaptured net section 1231 losses from prior years (see instructions). **8**
- 9** Subtract line 8 from line 7. If zero or less, enter -0-. If line 9 is zero, enter the gain from line 7 on line 12 below. If line 9 is more than zero, enter the amount from line 8 on line 12 below and enter the gain from line 9 as a long-term capital gain on the Schedule D filed with your return (see instructions). **9**

Part II Ordinary Gains and Losses (see instructions)

10 Ordinary gains and losses not included on lines 11 through 16 (include property held 1 year or less):

- 11** Loss, if any, from line 7. **11**
- 12** Gain, if any, from line 7 or amount from line 8, if applicable. **12**
- 13** Gain, if any, from line 31. **13**
- 14** Net gain or (loss) from Form 4684, lines 31 and 38a. **14**
- 15** Ordinary gain from installment sales from Form 6252, line 25 or 36. **15**
- 16** Ordinary gain or (loss) from like-kind exchanges from Form 8824. **16**
- 17** Combine lines 10 through 16. **17**

18 For all except individual returns, enter the amount from line 17 on the appropriate line of your return and skip lines a and b below. For individual returns, complete lines a and b below:

a If the loss on line 11 includes a loss from Form 4684, line 35, column (b)(ii), enter that part of the loss here. Enter the part of the loss from income-producing property on Schedule A (Form 1040), line 28, and the part of the loss from property used as an employee on Schedule A (Form 1040), line 23. Identify as from 'Form 4797, line 18a.' See instructions. **18a**

b Redetermine the gain or (loss) on line 17 excluding the loss, if any, on line 18a. Enter here and on Form 1040, line 14. **18b**

BAA For Paperwork Reduction Act Notice, see separate instructions.

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.

8/28/12

07:54AM

STATEMENT 1
FORM 1065, SCHEDULE K, LINE 13A
CHARITABLE CONTRIBUTIONS

CASH CONTRIBUTIONS - 50% LIMITATION.....		\$	350.
	TOTAL	\$	<u>350.</u>

STATEMENT 2
FORM 1065, SCHEDULE K, LINE 20C
OTHER REPORTABLE ITEMS

DOMESTIC PRODUCTION ACTIVITIES DEDUCTION.....	\$	53,054.
---	----	---------

STATEMENT 3
FORM 1065, SCHEDULE L, LINE 13
OTHER ASSETS

	BEGINNING	ENDING
RECEIVABLE - BANTA INN.....	\$ 188,376.	\$ 201,174.
RECEIVABLE - LEE BROWN.....	211,740.	244,006.
TOTAL	<u>\$ 400,116.</u>	<u>\$ 445,180.</u>

STATEMENT 4
FORM 1065, SCHEDULE L, LINE 17
OTHER CURRENT LIABILITIES

	BEGINNING	ENDING
CREDIT CARD LIABILITIES.....	\$ 54,834.	\$ 32,282.
PAYROLL LIABILITIES.....	9,493.	9,201.
TOTAL	<u>\$ 64,327.</u>	<u>\$ 41,483.</u>

STATEMENT 5
SCHEDULE F, LINE 8B
OTHER INCOME NOT REPORTED ON LINE 8A

1099-MISC - DAVID B. BEM #77-0514742.....	\$	19,500.
MISCELLANEOUS.....		8,581.
OTHER RENT INCOME.....		54,235.
TOTAL	\$	<u>82,316.</u>

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.

8/28/12

07:54AM

**STATEMENT 6
SCHEDULE F, LINE 32
OTHER EXPENSES**

ACCOUNTING FEES.....	\$	3,085.
ADVERTISING.....		715.
AMORTIZATION.....		1,545.
BANK CHARGES.....		1,789.
CALF RAISING EXPENSES.....		127,067.
DUES & SUBSCRIPTIONS.....		1,406.
HARVESTING.....		41,552.
HOOF TRIMMING.....		31,645.
IRRIGATION.....		28,110.
LEGAL.....		145.
LICENSES AND PERMITS.....		3,427.
MARKETING & ASSESSMENTS.....		141,837.
OTHER FARMING COSTS.....		8,033.
TELEPHONE.....		3,793.
TESTING.....		8,317.
	TOTAL	\$ 402,466.

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.

8/28/12

07:54AM

**FARMS (SCHEDULE F)
SALES OF PRODUCTS RAISED**

DAIRY FARMERS OF AMERICA	\$	3,514,301.
TOTAL	\$	<u>3,514,301.</u>

**FARMS (SCHEDULE F)
TAXABLE COOPERATIVE DISTRIBUTIONS**

DAIRY FARMERS OF AMERICA, INC.	\$	30,064.
COOPERATIVE RESOURCES INT'L		42.
TOTAL	\$	<u>30,106.</u>

**FARMS (SCHEDULE F)
TAXES**

PAYROLL	\$	19,132.
PROPERTY		41,484.
TOTAL	\$	<u>60,616.</u>

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.

8/28/12

07:54AM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR. ALLOW	PRIOR 179/ BONUS/ SP. DEPR	PRIOR DEC. BAL DEPR	SALVAG /BASIS REDUCT	DEPR. BASIS	PRIOR DEPR	METHOD	LIFE	RATE	CURRENT DEPR
RENTAL REAL ESTATE - RESIDENTIAL RENTAL																
1416 RIDGECREST DR, MANTECA																
1	LAND - STEP-UP	8/30/03		100,000							100,000					0
2	HOUSE	11/01/79		75,000							75,000	75,000	S/L	30		0
3	HOUSE - STEP-UP	8/30/03		174,345							174,345	46,755	S/L	MM	27.5 .04969	6,340
TOTAL 1416 RIDGECREST DR, MA				349,345		0	0	0	0	0	349,345	121,755				6,340
TOTAL DEPRECIATION				349,345		0	0	0	0	0	349,345	121,755				6,340

RENTAL REAL ESTATE - RESIDENTIAL RENTAL

568 SOMOA LN, LATHROP

4	LAND - STEP-UP	8/30/03		100,000							100,000					0
5	HOUSE	9/01/76		25,500							25,500	25,500	S/L	30		0
6	HOUSE - STEP-UP	8/30/03		174,700							174,700	46,851	S/L	MM	27.5 .04969	6,353
68	LOAN FEES	12/26/06		3,013							3,013	400	S/L	30		100
TOTAL 568 SOMOA LN, LATHROP				303,213		0	0	0	0	0	303,213	72,751				6,453
TOTAL DEPRECIATION				303,213		0	0	0	0	0	303,213	72,751				6,453

RENTAL REAL ESTATE - RESIDENTIAL RENTAL

12/31/11

2011 FEDERAL DEPRECIATION SCHEDULE

PAGE 2

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.

8/28/12

07:54AM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT	CUR 179 BONUS	SPECIAL DEPR. ALLOW	PRIOR 179/ BONUS/ SP. DEPR	PRIOR DEC. BAL DEPR	SALVAG /BASIS REDUCT	DEPR. BASIS	PRIOR DEPR	METHOD	LIFE	RATE	CURRENT DEPR
6188 W CANAL, TRACY																
7	LAND - STEP-UP	8/30/03		150,000							150,000					0
8	HOUSE	11/24/92		133,259							133,259	87,826	S/L MM	27.5	.10667	4,846
9	HOUSE - STEP-UP	8/30/03		62,926							62,926	16,874	S/L MM	27.5	.04969	2,288
TOTAL 6188 W CANAL, TRACY				346,185		0	0	0	0	0	346,185	104,700				7,134
TOTAL DEPRECIATION				346,185		0	0	0	0	0	346,185	104,700				7,134
FORM 1065, SCHEDULE F - MILK & GRAINS																
AMORTIZATION																
73	REFINANCE COSTS	12/01/09		38,630							38,630	1,674	S/L	25		1,545
TOTAL AMORTIZATION				38,630		0	0	0	0	0	38,630	1,674				1,545
AUTO / TRANSPORT EQUIPMENT																
10	FORD 2-TON TRUCK	12/01/83		1,550							1,550	1,550	S/L	5		0
11	VEHICLES	6/01/82		32,665							32,665	32,665	S/L	10		0
12	1993 CHEVY P/U	6/19/93		24,046							24,046	24,046	150DB HY	5		0
13	1994 CHECY P/U	12/26/96		24,265							24,265	24,265	150DB HY	5		0
14	1988 CHEVY P/U	9/12/99		4,000							4,000	4,000	150DB HY	5		0
15	GOOSENECK TRAILER	8/31/04		6,800							6,800	6,383	150DB HY	7		417
57	2005 CHEVY P/U	2/08/05		40,975							40,975	40,975	150DB HY	5		0
58	FORD CABOVER	12/14/05		600							600	476	150DB HY	7	.66670	83
59	MANURE TRUCK	6/22/06		39,999							39,999	36,668	150DB HY	5		3,331

12/31/11

2011 FEDERAL DEPRECIATION SCHEDULE

PAGE 3

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.

8/28/12

07:54AM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR. ALLOW	PRIOR 179/ BONUS/ SP. DEPR	PRIOR DEC. BAL DEPR	SALVAG /BASIS REDUCT	DEPR. BASIS	PRIOR DEPR	METHOD	LIFE	RATE	CURRENT DEPR
70	FEED TRUCK / MIXER	11/29/07		65,000							65,000	45,007	150DB MQ	5	.53330	10,662
TOTAL AUTO / TRANSPORT EQUIP				239,900		0	0	0	0	0	239,900	216,035				14,493
BUILDINGS																
16	BELOTTA - 2 HOUSES	11/18/93		48,500							48,500	21,300	S/L MM	39	.04571	1,243
17	BELOTTA - 2 BARNS	11/18/93		71,000							71,000	31,172	S/L MM	39	.04571	1,821
18	MIDDLE - BARNS	12/01/00		377,173							377,173	97,115	S/L MM	39	.03453	9,670
19	MIDDLE - BLDGS	8/11/00		385,850							385,850	102,649	S/L MM	39	.03493	9,892
20	HWY 120 - HOUSE - STEP-UP	8/30/03		54,120							54,120	13,229	S/L	30		1,804
21	HWY 120 - BARNS - STEP-UP	8/30/03		17,500							17,500	4,275	S/L	30		583
22	HOMESTEAD BLDGS - STEP-UP	8/30/03		38,000							38,000	9,291	S/L	30		1,267
23	BELLOTTA HOUSES - STEP-UP	8/30/03		19,500							19,500	3,667	S/L	39		500
24	MIDDLE BARNS - STEP-UP	8/30/03		100,227							100,227	18,955	S/L MM	39	.03162	2,570
25	MIDDLE-PERS RES - STEP-UP	8/30/03		202,500							202,500					0
26	MIDDLE BLDGS - STEP-UP	8/30/03		615,948							615,948	116,482	S/L MM	39	.03162	15,793
65	COMMODITY BARN - SJ DAIRY	9/09/06		94,227							94,227	48,932	150DB HY	10	.18180	8,235
66	SHOP - CIP	12/31/06		57,982							57,982					0
TOTAL BUILDINGS				2,082,527		0	0	0	0	0	2,082,527	467,067				53,378
IMPROVEMENTS																
64	CONCRETE DITCH LINE	6/16/06		23,642							23,642	8,905	150DB HY	15	.10000	1,474
75	CONCRETE	9/29/11		4,000			4,000				0		150DB HY	15	.10000	0
76	WELL	11/03/11		4,000			4,000				0		150DB HY	15	.10000	0
TOTAL IMPROVEMENTS				31,642		0	8,000	0	0	0	23,642	8,905				1,474

12/31/11

2011 FEDERAL DEPRECIATION SCHEDULE

PAGE 4

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.

8/28/12

07:54AM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR. ALLOW	PRIOR 179/ BONUS/ SP. DEPR	PRIOR DEC. BAL DEPR	SALVAG /BASIS REDUCT	DEPR. BASIS	PRIOR DEPR	METHOD	LIFE	RATE	CURRENT DEPR
LAND																
27	BELLOTA LAND	11/18/93		260,000							260,000					0
28	MIDDLE LAND - 97 AC	8/11/00		275,530							275,530					0
29	HWY 120 LAND - STEP-UP	8/30/03		280,000							280,000					0
30	LAMMERS LAND - STEP-UP	8/30/03		481,250							481,250					0
31	HOMESTEAD LAND - STEP-UP	8/30/03		169,800							169,800					0
32	HOMESTEAD LAND - STEP-UP	8/30/03		372,950							372,950					0
33	BELLOTA LAND - STEP-UP	8/30/03		175,300							175,300					0
34	MIDDLE LAND - STEP-UP	8/30/03		211,920							211,920					0
35	MIDDLE LAND 36 AC STEP-UP	8/30/03		182,650							182,650					0
36	MIDDLE LAND 39 AC STEP-UP	8/30/03		270,000							270,000					0
67	KASSON LOT 4 - STEP-UP	8/30/03		561,882							561,882					0
TOTAL LAND				3,241,282		0	0	0	0	0	3,241,282	0				0
LIVESTOCK																
56	2013 COWS - STEP-UP	8/30/03		2,481,900							2,481,900	2,481,900	150DB HY	7		0
60	2 BULLS	3/31/06		923							923	846	150DB HY	5		77
61	2 BULLS	6/09/06		1,225							1,225	1,123	150DB HY	5		102
62	3 BULLS	6/22/06		2,850							2,850	2,613	150DB HY	5		237
63	BULL	7/10/06		925							925	848	150DB HY	5		77
69	4 BULLS	6/20/07		4,550							4,550	3,501	150DB MQ	5	.72730	763
72	4 BULLS	9/30/09		5,400							5,400	2,187	150DB HY	5	.30000	964
74	BULLS	8/19/10		3,300							3,300	495	150DB HY	5	.30000	842
TOTAL LIVESTOCK				2,501,073		0	0	0	0	0	2,501,073	2,493,513				3,062

12/31/11

2011 FEDERAL DEPRECIATION SCHEDULE

PAGE 5

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.

8/28/12

07:54AM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT	CUR 179 BONUS	SPECIAL DEPR. ALLOW	PRIOR 179/ BONUS/ SP. DEPR	PRIOR DEC. BAL DEPR	SALVAG /BASIS REDUCT	DEPR. BASIS	PRIOR DEPR	METHOD	LIFE	RATE	CURRENT DEPR
MACHINERY AND EQUIPMENT																
37	TRACTOR	12/01/83		14,500							14,500	14,500	S/L	5		0
38	PUMP	6/01/81		2,063							2,063	2,063	S/L	10		0
39	SEMEN TANK	10/01/82		200							200	200	S/L	5		0
40	AIR COMPRESSOR	6/01/82		1,590							1,590	1,590	S/L	5		0
41	SPRINGTOOTH	5/01/86		874							874	874	S/L	5		0
42	DISK & ROLLER	10/01/86		2,000							2,000	2,000	S/L	5		0
43	WHITE TRACTOR	2/01/86		7,055							7,055	7,055	S/L	5		0
44	FORD TRACTOR	11/01/86		2,000							2,000	2,000	S/L	5		0
45	OAT CHOPPER	8/01/87		3,000							3,000	3,000	150DB HY	7		0
46	GENERATOR	12/01/88		1,378							1,378	1,378	150DB HY	7		0
47	WELDER	5/01/88		1,026							1,026	1,026	150DB HY	7		0
48	WINDROWER	5/01/88		6,500							6,500	6,500	150DB HY	7		0
49	RAKE	6/01/88		1,500							1,500	1,500	150DB HY	7		0
50	INTL 1566 TRACTOR	9/01/89		5,006							5,006	5,006	150DB HY	7		0
51	SCALE	10/31/90		3,675							3,675	3,675	150DB HY	7		0
52	CHOPPER	4/29/03		18,500							18,500	18,500	150DB HY	7		0
53	CASE 9250 TRACTOR	9/10/03		41,409							41,409	41,409	150DB HY	7		0
54	3 USED TRACTORS	6/12/04		4,353							4,353	4,086	150DB HY	7		267
71	QUAD	12/15/07		2,500							2,500	1,731	150DB MQ	5	.53330	410
77	PUMP	4/18/11		4,741			4,741				0		150DB HY	7	.21430	0
TOTAL MACHINERY AND EQUIPME				123,870		0	4,741	0	0	0	119,129	118,093				677

QUOTA

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.



8/28/12

07:54AM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR. ALLOW	PRIOR 179/ BONUS/ SP. DEPR	PRIOR DEC. BAL DEPR	SALVAG /BASIS REDUCT	DEPR. BASIS	PRIOR DEPR	METHOD	LIFE	RATE	CURRENT DEPR
55	MILK QUOTA - STEP-UP	8/30/03		158,560							158,560	132,135	S/L	15		10,571
	TOTAL QUOTA			158,560		0	0	0	0	0	158,560	132,135				10,571
	TOTAL DEPRECIATION			8,378,854		0	12,741	0	0	0	8,366,113	3,435,748				83,655
	GRAND TOTAL AMORTIZATION			38,630		0	0	0	0	0	38,630	1,674				1,545
	GRAND TOTAL DEPRECIATION			9,377,597		0	12,741	0	0	0	9,364,856	3,734,954				103,582

2011 Partnership Return of Income

565

For calendar year 2011 or fiscal year beginning month _____ day _____ year _____, and ending month _____ day _____ year _____	
Partnership name (type or print) Check box if name changed <input type="checkbox"/> HENRY J. TOSTA, JR. FAMILY, L.P.	
DBA	A FEIN ● [REDACTED]
Address (suite, room, PO Box, and PMB no.) [REDACTED]	B Secretary of State (SOS) file no. ● [REDACTED]
City _____ State _____ ZIP Code _____	C Principal business activity name (same as federal) FARMING
E Check accounting method ● (1) <input checked="" type="checkbox"/> Cash (2) <input type="checkbox"/> Accrual (3) <input type="checkbox"/> Other (attach explanation)	D Principal product or service (same as federal) MILK & GRAINS
F Date business started in CA ● 12/31/06	I Principal business activity code (same as federal) ● 112120
G Enter total assets at end of year. See instructions. ● \$ 6,109,804.	H Check applicable box ● (1) <input type="checkbox"/> Initial return (2) <input type="checkbox"/> FINAL RETURN (3) <input type="checkbox"/> Amended return

Caution: Include **only** trade or business income and expenses on line 1a through line 22 below. See the instructions for more information.

	1 a Gross receipts or sales. \$ _____	b Less returns and allowances \$ _____	c Balance ●		1 c
Income	2 Cost of goods sold (Schedule A, line 8)			●	2
	3 GROSS PROFIT. Subtract line 2 from line 1c.			●	3
	4 Total ordinary income from other partnerships and fiduciaries. Attach schedule			●	4
	5 Total ordinary loss from other partnerships and fiduciaries. Attach schedule			●	5
	6 Total farm profit. Attach federal Schedule F (Form 1040)			●	6
	7 Total farm loss. Attach federal Schedule F (Form 1040)			●	7 320,455.
	8 Total gains included on Schedule D-1, Part II, line 17 (gain only)			●	8
	9 Total losses included on Schedule D-1, Part II, line 17 (loss only)			●	9
	10 Other income. Attach schedule			●	10
	11 Other loss. Attach schedule			●	11
	12 Total income (loss). Combine line 3 through line 11.			●	12 -320,455.
	Deductions	13 Salaries and wages (other than to partners)			●
14 Guaranteed payments to partners				●	14
15 Bad debts				●	15
16 Deductible interest expense not claimed elsewhere on return				●	16
17 a Depreciation and amortization. Attach form FTB 3885P. \$ 87,359.				●	17 c
b Less depreciation reported on Schedule A and elsewhere on return \$ 87,359.				●	
18 Depletion. Do not deduct oil and gas depletion				●	18
19 Retirement plans, etc.				●	19
20 Employee benefit programs				●	20
21 Other deductions. Attach schedule				●	21
22 Total deductions. Add line 13 through line 21.			●	22	
23 Ordinary income (loss) from trade or business activities. Subtract line 22 from line 12.			●	23 -320,455.	
Payments	24 Tax — \$800.00 (LPs, LLPs, and REMICs only). See instructions.			●	24 800.
	25 Withholding (Form 592-B and/or 593)	● 25			26 800.
	26 Amount paid with extension of time to file return (form FTB 3538)	● 26			
	27 Total payments. Add line 25 and line 26			●	27 800.
Amount Due or Refund	28 Tax due. If line 24 is more than line 27, subtract line 27 from line 24.			●	28
	29 Use Tax. This is not a total line. See instructions.	● 29			
	30 Refund. If the total of line 24 and line 29 is less than line 27, subtract the total from line 27.		30		
	31 Penalties and interest			●	31
	32 Total amount due. Add line 24, line 29, and line 31, then subtract line 27 from the result. Make the check or money order payable to the Franchise Tax Board.			●	32
Please Sign Here	Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.				
	Signature of general partner _____ Date _____			Telephone ● [REDACTED]	
	General Partner's email address (optional) _____				
Paid Preparer's Use Only	Paid Preparer's signature _____ Date _____		Check if self-employed <input type="checkbox"/>	Paid PTIN ● P00046136	
	Firm's name (or yours, if self-employed) and address SCHMIDT, BETTENCOURT & MEDEIROS, LLP			FEIN ● 77-0457760	
	865 GEER ROAD			Telephone ● (209) 668-4857	
	TURLOCK, CA 95380				
May the FTB discuss this return with the preparer shown above (see instructions)? ● <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No					

PAID WITH FOR \$ 800.

Schedule A Cost of Goods Sold



Table with 8 rows and 2 columns. Row 1: Inventory at beginning of year. Row 2: Purchases less cost of items withdrawn for personal use. Row 3: Cost of labor. Row 4: Additional IRC Section 263A costs. Attach schedule. Row 5: Other costs. Attach schedule. Row 6: Total. Add line 1 through line 5. Row 7: Inventory at end of year. Row 8: Cost of goods sold. Subtract line 7 from line 6. Enter here and on Side 1, line 2.

9a Check all methods used for valuing closing inventory:

- (1) Cost (2) Lower of cost or market as described in Treas. Reg. Section 1.471-4 (3) Write down of 'subnormal' goods as described in Treas. Reg. Section 1.471-2(c) (4) Other. Specify method used and attach explanation

b Check this box if the LIFO inventory method was adopted this taxable year for any goods. If checked, attach federal Form 970

c Do the rules of IRC Section 263A (with respect to property produced or acquired for resale) apply to the partnership?

d Was there any change (other than for IRC Section 263A purposes) in determining quantities, cost, or valuations between opening and closing inventory? If 'Yes,' attach explanation.

J What type of entity is filing this return? Check one only:

- 1 General partnership 2 LP required to pay annual tax (is doing business in California, is registered with SOS, or is organized in California) 3 LP, LLC, or other entity NOT required to pay annual tax (is not doing business in California, is not registered with SOS, and is not organized in California) 4 REMIC 5 LLP 6 Other (See instructions)

K Enter the maximum number of partners in this partnership at any time during the year. (Be sure to attach a California Schedule K-1 (565) for each partner)

PENALTIES MAY APPLY SEE INSTRUCTIONS

- L Is any partner of the partnership related (as defined in IRC Section 267(c)(4)) to any other partner?
M Is any partner of the partnership a trust for the benefit of any person related (as defined in IRC Section 267(c)(4)) to any other partner?
N Are any partners in this partnership also partnerships or LLCs? If 'Yes,' complete Schedule K-1, Table 3 for each
O Does the partnership meet all the requirements shown in the instructions for Question O?
P Is this partnership a partner in another partnership or LLC? If 'Yes,' complete Schedule EO, Part I
Q Was there a distribution of property or transfer (for example by sale or death) of a partnership interest during the taxable year? If 'Yes,' see the federal instructions concerning an election to adjust the basis of the partnership's assets under IRC Section 754
R Is this partnership a publicly traded partnership as defined in IRC Section 469(k)(2)?
S Is this partnership under audit by the IRS or has it been audited in a prior year?
T (1) For this taxable year, was there a change in control or majority ownership for this partnership (or any legal entity in which it holds a controlling or majority interest) that owned or (under certain circumstances) leased real property in California?
(2) For this taxable year, did this partnership (or any legal entity in which it holds a controlling or majority interest) acquire control or majority ownership of any other legal entity that owned or (under certain circumstances) leased real property in California?
(3) If this partnership (or any legal entity in which it holds a controlling or majority interest) owned or (under certain circumstances) leased real property in California, has more than 50 percent of the partnerships interest cumulatively transferred in one or more transactions since March 1, 1975, which was not reported on a previous year's tax return?
U (1) Does the partnership have any foreign (non U.S.) nonresident partners?
(2) Does the partnership have any domestic (non-foreign) nonresident partners?
(3) Were Form 592, Form 592-A, Form 592-B, and Form 592-F filed for these partners?
V Is this an investment partnership? See General Information, Investment Partnerships, in the instructions
W Is the partnership apportioning income to California using Schedule R?
X Has the partnership included a Reportable Transaction or Listed Transaction within this return? (See instructions for definitions.) If 'Yes,' complete and attach federal Form 8886 for each transaction
Y Did this partnership file the Federal Schedule M-3 (Form 1065)?
Z Is this partnership a direct owner of an entity that filed a federal Schedule M-3?
AA Does this partnership have a beneficial interest in a trust or is it a grantor of a trust? Attach name, address, and FEIN
BB Does this partnership own an interest in a business entity disregarded for tax purposes? If 'Yes,' complete Schedule EO, Part II.
CC (1) Is the partnership deferring any income from the disposition of assets? (see instructions)
(2) If 'Yes,' enter the year of asset disposition.
DD Is the partnership reporting previously deferred income from: (see instructions)
EE (1) Did this partnership generate a New Jobs Credit?
(2) If 'Yes,' enter the generated amount
FF (1) Did this partnership or an entity in which this partnership has an ownership interest elect to defer income from the discharge of indebtedness as described in IRC 108(i) for Federal purposes?
(2) If 'Yes,' enter the portion of the discharge of indebtedness attributable to the partnership

Schedule K Partners' Shares of Income, Deductions, Credits, etc.

		(a) Distributive share items	(b) Amounts from federal K (1065)	(c) California adjustments	(d) Total amounts using California law		
INCOME OR LOSS	1	Ordinary income (loss) from trade or business activities	● -331,837.	11,382.	-320,455.		
	2	Net income (loss) from rental real estate activities. Attach federal Form 8825	-21,239.		-21,239.		
	3a	Gross income (loss) from other rental activities					
	b	Less expenses. Attach schedule					
	3c	Net income (loss) from other rental activities. Subtract line 3b from line 3a			●		
	4	Guaranteed payments to partners			●		
	5	Interest income			●		
	6	Dividends			●		
	7	Royalties			●		
	8	Net short-term capital gain (loss). Attach Schedule D (565)			●		
	9	Net long-term capital gain (loss). Attach Schedule D (565)			●		
10a	Total Gain under IRC Sect on 1231 (other than due to casualty or theft)	185,660.		● 185,660.			
b	Total Loss under IRC Sect on 1231 (other than due to casualty or theft)			●			
11a	Other portfolio income (loss). Attach schedule						
b	Total other income. Attach schedule						
c	Total other loss. Attach schedule						
DEDUCTIONS	12	Expense deduction for recovery property (IRC Sect on 179 and R&TC Sect on 17267.2, 17267.6, and 17268). Attach sch.					
	13a	Charitable contributions. See instructions. Attach schedule. STATEMENT 1	350.		350.		
	b	Investment interest expense			●		
	c 1	Total expenditures to which IRC Sect on 59(e) election may apply. Attach schedule.					
	2	Type of expenditures					
	d	Deductions related to portfolio income					
e	Other deductions. Attach schedule						
CREDITS	15a	Withholding on partnership allocated to all partners					
	b	Low-income housing credit					
	c	Credits other than the credit shown on Line 15b related to rental real estate activities					
	d	Credits related to other rental activities					
	e	Nonconsenting nonresident members' tax allocated to all partners					
	f	Other credits			●		
	g	New Jobs Credit			●		
ALTERNATE ITEMS TAX	17a	Depreciation adjustment on property placed in service after 1986	2,363.	1,251.	3,614.		
	b	Adjusted gain or loss					
	c	Depletion (other than oil and gas)					
	d	Gross income from oil, gas, and geothermal properties					
	e	Deductions allocable to oil, gas, and geothermal properties					
	f	Other alternative minimum tax items					
OTHER INFO	18a	Tax-exempt interest income					
	b	Other tax-exempt income			●		
	c	Nondeductible expenses		800.	800.		
	19a	Distributions of money (cash and marketable securities)	20,730.		20,730.		
	b	Distributions of property other than money					
20a	Investment income						
b	Investment expenses						
c	Other information. See instructions		STATEMENT 2	STATEMENT 3			
ANALYSIS	21 a	Total distributive income/payment items. Combine lines 1, 2 and 3c through 11c. From the result, subtract the sum of lines 12 through 13e.	-167,766.	11,382. ●	-156,384.		
	(1)	General partners	(a) Corporate	(b) Individual	(c) Partnership	(d) Exempt Organization	(e) Nominee/Other
				i Active	ii Passive		
(2)	Limited partners		-1,562.				-154,822.



Schedule L Balance Sheets. See the instructions for Question O before completing Schedules L, M-1, and M-2.

Assets	Beginning of income year		End of income year	
	(a)	(b)	(c)	(d)
1 Cash		91,249.		102,893.
2a Trade notes and accounts receivable				
b Less allowance for bad debts				
3 Inventories				●
4 U.S. government obligations				
5 Tax-exempt securities				
6 Other current assets. Att sch				●
7 Mortgage and real estate loans				
8 Other investments. Att sch				●
9a Buildings and other depreciable assets	5,773,574.		5,786,315.	
b Less accumulated depreciation	3,734,954.	2,038,620.	3,851,277.	● 1,935,038.
10a Depletable assets				
b Less accumulated depletion				
11 Land (net of any amortization)		3,591,282.		● 3,591,282.
12a Intangible assets (amortizable only)	41,643.		41,643.	
b Less accumulated amortization	4,687.	36,956.	6,232.	35,411.
13 Other assets. Att sch. SEE STATEMENT 4		400,116.		● 445,180.
14 Total assets		6,158,223.		6,109,804.
Liabilities and Capital				
15 Accounts payable				●
16 Mortgages, notes, bonds payable in less than 1 year		1,043,875.		● 1,341,279.
17 Other current liabilities. Att sch. SEE STMT 5		64,327.		41,483.
18 All nonrecourse loans				●
19 Mortgages, notes, bonds payable in 1 year or more		3,799,126.		● 3,664,643.
20 Other liabilities. Att sch				●
21 Partners' capital accounts		1,250,895.		● 1,062,399.
22 Total liabilities and capital		6,158,223.		6,109,804.

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return. Use total amount under California law. If the partnership completed federal Schedule M-3 (Form 1065), see instructions.

1 Net income (loss) per books	-167,766.	6 Income recorded on books this year not included on Schedule K, line 1 through line 11c. Itemize:	
2 Income included on Schedule K, line 1 through line 11c, not recorded on books this year. Itemize:		a Tax-exempt interest \$	
●		b Other \$	
3 Guaranteed payments (other than health insurance)		c Total. Add line 6a and line 6b \$	●
4 Expenses recorded on books this year not included on Schedule K, line 1 through line 13e. Itemize:		7 Deductions included on Schedule K, line 1 through line 13e, not charged against book income this year. Itemize:	
a Depreciation \$ 10,582.		a Depreciation \$	
b Travel & entertainment \$		b Other \$	
c Limited partnership tax \$ 800.		c Total. Add line 7a and line 7b \$	●
d Other \$		8 Total. Add line 6c and line 7c	
e Total. Add line 4a-4d. \$ 11,382. ●	11,382.	9 Income (loss) (Schedule K, line 21a). Subtract line 8 from line 5.	-156,384.
5 Total of line 1 through line 4e	-156,384.		

Schedule M-2 Analysis of Partners' Capital Accounts. Use California amounts.

1 Balance at beginning of year	1,250,895.	5 Total of line 1 through line 4	1,083,129.
2 Capital contributed during year:		6 Distributions:	
a Cash ●		a Cash ●	20,730.
b Property ●		b Property ●	
3 Net income (loss) per books	-167,766.	7 Other decreases. Itemize:	
4 Other increases. Itemize:			
●		8 Total of line 6 and line 7	20,730.
		9 Balance at end of year. Subtract line 8 from line 5	1,062,399.

2011

(Also, involuntary conversions and recapture amounts under RC Sections 179 and 280F and California R&TC Sections 17267.2, 17267.6, 17268, 24356.5, 24356.6, 24356.7, and 24356.8.)

D-1

Complete and attach this schedule to your tax return only if your California gains or losses are different from your federal gains or losses.

Name(s) as shown on return HENRY J. TOSTA, JR. FAMILY, L.P.	SSN, ITIN, SOS file no., California Corp. no., or FEIN 200633500006
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Part I Sales or Exchanges of Property Used in a Trade or Business and Involuntary Conversions From Other Than Casualty and Theft – Property Held More Than 1 Year

Use federal Form 4684, Casualties and Thefts, to report involuntary conversions from casualty and theft.

1 Enter the gross proceeds from sales or exchanges reported to you for 2011 on federal Form(s) 1099-S, Proceeds From Real Estate Transactions (or a substitute statement), that you will be including on line 2 or line 10, (column (d)), or on line 23.....	1					
2 (a) Description of property	(b) Date acquired (month, day, year)	(c) Date sold (month, day, year)	(d) Gross sales price	(e) Depreciation allowed or allowable since acquisition	(f) Cost or other basis, plus improvements and expense of sale	(g) Gain or (Loss) Subtract (f) from the sum of (d) and (e)
RAISED LIVESTOCK (2+ YEARS OLD)	VARIOUS	VARIOUS	185,660.			185,660.
3 Gain, if any, from federal Form 4684, Section B, Part II, line 39.....	3					
4 IRC Section 1231 gain from installment sales from form FTB 3805E, line 26 or line 37.....	4					
5 IRC Section 1231 gain or (loss) from like-kind exchanges from federal Form 8824 (completed using California amounts).....	5					
6 Gain, if any, from Part III, line 35, from other than casualty and theft.....	6					
7 Combine line 2 through line 6. Enter gain or (loss) here and on the appropriate line as follows:..... IRC Section 179 Assets: For reporting the sale or disposition of assets for which an IRC Section 179 expense deduction was claimed in a prior year, see instructions. Partnerships or Limited Liability Companies (classified as partnerships): Enter the gain or (loss) on Schedule K (565 or 568), line 10. Skip lines 8, 9, 11, and 12 below. S corporations: If line 7 is zero or a loss, enter the amount on line 11 below and skip line 8 and line 9. If line 7 is a gain, continue to line 8. All others: If line 7 is zero or a loss, enter the amount on line 11 below and skip line 8 and line 9. If line 7 is a gain and you did not have any prior year IRC Section 1231 losses, or they were recaptured in an earlier year, enter the gain as follows: Form 540 and Long Form 540NR filers, enter the gain on Schedule D, (540 or 540NR) line 1, and skip lines 8, 9, and 12 below; Form 100 and Form 100W filers, enter the gain on Schedule D, Side 5, Part II, line 6, and skip lines 8, 9, and 12 below.	7	185,660.				
8 Nonrecaptured net IRC Section 1231 losses from prior years. Enter as a positive number. See instructions.....	8					
9 Subtract line 8 from line 7. If zero or less, enter -0-..... S corporations: If line 9 is more than zero, enter this amount on Schedule D (100S), Side 2, Section B, Part II, line 5 and enter the amount, if any, from line 8 on line 12 below. If line 9 is zero, enter the amount from line 7 on line 12 below. All others: If line 9 is more than zero, enter the amount from line 8 on line 12 below, and enter the amount from line 9 as follows: Form 540 and Long Form 540NR filers, enter as a capital gain on Schedule D, (540 or 540NR) line 1; Form 100 and Form 100W filers, enter the gain on Schedule D, Side 5, Part II, line 6. If line 9 is zero, enter the amount from line 7 on line 12 below. See instructions.	9	0.				

Part II Section A – Ordinary Gains and Losses

10 Ordinary gains and losses not included on line 11 through line 17 (include property held 1 year or less):.....	
11 Loss, if any, from line 7.....	11
12 Gain, if any, from line 7, or amount from line 8, if applicable. See instructions.....	12
13 Gain, if any, from Part III, line 34.....	13
14 Net gain or (loss) from federal Form 4684, Section B, Part II, line 31 and line 38a (completed using California amounts).....	14
15 Ordinary gain from installment sales from form FTB 3805E, line 25 or line 36. See instructions.....	15
16 Ordinary gain or (loss) from like-kind exchanges from federal Form 8824 (completed using California amounts).....	16
17 Combine line 10 through line 16.....	17
18 For all except individual returns, enter the amount from line 17 on the appropriate line of your return and skip line a and line b below. For individual returns, complete line a and line b below: see instructions	
a If the loss on line 11 includes a loss from federal Form 4684, Section B, Part II, column (b)(ii), enter that part of the loss here. See instructions.....	18a
b Redetermine the gain or (loss) on line 17, excluding the loss, if any, on line 18a. Enter here and on line 20.....	18b

Partner's Share of Income, Deductions, Credits, etc.

K-1 (565)

For calendar year 2011 or fiscal year beginning month day year 2011, and ending month day year

Partner's identifying number [REDACTED] **Partnership's FEIN** [REDACTED]
 Partner's name, address, city, state, and ZIP Code **Secretary of State file number** [REDACTED]
 Partnership's name, address, city, state, and ZIP Code

H [REDACTED] H [REDACTED] JR. FAMILY, L.P.

A Is this partner a: (1) general partner; or (2) limited partner?

B What type of entity is this partner? (1) Individual (5) General Partnership (9) IRA/Keogh/SEP
 (2) S Corporation (6) Limited Partnership (10) Exempt Organization
 (3) Estate/Trust (7) LLP (11) Disregarded Entity
 (4) C Corporation (8) LLC

C Is this partner a foreign partner? Yes No

D Enter partner's percentage (without regard to special allocations) of:
 Profit sharing _____% (i) Before decrease or termination (ii) End of year 1.0000 %
 Loss sharing _____% 1.0000 %
 Ownership of capital _____% 1.0000 %

E Partner's share of liabilities:
 Nonrecourse \$ _____
 Qualified nonrecourse financing \$ 50,059.
 Other \$ 51,889.

F Reportable transaction or tax shelter registration number(s).....

G (1) Check here if this is a publicly traded partnership as defined in IRC Section 469(k)(2)
 (2) Check here if this is an investment partnership (R&TC Sections 17955 and 23040.1)

H Check here if this is: (1) A final Schedule K-1 (565) (2) An amended Schedule K-1 (565)

I Is this partner a resident of California? Yes No

J Analysis of partner's capital account: Check the box (1) Tax Basis (2) GAAP (3) Section 704(b) Book (4) Other (explain)

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of line 3, line 4, and line 7, Form 565, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year, combine column (a) through column (d)
12,511.		-1,676.	(207.)	10,628.

Caution: Refer to Partner's Instructions for Schedule K-1 (565) before entering information from this schedule on your California return.

	(a) Distributive share items	(b) Amounts from federal Schedule K-1 (1065)	(c) California adjustments	(d) Total amounts using California law. Combine column (b) and column (c)	(e) California source amounts and credits
Income (Loss)	1 Ordinary income (loss) from trade or business activities	-3,318.	114.	-3,204.	
	2 Net income (loss) from rental real estate activities PG. 4	-212.		-212.	
	3 Net income (loss) from other rental activities				
	4 Guaranteed payments to partners				
	5 Interest income				
	6 Dividends				
	7 Royalties				
	8 Net short-term capital gain (loss)				
	9 Net long-term capital gain (loss)				
	10a Total Gain under IRC Section 1231 (other than due to casualty or theft)	1,857.		1,857.	
	b Total Loss under IRC Section 1231 (other than due to casualty or theft)				
11a Other portfolio income (loss). Attach schedule					
b Total other income. Attach schedule					
c Total other loss. Attach schedule					

PARTNER 1

HENRY J. TOSTA, JR. FAMILY, L.P.

	(a) Distributive share items	(b) Amounts from federal Schedule K-1 (1065)	(c) California adjustments	(d) Total amounts using California law. Combine column (b) and column (c)	(e) California source amounts and credits
Deductions	12 Expense deduction for recovery property (IRC Section 179 and R&TC Sections 17267.2, 17267.6 and 17268)				
	13a Charitable contributions P.G. 4	3.		3.	
	b Investment interest expense				
	c 1 Total expenditures to which an IRC Section 59(e) election may apply				
	2 Type of expenditures				
	d Deductions related to portfolio income				
	e Other deductions. Attach schedule				
Credits	15a Total withholding (equals amount on Form 592-B if calendar year partnership)				
	b Low-income housing credit				
	c Credits other than line 15b related to rental real estate activities				
	d Credits related to other rental activities				
	e Nonconsenting nonresident partner's tax paid by partnership				
	f Other credits-Attach required schedules or statements				
	g New jobs credit				
Alternative Minimum Tax (AMT) Items	17a Depreciation adjustment on property placed in service after 1986	24.	13.	37.	
	b Adjusted gain or loss				
	c Depletion (other than oil & gas)				
	d Gross income from oil, gas, and geothermal properties				
	e Deductions allocable to oil, gas, and geothermal properties				
	f Other alternative minimum tax items				
Tax-Exempt Income and Non-deductible Expenses	18a Tax-exempt interest income				
	b Other tax-exempt income				
	c Nondeductible expenses		8.	8.	
Distributions	19a Distributions of money (cash and marketable securities)	207.		207.	
	b Distributions of property other than money				
Other Information	20a Investment income				
	b Investment expenses				
	c Other information. See instructions	SEE ATTACHED		SEE ATTACHED	

Other Partner Information

Table 1 – Partner's share of nonbusiness income from intangibles (source of income is dependent on residence or commercial domicile of the partners):

Interest	\$ _____	Section 1231 Gains/Losses	\$ _____	Capital Gains/Losses	\$ _____
Dividends	\$ _____	Royalties	\$ _____	Other	\$ _____

FOR USE BY APPORTIONING UNITARY PARTNERS ONLY – See instructions.

Table 2 – Partner's share of distributive items.

- A** Partner's share of the partnership's business income. See instructions. \$ _____
- B** Partner's share of nonbusiness income from real and tangible personal property sourced or allocable to California.
- | | | | |
|---------------------------|----------|-----------------|----------|
| Capital Gains/Losses | \$ _____ | Rents/Royalties | \$ _____ |
| Section 1231 Gains/Losses | \$ _____ | Other | \$ _____ |

C Partner's distributive share of the partnership's property, payroll, and sales:

Factors	Total within and outside California	Total within California
Property: Beginning	\$ _____	\$ _____
Ending	\$ _____	\$ _____
Annual rent expense	\$ _____	\$ _____
Payroll	\$ _____	\$ _____
Sales	\$ _____	\$ _____

Table 3 – Partner's share of cost of goods sold, deductions, and rental income.

Enter only amounts used to determine income (loss) derived from and attributable to California sources. All amounts entered on this table are first multiplied by the appropriate Item D (ii) end of year partner's profit and loss sharing percentage on Side 1. See the partnership Schedule K-1 instructions for information on how to obtain the amounts below.

- 1** Schedule K, Line 1, column (d), Ordinary income (loss) from trade or business activities:
- a** Enter as a positive amount the cost of goods sold used to to determine the amount on Schedule K, Line 1, column (d), plus the total amounts on line 1a of Table 3 from all Schedule K-1s (565) this partnership received. _____
 - b** Enter as a positive amount the total deductions used to determine the amount on Schedule K, Line 1, column (d), plus the total amounts on line 1b of Table 3 from all Schedule K-1s (565) this partnership received. _____
- 2** Enter the total gross rents from line 18a of federal Form 8825 as adjusted for California law differences, plus the total amounts on line 2 of Table 3 from all Schedule K-1s (565) this partnership received. _____
- 3** Enter the gross income (loss) from other rental activities from Schedule K, Line 3a, column (d), plus the total amounts on line 3 of Table 3 from all Schedule K-1s (565) this partnership received. _____

CAPA6012L 12/06/11

PARTNER 1: HENRY J. TOSTA _____

**LINE 2, COLUMN (D)
RENTAL REAL ESTATE ACTIVITIES**

PROPERTY ADDRESS	GROSS INCOME	NET EXPENSES	NET INCOME	PASSIVE NONPASS	SEC. 1231 TOTAL
RIDGECREST DR. MANTECA, CA 95337	\$ 155.	99.	\$ 56.	PASSIVE	
SAMOA LANE LATHROP, CA 95330	134.	280.	-146.	PASSIVE	
CANAL BLVD. TRACY, CA 95376	177.	299.	-122.	PASSIVE	
		TOTAL	\$ -212.		

**LINE 13A, COLUMN (D)
CHARITABLE CONTRIBUTIONS**

CASH CONTRIBUTIONS - 50% LIMITATION.....	\$ 3.
TOTAL	\$ 3.

**BOX 20
OTHER INFORMATION**

*** DESCRIPTIVE INFORMATION**

Y DOMESTIC PRODUCTION ACTIVITIES DEDUCTION.....	\$ 531.
---	---------

**LINE 20C - COLUMN D
OTHER INFORMATION**

PROPORTIONATE INT. OF AGGREGATE GROSS RECEIPTS.....	\$ 38,656.
TOTAL	\$ 38,656.

Partner's Share of Income, Deductions, Credits, etc.

K-1 (565)

For calendar year 2011 or fiscal year beginning month day year 2011, and ending month day year

Partner's identifying number [REDACTED] **Partnership's FEIN** [REDACTED]

Partner's name, address, city, state, and ZIP Code **Secretary of State file number** [REDACTED]

Partner's name, address, city, state, and ZIP Code

HENRY J. TOSTA, JR. TRUST
D [REDACTED], 2006
[REDACTED]

H [REDACTED] JR. FAMILY, L.P.
[REDACTED]

- A** Is this partner a: (1) general partner; or (2) limited partner?
- B** What type of entity is this partner? (1) Individual (2) S Corporation (3) Estate/Trust (4) C Corporation (5) General Partnership (6) Limited Partnership (7) LLP (8) LLC (9) IRA/Keogh/SEP (10) Exempt Organization (11) Disregarded Entity
- C** Is this partner a foreign partner? Yes No
- D** Enter partner's percentage (without regard to special allocations) of:
- | | | | | | |
|----------------------|---------|------------------------------------|---------|------------------|-----------|
| Profit sharing | _____ % | (i) Before decrease or termination | _____ % | (ii) End of year | 89.0000 % |
| Loss sharing | _____ % | | _____ % | | 89.0000 % |
| Ownership of capital | _____ % | | _____ % | | 89.0000 % |

- E** Partner's share of liabilities:
- | | | |
|---------------------------------|------|------------|
| Nonrecourse | • \$ | _____ |
| Qualified nonrecourse financing | • \$ | 4,455,271. |
| Other | • \$ | _____ |
- F** Reportable transaction or tax shelter registration number(s) _____
- G** (1) Check here if this is a publicly traded partnership as defined in IRC Section 469(k)(2)
(2) Check here if this is an investment partnership (R&TC Sections 17955 and 23040.1)
- H** Check here if this is: (1) A final Schedule K-1 (565) (2) An amended Schedule K-1 (565)
- I** Is this partner a resident of California? Yes No

J Analysis of partner's capital account: Check the box (1) Tax Basis (2) GAAP (3) Section 704(b) Book (4) Other (explain)

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of line 3, line 4, and line 7, Form 565, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year, combine column (a) through column (d)
• 1,113,297.	•	• -149,313.	• (18,450.)	• 945,534.

Caution: Refer to Partner's Instructions for Schedule K-1 (565) before entering information from this schedule on your California return.

	(a) Distributive share items	(b) Amounts from federal Schedule K-1 (1065)	(c) California adjustments	(d) Total amounts using California law. Combine column (b) and column (c)	(e) California source amounts and credits
Income (Loss)	1 Ordinary income (loss) from trade or business activities	-295,335.	10,130.	-285,205.	▶
	2 Net income (loss) from rental real estate activities PG. 4	-18,903.		-18,903.	▶
	3 Net income (loss) from other rental activities				▶
	4 Guaranteed payments to partners				▶
	5 Interest income				▶
	6 Dividends				▶
	7 Royalties				▶
	8 Net short-term capital gain (loss)				▶
	9 Net long-term capital gain (loss)				▶
	10a Total Gain under IRC Section 1231 (other than due to casualty or theft)	165,237.		165,237.	▶
	b Total Loss under IRC Section 1231 (other than due to casualty or theft)				▶
11a Other portfolio income (loss). Attach schedule				▶	
b Total other income. Attach schedule				▶	
c Total other loss. Attach schedule				▶	

PARTNER 2

HENRY J. TOSTA, JR. FAMILY, L.P.

(a) Distributive share items		(b) Amounts from federal Schedule K-1 (1065)	(c) California adjustments	(d) Total amounts using California law. Combine column (b) and column (c)	(e) California source amounts and credits
Deductions	12 Expense deduction for recovery property (IRC Section 179 and R&TC Sections 17267.2, 17267.6 and 17268)				
	13a Charitable contributions P.G. 4	312.		312.	
	b Investment interest expense				
	c 1 Total expenditures to which an IRC Section 59(e) election may apply				
	2 Type of expenditures				
	d Deductions related to portfolio income				
e Other deductions. Attach schedule					
Credits	15a Total withholding (equals amount on Form 592-B if calendar year partnership)				
	b Low-income housing credit				
	c Credits other than line 15b related to rental real estate activities				
	d Credits related to other rental activities				
	e Nonconsenting nonresident partner's tax paid by partnership				
	f Other credits-Attach required schedules or statements				
	g New jobs credit				
Alternative Minimum Tax (AMT) Items	17a Depreciation adjustment on property placed in service after 1986	2,103.	1,113.	3,216.	
	b Adjusted gain or loss				
	c Depletion (other than oil & gas)				
	d Gross income from oil, gas, and geothermal properties				
	e Deductions allocable to oil, gas, and geothermal properties				
	f Other alternative minimum tax items				
Tax-Exempt Income and Non-deductible Expenses	18a Tax-exempt interest income				
	b Other tax-exempt income				
	c Nondeductible expenses		712.	712.	
Distributions	19a Distributions of money (cash and marketable securities)	18,450.		18,450.	
	b Distributions of property other than money				
Other Information	20a Investment income				
	b Investment expenses				
	c Other information. See instructions	SEE ATTACHED		SEE ATTACHED	

Other Partner Information

Table 1 – Partner's share of nonbusiness income from intangibles (source of income is dependent on residence or commercial domicile of the partners):

Interest	\$ _____	Section 1231 Gains/Losses	\$ _____	Capital Gains/Losses	\$ _____
Dividends	\$ _____	Royalties	\$ _____	Other	\$ _____

FOR USE BY APPORTIONING UNITARY PARTNERS ONLY – See instructions.

Table 2 – Partner's share of distributive items.

- A** Partner's share of the partnership's business income. See instructions. \$ _____
- B** Partner's share of nonbusiness income from real and tangible personal property sourced or allocable to California.
- | | | | |
|---------------------------|----------|-----------------|----------|
| Capital Gains/Losses | \$ _____ | Rents/Royalties | \$ _____ |
| Section 1231 Gains/Losses | \$ _____ | Other | \$ _____ |

C Partner's distributive share of the partnership's property, payroll, and sales:

Factors	Total within and outside California	Total within California
Property: Beginning	\$ _____	\$ _____
Ending	\$ _____	\$ _____
Annual rent expense	\$ _____	\$ _____
Payroll	\$ _____	\$ _____
Sales	\$ _____	\$ _____

Table 3 – Partner's share of cost of goods sold, deductions, and rental income.

Enter only amounts used to determine income (loss) derived from and attributable to California sources. All amounts entered on this table are first multiplied by the appropriate Item D (ii) end of year partner's profit and loss sharing percentage on Side 1. See the partnership Schedule K-1 instructions for information on how to obtain the amounts below.

- 1 Schedule K, Line 1, column (d), Ordinary income (loss) from trade or business activities:
 - a Enter as a positive amount the cost of goods sold used to to determine the amount on Schedule K, Line 1, column (d), plus the total amounts on line 1a of Table 3 from all Schedule K-1s (565) this partnership received. _____
 - b Enter as a positive amount the total deductions used to determine the amount on Schedule K, Line 1, column (d), plus the total amounts on line 1b of Table 3 from all Schedule K-1s (565) this partnership received. _____
- 2 Enter the total gross rents from line 18a of federal Form 8825 as adjusted for California law differences, plus the total amounts on line 2 of Table 3 from all Schedule K-1s (565) this partnership received. _____
- 3 Enter the gross income (loss) from other rental activities from Schedule K, Line 3a, column (d), plus the total amounts on line 3 of Table 3 from all Schedule K-1s (565) this partnership received. _____

**LINE 2, COLUMN (D)
RENTAL REAL ESTATE ACTIVITIES**

PROPERTY ADDRESS	GROSS INCOME	NET EXPENSES	NET INCOME	PASSIVE NONPASS	SEC. 1231 TOTAL
RIDGECREST DR. MANTECA, CA 95337	\$ 13,812.	8,854.	\$ 4,958.	PASSIVE	
SAMOA LANE LATHROP, CA 95330	11,904.	24,928.	-13,024.	PASSIVE	
CANAL BLVD. TRACY, CA 95376	15,744.	26,581.	-10,837.	PASSIVE	
		TOTAL	\$ -18,903.		

**LINE 13A, COLUMN (D)
CHARITABLE CONTRIBUTIONS**

CASH CONTRIBUTIONS - 50% LIMITATION	\$ 312.
TOTAL	\$ 312.

**BOX 20
OTHER INFORMATION**

*** DESCRIPTIVE INFORMATION**

Y DOMESTIC PRODUCTION ACTIVITIES DEDUCTION	\$ 47,218.
--	------------

**LINE 20C - COLUMN D
OTHER INFORMATION**

PROPORTIONATE INT. OF AGGREGATE GROSS RECEIPTS	\$ 3,440,324.
TOTAL	\$ 3,440,324.

Partner's Share of Income, Deductions, Credits, etc.

K-1 (565)

For calendar year 2011 or fiscal year beginning month day year 2011, and ending month day year

Partner's identifying number [redacted] **Partnership's FEIN** [redacted]

Partner's name, address, city, state, and ZIP Code **Secretary of State file number** [redacted]

Partner's name, address, city, state, and ZIP Code

HENRY J. TOSTA, JR IRREVOCABLE
F [redacted] . 21, 2006

H [redacted] JR. FAMILY, L.P.

- A** Is this partner a: (1) general partner; or (2) limited partner?
- B** What type of entity is this partner? (1) Individual (2) S Corporation (3) Estate/Trust (4) C Corporation (5) General Partnership (6) Limited Partnership (7) LLP (8) LLC (9) IRA/Keogh/SEP (10) Exempt Organization (11) Disregarded Entity
- C** Is this partner a foreign partner? Yes No
- D** Enter partner's percentage (without regard to special allocations) of:
- | | | | | | |
|----------------------|---------|------------------------------------|---------|------------------|-----------|
| Profit sharing | _____ % | (i) Before decrease or termination | _____ % | (ii) End of year | 10.0000 % |
| Loss sharing | _____ % | | _____ % | | 10.0000 % |
| Ownership of capital | _____ % | | _____ % | | 10.0000 % |

- E** Partner's share of liabilities:
- | | | |
|---------------------------------|------|----------|
| Nonrecourse | • \$ | _____ |
| Qualified nonrecourse financing | • \$ | 500,592. |
| Other | • \$ | _____ |
- F** Reportable transaction or tax shelter registration number(s) _____
- G** (1) Check here if this is a publicly traded partnership as defined in IRC Section 469(k)(2)
(2) Check here if this is an investment partnership (R&TC Sections 17955 and 23040.1)
- H** Check here if this is: (1) A final Schedule K-1 (565) (2) An amended Schedule K-1 (565)
- I** Is this partner a resident of California? Yes No

J Analysis of partner's capital account: Check the box (1) Tax Basis (2) GAAP (3) Section 704(b) Book (4) Other (explain)

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of line 3, line 4, and line 7, Form 565, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year, combine column (a) through column (d)
• 125,087.	•	• -16,777.	• (2,073.)	• 106,237.

Caution: Refer to Partner's Instructions for Schedule K-1 (565) before entering information from this schedule on your California return.

	(a) Distributive share items	(b) Amounts from federal Schedule K-1 (1065)	(c) California adjustments	(d) Total amounts using California law. Combine column (b) and column (c)	(e) California source amounts and credits
Income (Loss)	1 Ordinary income (loss) from trade or business activities	-33,184.	1,138.	-32,046.	▶
	2 Net income (loss) from rental real estate activities PG. 4	-2,124.		-2,124.	▶
	3 Net income (loss) from other rental activities				▶
	4 Guaranteed payments to partners				▶
	5 Interest income				▶
	6 Dividends				▶
	7 Royalties				▶
	8 Net short-term capital gain (loss)				▶
	9 Net long-term capital gain (loss)				▶
	10a Total Gain under IRC Section 1231 (other than due to casualty or theft)	18,566.		18,566.	▶
	b Total Loss under IRC Section 1231 (other than due to casualty or theft)				▶
11a Other portfolio income (loss). Attach schedule				▶	
b Total other income. Attach schedule				▶	
c Total other loss. Attach schedule				▶	

PARTNER 3

HENRY J. TOSTA, JR. FAMILY, L.P.

	(a) Distributive share items	(b) Amounts from federal Schedule K-1 (1065)	(c) California adjustments	(d) Total amounts using California law. Combine column (b) and column (c)	(e) California source amounts and credits
Deductions	12 Expense deduction for recovery property (IRC Section 179 and R&TC Sections 17267.2, 17267.6 and 17268)				
	13a Charitable contributions P.G. 4	35.		35.	
	b Investment interest expense				
	c 1 Total expenditures to which an IRC Section 59(e) election may apply				
	2 Type of expenditures				
	d Deductions related to portfolio income				
Credits	e Other deductions. Attach schedule				
	15a Total withholding (equals amount on Form 592-B if calendar year partnership)				
	b Low-income housing credit				
	c Credits other than line 15b related to rental real estate activities				
	d Credits related to other rental activities				
	e Nonconsenting nonresident partner's tax paid by partnership				
	f Other credits-Attach required schedules or statements				
Alternative Minimum Tax (AMT) Items	g New jobs credit				
	17a Depreciation adjustment on property placed in service after 1986	236.	125.	361.	
	b Adjusted gain or loss				
	c Depletion (other than oil & gas)				
	d Gross income from oil, gas, and geothermal properties				
	e Deductions allocable to oil, gas, and geothermal properties				
Tax-Exempt Income and Non-deductible Expenses	f Other alternative minimum tax items				
	18a Tax-exempt interest income				
	b Other tax-exempt income				
Distributions	c Nondeductible expenses		80.	80.	
	19a Distributions of money (cash and marketable securities)	2,073.		2,073.	
Other Information	b Distributions of property other than money				
	20a Investment income				
	b Investment expenses				
	c Other information. See instructions	SEE ATTACHED		SEE ATTACHED	

Other Partner Information

Table 1 – Partner's share of nonbusiness income from intangibles (source of income is dependent on residence or commercial domicile of the partners):

Interest	\$ _____	Section 1231 Gains/Losses	\$ _____	Capital Gains/Losses	\$ _____
Dividends	\$ _____	Royalties	\$ _____	Other	\$ _____

FOR USE BY APPORTIONING UNITARY PARTNERS ONLY – See instructions.

Table 2 – Partner's share of distributive items.

- A** Partner's share of the partnership's business income. See instructions. \$ _____
- B** Partner's share of nonbusiness income from real and tangible personal property sourced or allocable to California.
- | | | | |
|---------------------------|----------|-----------------|----------|
| Capital Gains/Losses | \$ _____ | Rents/Royalties | \$ _____ |
| Section 1231 Gains/Losses | \$ _____ | Other | \$ _____ |

C Partner's distributive share of the partnership's property, payroll, and sales:

Factors	Total within and outside California	Total within California
Property: Beginning	\$ _____	\$ _____
Ending	\$ _____	\$ _____
Annual rent expense	\$ _____	\$ _____
Payroll	\$ _____	\$ _____
Sales	\$ _____	\$ _____

Table 3 – Partner's share of cost of goods sold, deductions, and rental income.

Enter only amounts used to determine income (loss) derived from and attributable to California sources. All amounts entered on this table are first multiplied by the appropriate Item D (ii) end of year partner's profit and loss sharing percentage on Side 1. See the partnership Schedule K-1 instructions for information on how to obtain the amounts below.

- 1 Schedule K, Line 1, column (d), Ordinary income (loss) from trade or business activities:
 - a Enter as a positive amount the cost of goods sold used to to determine the amount on Schedule K, Line 1, column (d), plus the total amounts on line 1a of Table 3 from all Schedule K-1s (565) this partnership received. . . _____
 - b Enter as a positive amount the total deductions used to determine the amount on Schedule K, Line 1, column (d), plus the total amounts on line 1b of Table 3 from all Schedule K-1s (565) this partnership received. _____
- 2 Enter the total gross rents from line 18a of federal Form 8825 as adjusted for California law differences, plus the total amounts on line 2 of Table 3 from all Schedule K-1s (565) this partnership received. _____
- 3 Enter the gross income (loss) from other rental activities from Schedule K, Line 3a, column (d), plus the total amounts on line 3 of Table 3 from all Schedule K-1s (565) this partnership received. _____

CAPA6012L 12/06/11

PARTNER 3: HENRY J. TOSTA, JR IRREVOCABLE

**LINE 2, COLUMN (D)
RENTAL REAL ESTATE ACTIVITIES**

PROPERTY ADDRESS	GROSS INCOME	NET EXPENSES	NET INCOME	PASSIVE NONPASS	SEC. 1231 TOTAL
RIDGECREST DR. MANTECA, CA 95337	\$ 1,552.	995.	\$ 557.	PASSIVE	
SAMOA LANE LATHROP, CA 95330	1,338.	2,801.	-1,463.	PASSIVE	
CANAL BLVD. TRACY, CA 95376	1,769.	2,987.	-1,218.	PASSIVE	
		TOTAL	\$ -2,124.		

**LINE 13A, COLUMN (D)
CHARITABLE CONTRIBUTIONS**

CASH CONTRIBUTIONS - 50% LIMITATION	\$ 35.
TOTAL	\$ 35.

**BOX 20
OTHER INFORMATION**

*** DESCRIPTIVE INFORMATION**

Y DOMESTIC PRODUCTION ACTIVITIES DEDUCTION	\$ 5,305.
--	-----------

**LINE 20C - COLUMN D
OTHER INFORMATION**

PROPORTIONATE INT. OF AGGREGATE GROSS RECEIPTS	\$ 386,553.
TOTAL	\$ 386,553.

Form **8825**

(Rev December 2010)
Department of the Treasury
Internal Revenue Service

CALIFORNIA COPY - CALIFORNIA AMOUNTS
**Rental Real Estate Income and Expenses of a
Partnership or an S Corporation**

OMB No. 1545-1186

▶ See instructions.
▶ Attach to Form 1065, Form 1065-B, or Form 1120S.

Name: **HENRY J. TOSTA, JR. FAMILY, L.P.** Employer identification number: [REDACTED]

Table with 5 columns: Property ID, Physical address, Type, Fair Rental Days, Personal Use Days. Rows A-D: RIDGECREST DR., SAMOA LANE, CANAL BLVD.

Main calculation table with columns: Rental Real Estate Income, Properties (A, B, C, D), and various expense categories (2-15). Totals (16-21) and net rental real estate income (21) are shown at the bottom.

1 Show the type and address of each property. For each rental real estate property listed, report the number of days at fair rental value and days with personal use. See instructions.

Physical address of each property – street, city, state, ZIP code	Type – Enter code 1-8; see below for list	Fair Rental Days	Personal Use Days
E -----	-----	-----	-----
F -----	-----	-----	-----
G -----	-----	-----	-----
H -----	-----	-----	-----

Rental Real Estate Income		Properties			
		E	F	G	H
2	Gross rents	2			
Rental Real Estate Expenses					
3	Advertising	3			
4	Auto and travel	4			
5	Cleaning and maintenance	5			
6	Commissions	6			
7	Insurance	7			
8	Legal and other professional fees	8			
9	Interest	9			
10	Repairs	10			
11	Taxes	11			
12	Utilities	12			
13	Wages and salaries	13			
14	Depreciation (see instructions)	14			
15	Other (list) ▶ -----	15			

16	Total expenses for each property. Add lines 3 through 15	16			
17	Income or (Loss) from each property. Subtract line 16 from line 2	17			

Allowable Codes for Type of Property

- 1– Single Family Residence
- 2– Multi-Family Residence
- 3– Vacation or Short-term Rental
- 4– Commercial
- 5– Land
- 6– Royalties
- 7– Self-Rental
- 8– Other (include description with the code on Form 8825 or on a separate statement)

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.

8/28/12

07:55AM

STATEMENT 1
FORM 565, SCHEDULE K, LINE 13A
CHARITABLE CONTRIBUTIONS

CASH CONTRIBUTIONS - 50% LIMITATION.....		\$	350.
	TOTAL	\$	<u>350.</u>

STATEMENT 2
FORM 565, SCHEDULE K, LINE 20C - COLUMN B
OTHER REPORTABLE ITEMS FROM FORM 1065

DOMESTIC PRODUCTION ACTIVITIES DEDUCTION.....	\$	53,054.
---	----	---------

STATEMENT 3
FORM 565, SCHEDULE K, LINE 20C - COLUMN D
OTHER REPORTABLE ITEMS

PROPORTIONATE INT. OF AGGREGATE GROSS RECEIPTS.....	\$	3,865,533.
---	----	------------

STATEMENT 4
FORM 565, SCHEDULE L, LINE 13
OTHER ASSETS

	<u>BEGINNING</u>	<u>ENDING</u>
RECEIVABLE - BANTA INN.....	\$ 188,376.	\$ 201,174.
RECEIVABLE - LEE BROWN.....	211,740.	244,006.
TOTAL	<u>\$ 400,116.</u>	<u>\$ 445,180.</u>

STATEMENT 5
FORM 565, SCHEDULE L, LINE 17
OTHER CURRENT LIABILITIES

	<u>BEGINNING</u>	<u>ENDING</u>
CREDIT CARD LIABILITIES.....	\$ 54,834.	\$ 32,282.
PAYROLL LIABILITIES.....	9,493.	9,201.
TOTAL	<u>\$ 64,327.</u>	<u>\$ 41,483.</u>

SCHEDULE F
(Form 1040)

Department of the Treasury
Internal Revenue Service (99)

Profit or Loss From Farming

▶ Attach to Form 1040, Form 1040NR, Form 1041, Form 1065, or Form 1065-B.
▶ See Instructions for Schedule F (Form 1040).

OMB No. 1545-0074

2011

Attachment
Sequence No. **14**

Name of proprietor: **HENRY J. TOSTA, JR. FAMILY, L.P.** Social security number (SSN):

A Principal crop or activity: **MILK & GRAINS** B Enter code from Part IV: **112120** C Accounting method: Cash Accrual D Employer ID number (EIN), (see instr): **94-2253813**

E Did you 'materially participate' in the operation of this business during 2011? If 'No,' see instructions for limit on passive losses. Yes No
F Did you make any payments in 2011 that would require you to file Form(s) 1099 (see instructions)? Yes No
G If 'Yes,' did you or will you file all required Forms 1099? Yes No

Part I Farm Income — Cash Method. Complete Parts I and II (Accrual method. Complete Parts II & III, & Part I, line 9.)

1 a	Specified sales of livestock and other resale items (see instructions)	1 a	0.			
b	Sales of livestock and other resale items not reported on line 1a	1 b				
c	Total of lines 1a and 1b (see instructions)	1 c				
d	Cost or other basis of livestock or other items reported on line 1c	1 d				
e	Subtract line 1d from line 1c	1 e				
2 a	Specified sales of products you raised (see instructions)	2 a	0.			
b	Sales of products you raised not reported on line 2a	2 b	3,514,301.			
3 a	Cooperative distributions (Form(s) 1099-PATR)	3 a	30,106.	3 b Taxable amount	3 b	30,106.
4 a	Agricultural program payments (see instructions)	4 a	6,566.	4 b Taxable amount	4 b	6,566.
5 a	Commodity Credit Corporation (CCC) loans reported under election	5 a		5 c Taxable amount	5 c	
b	CCC loans forfeited	5 b		5 c Taxable amount	5 c	
6	Crop insurance proceeds and federal crop disaster payments (see instructions):					
a	Amount received in 2011	6 a		6 b Taxable amount	6 b	
c	If election to defer to 2012 is attached, check here <input type="checkbox"/>	6 d	Amount deferred from 2010	6 d		
7 a	Specified custom hire (machine work) income (see instructions)	7 a	0.			
b	Custom hire income not reported on line 7a	7 b				
8 a	Specified other income (see instructions)	8 a	0.			
b	Other income not reported on line 8a (see instructions) SEE STATEMENT 5	8 b	82,316.			
9	Gross income. Add amounts in the right column (lines 1e, 2a, 2b, 3b, 4b, 5a, 5c, 6b, 6d, 7a, 7b, 8a, and 8b). If you use the accrual method, enter the amount from Part III, line 50 (see instructions)	9	3,633,289.			

Part II Farm Expenses — Cash and Accrual Method. Do not include personal or living expenses (see instrs).

10	Car and truck expenses (see instructions). Also attach Form 4562	10	6,974.	23	Pension and profit-sharing plans	23	
11	Chemicals	11	709.	24	Rent or lease (see instructions):		
12	Conservation expenses (see instructions)	12		a	Vehicles, machinery, equipment	24 a	1,200.
13	Custom hire (machine work)	13	29,997.	b	Other (land, animals, etc)	24 b	15,000.
14	Depreciation and section 179 expense (see instructions)	14	96,396.	25	Repairs and maintenance	25	189,247.
15	Employee benefit programs other than on line 23	15		26	Seeds and plants	26	62,551.
16	Feed	16	2,376,267.	27	Storage and warehousing	27	
17	Fertilizers and lime	17		28	Supplies	28	45,124.
18	Freight and trucking	18	20,108.	29	Taxes	29	60,616.
19	Gasoline, fuel, and oil	19	114,877.	30	Utilities	30	83,521.
20	Insurance (other than health)	20	28,832.	31	Veterinary, breeding, and medicine	31	69,640.
21	Interest:			32	Other expenses (specify):		
a	Mortgage (paid to banks, etc)	21 a	184,911.	a	SEE STATEMENT 6	32 a	402,466.
b	Other	21 b		b		32 b	
22	Labor hired (less employment credits)	22	175,890.	c		32 c	
				d		32 d	
				e		32 e	
				f		32 f	
33	Total expenses. Add lines 10 through 32f. If line 32f is negative, see instructions	33	3,964,326.				
34	Net farm profit or (loss). Subtract line 33 from line 19	34	-331,037.				

If a profit, stop here and see instructions for where to report. If a loss, complete lines 35 and 36.

35 Did you receive an applicable subsidy in 2011? (see instructions) Yes No

36 Check the box that describes your investment in this activity and see instructions for where to report your loss.

a All investment is at risk b Some investment is not at risk

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.

8/28/12

07:55AM

STATEMENT 5
SCHEDULE F, LINE 8B
OTHER INCOME NOT REPORTED ON LINE 8A

1099-MISC - DAVID B. BEM #77-0514742	\$	19,500.
MISCELLANEOUS		8,581.
OTHER RENT INCOME		54,235.
	TOTAL	\$ 82,316.

STATEMENT 6
SCHEDULE F, LINE 32
OTHER EXPENSES

ACCOUNTING FEES	\$	3,085.
ADVERTISING		715.
AMORTIZATION		1,545.
BANK CHARGES		1,789.
CALF RAISING EXPENSES		127,067.
DUES & SUBSCRIPTIONS		1,406.
HARVESTING		41,552.
HOOF TRIMMING		31,645.
IRRIGATION		28,110.
LEGAL		145.
LICENSES AND PERMITS		3,427.
MARKETING & ASSESSMENTS		141,837.
OTHER FARMING COSTS		8,033.
TELEPHONE		3,793.
TESTING		8,317.
	TOTAL	\$ 402,466.

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.

8/28/12

07:55AM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR. ALLOW	PRIOR 179/ BONUS/ SP. DEPR	PRIOR DEC. BAL DEPR	SALVAG /BASIS REDUCT	DEPR. BASIS	PRIOR DEPR	METHOD	LIFE	RATE	CURRENT DEPR
RENTAL REAL ESTATE - RESIDENTIAL RENTAL																
1416 RIDGECREST DR, MANTECA																
1	LAND - STEP-UP	8/30/03		100,000							100,000					0
2	HOUSE	11/01/79		75,000							75,000	75,000	S/L	30		0
3	HOUSE - STEP-UP	8/30/03		174,345							174,345	46,755	S/L	MM	27.5 .04969	6,340
TOTAL 1416 RIDGECREST DR, MA				349,345		0	0	0	0	0	349,345	121,755				6,340
TOTAL DEPRECIATION				349,345		0	0	0	0	0	349,345	121,755				6,340

RENTAL REAL ESTATE - RESIDENTIAL RENTAL

568 SOMOA LN, LATHROP

4	LAND - STEP-UP	8/30/03		100,000							100,000					0
5	HOUSE	9/01/76		25,500							25,500	25,500	S/L	30		0
6	HOUSE - STEP-UP	8/30/03		174,700							174,700	46,851	S/L	MM	27.5 .04969	6,353
68	LOAN FEES	12/26/06		3,013							3,013	400	S/L	30		100
TOTAL 568 SOMOA LN, LATHROP				303,213		0	0	0	0	0	303,213	72,751				6,453
TOTAL DEPRECIATION				303,213		0	0	0	0	0	303,213	72,751				6,453

RENTAL REAL ESTATE - RESIDENTIAL RENTAL

12/31/11

2011 CALIFORNIA DEPRECIATION SCHEDULE

PAGE 2

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.

8/28/12

07:55AM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT	CUR 179 BONUS	SPECIAL DEPR. ALLOW	PRIOR 179/ BONUS/ SP. DEPR	PRIOR DEC. BAL DEPR	SALVAG /BASIS REDUCT	DEPR. BASIS	PRIOR DEPR	METHOD	LIFE	RATE	CURRENT DEPR
6188 W CANAL, TRACY																
7	LAND - STEP-UP	8/30/03		150,000							150,000					0
8	HOUSE	11/24/92		133,259							133,259	87,826	S/L MM	27.5	.10667	4,846
9	HOUSE - STEP-UP	8/30/03		62,926							62,926	16,874	S/L MM	27.5	.04969	2,288
TOTAL 6188 W CANAL, TRACY				346,185		0	0	0	0	0	346,185	104,700				7,134
TOTAL DEPRECIATION				346,185		0	0	0	0	0	346,185	104,700				7,134
FORM 1040, SCHEDULE F - MILK & GRAINS																
AMORTIZATION																
73	REFINANCE COSTS	12/01/09		38,630							38,630	1,674	S/L	25		1,545
TOTAL AMORTIZATION				38,630		0	0	0	0	0	38,630	1,674				1,545
AUTO / TRANSPORT EQUIPMENT																
10	FORD 2-TON TRUCK	12/01/83		1,550							1,550	1,550	S/L	5		0
11	VEHICLES	6/01/82		32,665							32,665	32,665	S/L	10		0
12	1993 CHEVY P/U	6/19/93		24,046							24,046	24,046	150DB HY	5		0
13	1994 CHEVY P/U	12/26/96		24,265							24,265	24,265	150DB HY	5		0
14	1988 CHEVY P/U	9/12/99		4,000							4,000	4,000	150DB HY	5		0
15	GOOSENECK TRAILER	8/31/04		6,800							6,800	6,383	150DB HY	7		417
57	2005 CHEVY P/U	2/08/05		40,975							40,975	40,975	150DB HY	5		0
58	FORD CABOVER	12/14/05		600							600	476	150DB HY	7	.66670	83
59	MANURE TRUCK	6/22/06		39,999							39,999	36,668	150DB HY	5		3,331

12/31/11

2011 CALIFORNIA DEPRECIATION SCHEDULE

PAGE 3

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.

8/28/12

07:55AM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR. ALLOW	PRIOR 179/ BONUS/ SP. DEPR	PRIOR DEC. BAL DEPR	SALVAG /BASIS REDUCT	DEPR. BASIS	PRIOR DEPR	METHOD	LIFE	RATE	CURRENT DEPR
70	FEED TRUCK / MIXER	11/29/07		65,000							65,000	45,007	150DB MQ	5	.53330	10,662
TOTAL AUTO / TRANSPORT EQUIP				239,900		0	0	0	0	0	239,900	216,035				14,493
BUILDINGS																
16	BELOTTA - 2 HOUSES	11/18/93		48,500							48,500	23,330	S/L MM	31.5	.06957	1,751
17	BELOTTA - 2 BARNS	11/18/93		71,000							71,000	34,145	S/L MM	31.5	.06957	2,564
18	MIDDLE - BARNS	12/01/00		377,173							377,173	97,115	S/L MM	39	.03453	9,670
19	MIDDLE - BLDGS	8/11/00		385,850							385,850	102,649	S/L MM	39	.03493	9,892
20	HWY 120 - HOUSE - STEP-UP	8/30/03		54,120							54,120	13,229	S/L	30		1,804
21	HWY 120 - BARNS - STEP-UP	8/30/03		17,500							17,500	4,275	S/L	30		583
22	HOMESTEAD BLDGS - STEP-UP	8/30/03		38,000							38,000	9,291	S/L	30		1,267
23	BELLOTTA HOUSES - STEP-UP	8/30/03		19,500							19,500	3,667	S/L	39		500
24	MIDDLE BARNS - STEP-UP	8/30/03		100,227							100,227	18,955	S/L MM	39	.03162	2,570
25	MIDDLE-PERS RES - STEP-UP	8/30/03		202,500							202,500					0
26	MIDDLE BLDGS - STEP-UP	8/30/03		615,948							615,948	116,482	S/L MM	39	.03162	15,793
65	COMMODITY BARN - SJ DAIRY	9/09/06		94,227							94,227	48,932	150DB HY	10	.18180	8,235
66	SHOP - CIP	12/31/06		57,982							57,982					0
TOTAL BUILDINGS				2,082,527		0	0	0	0	0	2,082,527	472,070				54,629
IMPROVEMENTS																
64	CONCRETE DITCH LINE	6/16/06		23,642							23,642	8,905	150DB HY	15	.10000	1,474
75	CONCRETE	9/29/11		4,000							4,000		150DB HY	15	.10000	200
76	WELL	11/03/11		4,000							4,000		150DB HY	15	.10000	200
TOTAL IMPROVEMENTS				31,642		0	0	0	0	0	31,642	8,905				1,874

12/31/11

2011 CALIFORNIA DEPRECIATION SCHEDULE

PAGE 4

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.

8/28/12

07:55AM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR. ALLOW	PRIOR 179/ BONUS/ SP. DEPR	PRIOR DEC. BAL DEPR	SALVAG /BASIS REDUCT	DEPR. BASIS	PRIOR DEPR	METHOD	LIFE	RATE	CURRENT DEPR
LAND																
27	BELLOTA LAND	11/18/93		260,000							260,000					0
28	MIDDLE LAND - 97 AC	8/11/00		275,530							275,530					0
29	HWY 120 LAND - STEP-UP	8/30/03		280,000							280,000					0
30	LAMMERS LAND - STEP-UP	8/30/03		481,250							481,250					0
31	HOMESTEAD LAND - STEP-UP	8/30/03		169,800							169,800					0
32	HOMESTEAD LAND - STEP-UP	8/30/03		372,950							372,950					0
33	BELLOTA LAND - STEP-UP	8/30/03		175,300							175,300					0
34	MIDDLE LAND - STEP-UP	8/30/03		211,920							211,920					0
35	MIDDLE LAND 36 AC STEP-UP	8/30/03		182,650							182,650					0
36	MIDDLE LAND 39 AC STEP-UP	8/30/03		270,000							270,000					0
67	KASSON LOT 4 - STEP-UP	8/30/03		561,882							561,882					0
TOTAL LAND				3,241,282		0	0	0	0	0	3,241,282	0				0
LIVESTOCK																
56	2013 COWS - STEP-UP	8/30/03		2,481,900							2,481,900	2,481,900	150DB HY	7		0
60	2 BULLS	3/31/06		923							923	846	150DB HY	5		77
61	2 BULLS	6/09/06		1,225							1,225	1,123	150DB HY	5		102
62	3 BULLS	6/22/06		2,850							2,850	2,613	150DB HY	5		237
63	BULL	7/10/06		925							925	848	150DB HY	5		77
69	4 BULLS	6/20/07		4,550							4,550	3,501	150DB MQ	5	.72730	763
72	4 BULLS	9/30/09		5,400							5,400	2,187	150DB HY	5	.30000	964
74	BULLS	8/19/10		3,300							3,300	495	150DB HY	5	.30000	842
TOTAL LIVESTOCK				2,501,073		0	0	0	0	0	2,501,073	2,493,513				3,062

12/31/11

2011 CALIFORNIA DEPRECIATION SCHEDULE

PAGE 5

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.

8/28/12

07:55AM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT	CUR 179 BONUS	SPECIAL DEPR. ALLOW	PRIOR 179/ BONUS/ SP. DEPR	PRIOR DEC. BAL DEPR	SALVAG /BASIS REDUCT	DEPR. BASIS	PRIOR DEPR	METHOD	LIFE	RATE	CURRENT DEPR
MACHINERY AND EQUIPMENT																
37	TRACTOR	12/01/83		14,500							14,500	14,500	S/L	5		0
38	PUMP	6/01/81		2,063							2,063	2,063	S/L	10		0
39	SEMEN TANK	10/01/82		200							200	200	S/L	5		0
40	AIR COMPRESSOR	6/01/82		1,590							1,590	1,590	S/L	5		0
41	SPRINGTOOTH	5/01/86		874							874	874	S/L	5		0
42	DISK & ROLLER	10/01/86		2,000							2,000	2,000	S/L	5		0
43	WHITE TRACTOR	2/01/86		7,055							7,055	7,055	S/L	5		0
44	FORD TRACTOR	11/01/86		2,000							2,000	2,000	S/L	5		0
45	OAT CHOPPER	8/01/87		3,000							3,000	3,000	150DB HY	7		0
46	GENERATOR	12/01/88		1,378							1,378	1,378	150DB HY	7		0
47	WELDER	5/01/88		1,026							1,026	1,026	150DB HY	7		0
48	WINDROWER	5/01/88		6,500							6,500	6,500	150DB HY	7		0
49	RAKE	6/01/88		1,500							1,500	1,500	150DB HY	7		0
50	INTL 1566 TRACTOR	9/01/89		5,006							5,006	5,006	150DB HY	7		0
51	SCALE	10/31/90		3,675							3,675	3,675	150DB HY	7		0
52	CHOPPER	4/29/03		18,500							18,500	18,500	150DB HY	7		0
53	CASE 9250 TRACTOR	9/10/03		41,409							41,409	41,409	150DB HY	7		0
54	3 USED TRACTORS	6/12/04		4,353							4,353	4,086	150DB HY	7		267
71	QUAD	12/15/07		2,500							2,500	1,731	150DB MQ	5	.53330	410
77	PUMP	4/18/11		4,741							4,741		150DB HY	7	.21430	508
TOTAL MACHINERY AND EQUIPME				123,870		0	0	0	0	0	123,870	118,093				1,185

QUOTA

12/31/11

2011 CALIFORNIA DEPRECIATION SCHEDULE

PAGE 6

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.

8/28/12

07:55AM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR. ALLOW	PRIOR 179/ BONUS/ SP. DEPR	PRIOR DEC. BAL DEPR	SALVAG /BASIS REDUCT	DEPR. BASIS	PRIOR DEPR	METHOD	LIFE	RATE	CURRENT DEPR
55	MILK QUOTA - STEP-UP	8/30/03		158,560							158,560	132,135	S/L	15		10,571
	TOTAL QUOTA			158,560		0	0	0	0	0	158,560	132,135				10,571
	TOTAL DEPRECIATION			<u>8,378,854</u>		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>8,378,854</u>	<u>3,440,751</u>				<u>85,814</u>
	GRAND TOTAL AMORTIZATION			38,630		0	0	0	0	0	38,630	1,674				1,545
	GRAND TOTAL DEPRECIATION			<u>9,377,597</u>		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>9,377,597</u>	<u>3,739,957</u>				<u>105,741</u>

HENRY J. TOSTA, JR. FAMILY, L.P.



FEDERAL FORMS

Form 1065	2011 U.S. Return of Partnership Income
Schedule B-1	Information on Partners Owning 50% or More
Schedule F	Profit or Loss From Farming
Schedule K-1	Partner's Share of Income, Deductions, Credits
Form 4562	Depreciation and Amortization
Form 4797	Sale of Business Property
Form 8825	Rental Real Estate Income and Expenses
Form 8879-PE	IRS e-file Signature Authorization
	Depreciation Schedules

CALIFORNIA FORMS

Form 565	2011 California Partnership Return of Income
Schedule D-1	Sales of Business Property
Schedule K-1 (565)	Partner's Share of Income, Deductions, Credits
Form 3538	Payment Voucher for Automatic Extension
Form 3885P	Depreciation and Amortization
Form 8825	Rental Real Estate Income and Expenses
	California Depreciation Schedules

FEE SUMMARY

Preparation Fee

**IRS e-file Signature Authorization
for Form 1065**

2011

For calendar year 2011, or tax year beginning _____, 2011,
ending _____.

Department of the Treasury
Internal Revenue Service

▶ See instructions. Do not send to the IRS. Keep for your records.

Name of partnership

HENRY J. TOSTA, JR. FAMILY, L.P.

Employer identification number

[REDACTED]

Part I Return Information (Whole dollars only)

1	Gross receipts or sales less returns and allowances (Form 1065, line 1e).....	1	
2	Gross profit (Form 1065, line 3).....	2	
3	Ordinary business income (loss) (Form 1065, line 22).....	3	-331,837.
4	Net rental real estate income (loss) (Form 1065, Schedule K, line 2).....	4	-21,239.
5	Other net rental income (loss) (Form 1065, Schedule K, line 3c).....	5	

Part II Declaration and Signature Authorization of General Partner or Limited Liability Company Member Manager (Be sure to get a copy of the partnership's return)

Under penalties of perjury, I declare that I am a general partner or limited liability company member manager of the above partnership and that I have examined a copy of the partnership's 2011 electronic return of partnership income and accompanying schedules and statements and to the best of my knowledge and belief, it is true, correct, and complete. I further declare that the amounts in Part I above are the amounts shown on the copy of the partnership's electronic return of partnership income. I consent to allow my electronic return originator (ERO), transmitter, or intermediate service provider to send the partnership's return to the IRS and to receive from the IRS (a) an acknowledgement of receipt or reason for rejection of the transmission and (b) the reason for any delay in processing the return. I have selected a personal identification number (PIN) as my signature for the partnership's electronic return of partnership income.

General Partner or Limited Liability Company Member Manager's PIN: check one box only

I authorize SCHMIDT, BETTENCOURT & MEDEIR to enter my PIN 75005 as my signature on the partnership's 2011 electronically filed return of partnership income.
ERO firm name do not enter all zeros

As a general partner or limited liability company member manager of the partnership, I will enter my PIN as my signature on the partnership's 2011 electronically filed return of partnership income.

General partner or limited liability company member manager's signature ▶ _____
Title ▶ GENERAL PARTNER Date ▶ _____

Part III Certification and Authentication

ERO's EFIN/PIN. Enter your six-digit EFIN followed by your five-digit self-selected PIN. 77352580197
do not enter all zeros

I certify that the above numeric entry is my PIN, which is my signature on the 2011 electronically filed return of partnership income for the partnership indicated above. I confirm that I am submitting this return in accordance with the requirements of Pub 3112, IRS e-file Application and Participation, and Pub 4163, Modernized e-File (MeF) Information for Authorized IRS e-file Providers for Business Returns.

ERO's signature ▶ _____ Date ▶ _____

**ERO Must Retain This Form – See Instructions
Do Not Submit This Form to the IRS Unless Requested To Do So**

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.



8/28/12

7:55 AM

	COMPUTER	CONTROL	DIFF
BALANCE SHEET (SCHEDULE L)			
TOTAL ASSETS - BEGINNING.....	6,158,223	6,158,223	0
TOTAL LIABILITIES - BEGINNING.....	4,907,328	4,907,328	0
PARTNERS' CAPITAL - BEGINNING.....	1,250,895	1,250,895	0
TOTAL LIABILITIES AND CAPITAL - BEG.....	6,158,223	6,158,223	0

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.

8/28/12

7:55 AM

	2011	2010	DIFF
TRADE OR BUSINESS INCOME			
NET FARM PROFIT (LOSS).....	-331,037	-305,932	-25,105
TOTAL INCOME (LOSS).....	-331,037	-305,932	-25,105
TRADE OR BUSINESS DEDUCTIONS			
TAXES AND LICENSES.....	800	1,600	-800
TOTAL DEDUCTIONS.....	800	1,600	-800
SCHEDULE K - INCOME			
ORDINARY BUSINESS INCOME (LOSS).....	-331,837	-307,532	-24,305
NET RENTAL REAL ESTATE INCOME (LOSS).....	-21,239	-38,458	17,219
SECTION 1231 NET GAIN (LOSS).....	185,660	125,979	59,681
SCHEDULE K - DEDUCTIONS			
CHARITABLE CONTRIBUTIONS.....	350	227	123
SCHEDULE K - SELF-EMPLOYMENT			
NET EARN. (LOSS) FROM SELF-EMPLOYMENT....	-3,318	-3,076	-242
GROSS FARMING OR FISHING INCOME.....	3,633,289	2,813,120	820,169
SCHEDULE K - ALTERNATIVE MINIMUM TAX ITEMS			
POST-1986 DEPRECIATION ADJUSTMENT.....	2,363	2,365	-2
SCHEDULE K - OTHER			
DISTRIBUTIONS OF CASH & MARKETABLE SEC....	20,730	24,178	-3,448
OTHER ITEMS REPORTED SEPARATELY.....	53,054	67,205	-14,151
SCHEDULE L - BALANCE SHEET			
BEGINNING ASSETS.....	6,158,223	6,291,697	-133,474
BEGINNING LIABILITIES AND CAPITAL.....	6,158,223	6,291,697	-133,474
ENDING ASSETS.....	6,109,804	6,158,223	-48,419
ENDING LIABILITIES AND CAPITAL.....	6,109,804	6,158,223	-48,419

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.

8/28/12

7:55 AM

ENDING ASSETS

CASH		102,893
BUILDINGS AND OTHER ASSETS	5,786,315	
LESS ACCUMULATED DEPRECIATION	(3,851,277)	1,935,038
LAND		3,591,282
INTANGIBLE ASSETS	41,643	
LESS ACCUMULATED AMORTIZATION	(6,232)	35,411
OTHER ASSETS		445,180
TOTAL ASSETS		6,109,804

ENDING LIABILITIES & CAPITAL

SHORT TERM NOTES PAYABLE		1,341,279
OTHER CURRENT LIABILITIES		41,483
LONG TERM NOTES PAYABLE		3,664,643
PARTNERS' CAPITAL ACCOUNTS		1,062,399
TOTAL LIABILITIES AND CAPITAL		6,109,804

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.

8/28/12

7:55 AM

	2011	2010	DIFF
TRADE OR BUSINESS INCOME			
TOTAL FARM LOSS.....	-320,455	-307,182	-13,273
TOTAL INCOME (LOSS).....	-320,455	-307,182	-13,273
TRADE OR BUSINESS DEDUCTIONS			
TOTAL DEDUCTIONS.....	0	0	0
SCHEDULE K - INCOME			
ORDINARY INCOME (LOSS).....	-320,455	-307,182	-13,273
NET INC. (LOSS) FROM RENTAL REAL ESTATE.....	-21,239	-38,458	17,219
TOTAL GAIN UNDER SECTION 1231.....	185,660	125,979	59,681
SCHEDULE K - DEDUCTIONS			
CHARITABLE CONTRIBUTIONS.....	350	227	123
SCHEDULE K - ADJUSTMENTS			
DEPR. ADJUST. ON PROPERTY AFTER 1986.....	3,614	3,615	-1
SCHEDULE K - OTHER			
NONDEDUCTIBLE EXPENSES.....	800	1,600	-800
DISTRIBUTIONS OF MONEY.....	20,730	24,178	-3,448
OTHER INFORMATION.....	3,865,533	2,976,742	888,791
SCHEDULE L - BALANCE SHEET			
BEGINNING ASSETS.....	6,158,223	6,291,697	-133,474
BEGINNING LIABILITIES AND CAPITAL.....	6,158,223	6,291,697	-133,474
ENDING ASSETS.....	6,109,804	6,158,223	-48,419
ENDING LIABILITIES AND CAPITAL.....	6,109,804	6,158,223	-48,419

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.

8/28/12

07:55AM

FEDERAL INFORMATIONAL DIAGNOSTICS**DEPRECIATION**

- DEPRECIATION EXPENSE IN THIS RETURN INCLUDES SPECIAL DEPRECIATION ALLOWANCE. ONE PROVISION OF THIS ALLOWANCE IS THAT THE ASSETS ORIGINAL USE BEGINS WITH THE TAXPAYER. IF NOT TRUE, ENTER A 2 IN THE INPUT CODE "SPECIAL DEPRECIATION ALLOWANCE: 1=YES, 2=NO [0]" FOR EACH ASSET THAT IS NOT ELIGIBLE.

GENERAL

- THE COMPUTER DATE OF 8/28/2012 WILL BE TRANSMITTED AS THE TAXPAYER'S E-FILE PIN AUTHORIZATION SIGNATURE DATE WHEN THE TAX RETURN IS ELECTRONICALLY FILED.

FEDERAL OVERRIDES**SCREEN 19**

- DISPOSITION #1: AN OVERRIDE ENTRY OF 1 HAS BEEN MADE IN FEDERAL "FORM 4797, PART I [O]" (SCREEN 19, CODE 140).

SCREEN 24

- AN OVERRIDE ENTRY OF 3,851,277 HAS BEEN MADE IN FEDERAL "ENDING - ACCUMULATED DEPRECIATION [O]" (SCREEN 24, CODE 211).
- AN OVERRIDE ENTRY OF 6,232 HAS BEEN MADE IN FEDERAL "ENDING - ACCUMULATED AMORTIZATION [O]" (SCREEN 24, CODE 216).

2011

GENERAL INFORMATION

PAGE 1

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.

8/28/12

07:55AM

FORMS NEEDED FOR THIS RETURN

FEDERAL: 1065, SCH B-1, SCH F, SCH K-1, 4562, 4797, 8825
CALIFORNIA: 565, SCH D-1, SCH K-1 (565), 3538, 3885P, 8825

CARRYOVERS TO 2012

NONE

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.



8/28/12

07:55AM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	AMT BASIS	AMT PRIOR DEPR	AMT METHOD	AMT LIFE	AMT RATE	AMT DEPR	REG. DEPR	OWN PCT	POST-86 DEPR ADJ	REAL PROP PREF	LEAS PER PROP PREF	59 (E)(2) AMORT
RENTAL REAL ESTATE - RESIDENTIAL RENTAL															
1416 RIDGECREST DR, MANTECA															
1	LAND - STEP-UP	8/30/03		100,000					0	0					0
2	HOUSE	11/01/79		75,000					0	0					0
3	HOUSE - STEP-UP	8/30/03		174,345	46,755	S/L MM	27.5	.04969	6,340	6,340					0
TOTAL 1416 RIDGECREST DR, MA				349,345	46,755				6,340	6,340		0	0	0	0
TOTAL DEPRECIATION				349,345	46,755				6,340	6,340		0	0	0	0

RENTAL REAL ESTATE - RESIDENTIAL RENTAL

568 SOMOA LN, LATHROP															
4	LAND - STEP-UP	8/30/03		100,000					0	0					0
5	HOUSE	9/01/76		25,500					0	0					0
6	HOUSE - STEP-UP	8/30/03		174,700	46,851	S/L MM	27.5	.04969	6,353	6,353					0
TOTAL 568 SOMOA LN, LATHROP				300,200	46,851				6,353	6,353		0	0	0	0
TOTAL DEPRECIATION				300,200	46,851				6,353	6,353		0	0	0	0

RENTAL REAL ESTATE - RESIDENTIAL RENTAL

6188 W CANAL, TRACY															
7	LAND - STEP-UP	8/30/03		150,000					0	0					0
8	HOUSE	11/24/92		133,259	76,555	S/L MM	40	.04571	2,592	4,846		2,254			0

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.

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8/28/12

07:55AM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	AMT BASIS	AMT PRIOR DEPR	AMT METHOD	AMT LIFE	AMT RATE	AMT DEPR	REG. DEPR	OWN PCT	POST-86 DEPR ADJ	REAL PROP PREF	LEAS PER PROP PREF	59 (E)(2) AMORT
9	HOUSE - STEP-UP	8/30/03		62,926	16,874	S/L MM	27.5	.04969	2,288	2,288					0
	TOTAL 6188 W CANAL, TRACY			346,185	93,429				4,880	7,134		2,254	0	0	0
	TOTAL DEPRECIATION			346,185	93,429				4,880	7,134		2,254	0	0	0

FORM 1065, SCHEDULE F - MILK & GRAINS

AUTO / TRANSPORT EQUIPMENT

10	FORD 2-TON TRUCK	12/01/83		1,550					0	0					0
11	VEHICLES	6/01/82		32,665					0	0					0
12	1993 CHEVY P/U	6/19/93		24,046	24,046	150DB HY	5		0	0					0
13	1994 CHEVY P/U	12/26/96		24,265	24,265	150DB HY	5		0	0					0
14	1988 CHEVY P/U	9/12/99		4,000	4,000	150DB HY	5		0	0					0
15	GOOSENECK TRAILER	8/31/04		6,800	6,383	150DB HY	7		417	417					0
57	2005 CHEVY P/U	2/08/05		40,975	40,975	150DB HY	5		0	0					0
58	FORD CABOVER	12/14/05		600	476	150DB HY	7	.66670	83	83					0
59	MANURE TRUCK	6/22/06		39,999	36,668	150DB HY	5		3,331	3,331					0
70	FEED TRUCK / MIXER	11/29/07		65,000	45,007	150DB MQ	5	.53330	10,662	10,662					0
	TOTAL AUTO / TRANSPORT EQUIP			239,900	181,820				14,493	14,493		0	0	0	0

BUILDINGS

16	BELOTTA - 2 HOUSES	11/18/93		48,500	21,078	S/L MM	40	.04372	1,199	1,243		44			0
17	BELOTTA - 2 BARNS	11/18/93		71,000	30,844	S/L MM	40	.04372	1,756	1,821		65			0
18	MIDDLE - BARNS	12/01/00		377,173	97,115	S/L MM	39	.03453	9,670	9,670					0
19	MIDDLE - BLDGS	8/11/00		385,850	102,649	S/L MM	39	.03493	9,892	9,892					0
20	HWY 120 - HOUSE - STEP-UP	8/30/03		54,120					1,804	1,804					0

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.



8/28/12

07:55AM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	AMT BASIS	AMT PRIOR DEPR	AMT METHOD	AMT LIFE	AMT RATE	AMT DEPR	REG. DEPR	OWN PCT	POST-86 DEPR ADJ	REAL PROP PRFF	LEAS PER PROP PRFF	59 (E)(2) AMORT
21	HWY 120 - BARNS - STEP-UP	8/30/03		17,500					583	583					0
22	HOMESTEAD BLDGS - STEP-UP	8/30/03		38,000					1,267	1,267					0
23	BELLOTA HOUSES - STEP-UP	8/30/03		19,500					500	500					0
24	MIDDLE BARNS - STEP-UP	8/30/03		100,227	18,955	S/L MM	39	.03162	2,570	2,570					0
25	MIDDLE-PERS RES - STEP-UP	8/30/03		202,500					0	0					0
26	MIDDLE BLDGS - STEP-UP	8/30/03		615,948	116,482	S/L MM	39	.03162	15,793	15,793					0
65	COMMODITY BARN - SJ DAIRY	9/09/06		94,227	48,932	150DB HY	10	.18180	8,235	8,235					0
66	SHOP - CIP	12/31/06		57,982					0	0					0
TOTAL BUILDINGS				2,082,527	436,055				53,269	53,378		109	0	0	0
IMPROVEMENTS															
64	CONCRETE DITCH LINE	6/16/06		23,642	8,905	150DB HY	15	.10000	1,474	1,474					0
75	CONCRETE	9/29/11		0		150DB HY	15	.10000	0	0					0
76	WELL	11/03/11		0		150DB HY	15	.10000	0	0					0
TOTAL IMPROVEMENTS				23,642	8,905				1,474	1,474		0	0	0	0
LAND															
27	BELLOTA LAND	11/18/93		260,000					0	0					0
28	MIDDLE LAND - 97 AC	8/11/00		275,530					0	0					0
29	HWY 120 LAND - STEP-UP	8/30/03		280,000					0	0					0
30	LAMMERS LAND - STEP-UP	8/30/03		481,250					0	0					0
31	HOMESTEAD LAND - STEP-UP	8/30/03		169,800					0	0					0
32	HOMESTEAD LAND - STEP-UP	8/30/03		372,950					0	0					0
33	BELLOTA LAND - STEP-UP	8/30/03		175,300					0	0					0
34	MIDDLE LAND - STEP-UP	8/30/03		211,920					0	0					0
35	MIDDLE LAND 36 AC STEP-UP	8/30/03		182,650					0	0					0
36	MIDDLE LAND 39 AC STEP-UP	8/30/03		270,000					0	0					0

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.



8/28/12

07:55AM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	AMT BASIS	AMT PRIOR DEPR	AMT METHOD	AMT LIFE	AMT RATE	AMT DEPR	REG. DEPR	OWN PCT	POST-86 DEPR ADJ	REAL PROP PREF	LEAS PER PROP PREF	59 (E)(2) AMORT
67	KASSON LOT 4 - STEP-UP	8/30/03		561,882					0	0					0
	TOTAL LAND			3,241,282	0				0	0		0	0	0	0
	LIVESTOCK														
56	2013 COWS - STEP-UP	8/30/03		2,481,900	2,481,900	150DB HY	7		0	0					0
60	2 BULLS	3/31/06		923	846	150DB HY	5		77	77					0
61	2 BULLS	6/09/06		1,225	1,123	150DB HY	5		102	102					0
62	3 BULLS	6/22/06		2,850	2,613	150DB HY	5		237	237					0
63	BULL	7/10/06		925	848	150DB HY	5		77	77					0
69	4 BULLS	6/20/07		4,550	3,501	150DB MQ	5	.72730	763	763					0
72	4 BULLS	9/30/09		5,400	2,187	150DB HY	5	.30000	964	964					0
74	BULLS	8/19/10		3,300	495	150DB HY	5	.30000	842	842					0
	TOTAL LIVESTOCK			2,501,073	2,493,513				3,062	3,062		0	0	0	0
	MACHINERY AND EQUIPMENT														
37	TRACTOR	12/01/83		14,500					0	0					0
38	PUMP	6/01/81		2,063					0	0					0
39	SEMEN TANK	10/01/82		200					0	0					0
40	AIR COMPRESSOR	6/01/82		1,590					0	0					0
41	SPRINGTOOTH	5/01/86		874					0	0					0
42	DISK & ROLLER	10/01/86		2,000					0	0					0
43	WHITE TRACTOR	2/01/86		7,055					0	0					0
44	FORD TRACTOR	11/01/86		2,000					0	0					0
45	OAT CHOPPER	8/01/87		3,000	3,000	150DB HY	10		0	0					0
46	GENERATOR	12/01/88		1,378	1,378	150DB HY	10		0	0					0
47	WELDER	5/01/88		1,026	1,026	150DB HY	10		0	0					0
48	WINDROWER	5/01/88		6,500	6,500	150DB HY	10		0	0					0

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.



8/28/12

07:55AM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	AMT BASIS	AMT PRIOR DEPR	AMT METHOD	AMT LIFE	AMT RATE	AMT DEPR	REG. DEPR	OWN PCT	POST-86 DEPR ADJ	REAL PROP PRFF	LEAS PER PROP PRFF	59 (E)(2) AMORT
49	RAKE	6/01/88		1,500	1,500	150DB HY	10		0	0					0
50	INTL 1566 TRACTOR	9/01/89		5,006	5,006	150DB HY	10		0	0					0
51	SCALE	10/31/90		3,675	3,675	150DB HY	10		0	0					0
52	CHOPPER	4/29/03		18,500	18,500	150DB HY	7		0	0					0
53	CASE 9250 TRACTOR	9/10/03		41,409	41,409	150DB HY	7		0	0					0
54	3 USED TRACTORS	6/12/04		4,353	4,086	150DB HY	7		267	267					0
71	QUAD	12/15/07		2,500	1,731	150DB MQ	5	.53330	410	410					0
77	PUMP	4/18/11		0		150DB HY	7	.21430	0	0					0
TOTAL MACHINERY AND EQUIPME				119,129	87,811				677	677		0	0	0	0
QUOTA															
55	MILK QUOTA - STEP-UP	8/30/03		158,560	79,280				10,571	10,571					0
TOTAL QUOTA				158,560	79,280				10,571	10,571		0	0	0	0
TOTAL DEPRECIATION				<u>8,366,113</u>	<u>3,287,384</u>				<u>83,546</u>	<u>83,655</u>		<u>109</u>	<u>0</u>	<u>0</u>	<u>0</u>
GRAND TOTAL DEPRECIATION				<u>9,361,843</u>	<u>3,474,419</u>				<u>101,119</u>	<u>103,482</u>		<u>2,363</u>	<u>0</u>	<u>0</u>	<u>0</u>

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.



8/28/12

07:55AM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	AMT BASIS	AMT PRIOR DEPR	AMT METHOD	AMT LIFE	AMT RATE	AMT DEPR	REG. DEPR	OWN PCT	POST-86 DEPR ADJ	REAL PROP PREF	LEAS PER PROP PREF	59 (E)(2) AMORT
RENTAL REAL ESTATE - RESIDENTIAL RENTAL															
1416 RIDGECREST DR, MANTECA															
1	LAND - STEP-UP	8/30/03		100,000					0	0					0
2	HOUSE	11/01/79		75,000					0	0					0
3	HOUSE - STEP-UP	8/30/03		174,345	46,755	S/L MM	27.5	.04969	6,340	6,340					0
TOTAL 1416 RIDGECREST DR, MA				349,345	46,755				6,340	6,340		0	0	0	0
TOTAL DEPRECIATION				349,345	46,755				6,340	6,340		0	0	0	0

RENTAL REAL ESTATE - RESIDENTIAL RENTAL

568 SOMOA LN, LATHROP															
4	LAND - STEP-UP	8/30/03		100,000					0	0					0
5	HOUSE	9/01/76		25,500					0	0					0
6	HOUSE - STEP-UP	8/30/03		174,700	46,851	S/L MM	27.5	.04969	6,353	6,353					0
TOTAL 568 SOMOA LN, LATHROP				300,200	46,851				6,353	6,353		0	0	0	0
TOTAL DEPRECIATION				300,200	46,851				6,353	6,353		0	0	0	0

RENTAL REAL ESTATE - RESIDENTIAL RENTAL

6188 W CANAL, TRACY															
7	LAND - STEP-UP	8/30/03		150,000					0	0					0
8	HOUSE	11/24/92		133,259	76,555	S/L MM	40	.04571	2,592	4,846		2,254			0

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.



8/28/12

07:55AM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	AMT BASIS	AMT PRIOR DEPR	AMT METHOD	AMT LIFE	AMT RATE	AMT DEPR	REG. DEPR	OWN PCT	POST-86 DEPR ADJ	REAL PROP PREF	LEAS PER PROP PREF	59 (E)(2) AMORT
9	HOUSE - STEP-UP	8/30/03		62,926	16,874	S/L MM	27.5	.04969	2,288	2,288					0
	TOTAL 6188 W CANAL, TRACY			346,185	93,429				4,880	7,134		2,254	0	0	0
	TOTAL DEPRECIATION			346,185	93,429				4,880	7,134		2,254	0	0	0

FORM 1040, SCHEDULE F - MILK & GRAINS

AUTO / TRANSPORT EQUIPMENT

10	FORD 2-TON TRUCK	12/01/83		1,550					0	0					0
11	VEHICLES	6/01/82		32,665					0	0					0
12	1993 CHEVY P/U	6/19/93		24,046	24,046	150DB HY	5		0	0					0
13	1994 CHEVY P/U	12/26/96		24,265	24,265	150DB HY	5		0	0					0
14	1988 CHEVY P/U	9/12/99		4,000	4,000	150DB HY	5		0	0					0
15	GOOSENECK TRAILER	8/31/04		6,800	6,383	150DB HY	7		417	417					0
57	2005 CHEVY P/U	2/08/05		40,975	40,975	150DB HY	5		0	0					0
58	FORD CABOVER	12/14/05		600	476	150DB HY	7	.66670	83	83					0
59	MANURE TRUCK	6/22/06		39,999	36,668	150DB HY	5		3,331	3,331					0
70	FEED TRUCK / MIXER	11/29/07		65,000	45,007	150DB MQ	5	.53330	10,662	10,662					0
	TOTAL AUTO / TRANSPORT EQUIP			239,900	181,820				14,493	14,493		0	0	0	0

BUILDINGS

16	BELOTTA - 2 HOUSES	11/18/93		48,500	21,078	S/L MM	40	.04372	1,199	1,751		552			0
17	BELOTTA - 2 BARNS	11/18/93		71,000	30,844	S/L MM	40	.04372	1,756	2,564		808			0
18	MIDDLE - BARNS	12/01/00		377,173	97,115	S/L MM	39	.03453	9,670	9,670					0
19	MIDDLE - BLDGS	8/11/00		385,850	102,649	S/L MM	39	.03493	9,892	9,892					0
20	HWY 120 - HOUSE - STEP-UP	8/30/03		54,120					1,804	1,804					0

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.



8/28/12

07:55AM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	AMT BASIS	AMT PRIOR DEPR	AMT METHOD	AMT LIFE	AMT RATE	AMT DEPR	REG. DEPR	OWN PCT	POST-86 DEPR ADJ	REAL PROP PRFF	LEAS PER PROP PRFF	59 (E)(2) AMORT
21	HWY 120 - BARNS - STEP-UP	8/30/03		17,500					583	583					0
22	HOMESTEAD BLDGS - STEP-UP	8/30/03		38,000					1,267	1,267					0
23	BELLOTA HOUSES - STEP-UP	8/30/03		19,500					500	500					0
24	MIDDLE BARNS - STEP-UP	8/30/03		100,227	18,955	S/L MM	39	.03162	2,570	2,570					0
25	MIDDLE-PERS RES - STEP-UP	8/30/03		202,500					0	0					0
26	MIDDLE BLDGS - STEP-UP	8/30/03		615,948	116,482	S/L MM	39	.03162	15,793	15,793					0
65	COMMODITY BARN - SJ DAIRY	9/09/06		94,227	48,932	150DB HY	10	.18180	8,235	8,235					0
66	SHOP - CIP	12/31/06		57,982					0	0					0
TOTAL BUILDINGS				2,082,527	436,055				53,269	54,629		1,360	0	0	0
IMPROVEMENTS															
64	CONCRETE DITCH LINE	6/16/06		23,642	8,905	150DB HY	15	.10000	1,474	1,474					0
75	CONCRETE	9/29/11		4,000		150DB HY	15	.10000	200	200					0
76	WELL	11/03/11		4,000		150DB HY	15	.10000	200	200					0
TOTAL IMPROVEMENTS				31,642	8,905				1,874	1,874		0	0	0	0
LAND															
27	BELLOTA LAND	11/18/93		260,000					0	0					0
28	MIDDLE LAND - 97 AC	8/11/00		275,530					0	0					0
29	HWY 120 LAND - STEP-UP	8/30/03		280,000					0	0					0
30	LAMMERS LAND - STEP-UP	8/30/03		481,250					0	0					0
31	HOMESTEAD LAND - STEP-UP	8/30/03		169,800					0	0					0
32	HOMESTEAD LAND - STEP-UP	8/30/03		372,950					0	0					0
33	BELLOTA LAND - STEP-UP	8/30/03		175,300					0	0					0
34	MIDDLE LAND - STEP-UP	8/30/03		211,920					0	0					0
35	MIDDLE LAND 36 AC STEP-UP	8/30/03		182,650					0	0					0
36	MIDDLE LAND 39 AC STEP-UP	8/30/03		270,000					0	0					0

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.



8/28/12

07:55AM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	AMT BASIS	AMT PRIOR DEPR	AMT METHOD	AMT LIFE	AMT RATE	AMT DEPR	REG. DEPR	OWN PCT	POST-86 DEPR ADJ	REAL PROP PRFF	LEAS PER PROP PRFF	59 (E)(2) AMORT
67	KASSON LOT 4 - STEP-UP	8/30/03		561,882					0	0					0
	TOTAL LAND			3,241,282	0				0	0		0	0	0	0
LIVESTOCK															
56	2013 COWS - STEP-UP	8/30/03		2,481,900	2,481,900	150DB HY	7		0	0					0
60	2 BULLS	3/31/06		923	846	150DB HY	5		77	77					0
61	2 BULLS	6/09/06		1,225	1,123	150DB HY	5		102	102					0
62	3 BULLS	6/22/06		2,850	2,613	150DB HY	5		237	237					0
63	BULL	7/10/06		925	848	150DB HY	5		77	77					0
69	4 BULLS	6/20/07		4,550	3,501	150DB MQ	5	.72730	763	763					0
72	4 BULLS	9/30/09		5,400	2,187	150DB HY	5	.30000	964	964					0
74	BULLS	8/19/10		3,300	495	150DB HY	5	.30000	842	842					0
	TOTAL LIVESTOCK			2,501,073	2,493,513				3,062	3,062		0	0	0	0
MACHINERY AND EQUIPMENT															
37	TRACTOR	12/01/83		14,500					0	0					0
38	PUMP	6/01/81		2,063					0	0					0
39	SEMEN TANK	10/01/82		200					0	0					0
40	AIR COMPRESSOR	6/01/82		1,590					0	0					0
41	SPRINGTOOTH	5/01/86		874					0	0					0
42	DISK & ROLLER	10/01/86		2,000					0	0					0
43	WHITE TRACTOR	2/01/86		7,055					0	0					0
44	FORD TRACTOR	11/01/86		2,000					0	0					0
45	OAT CHOPPER	8/01/87		3,000	3,000	150DB HY	10		0	0					0
46	GENERATOR	12/01/88		1,378	1,378	150DB HY	10		0	0					0
47	WELDER	5/01/88		1,026	1,026	150DB HY	10		0	0					0
48	WINDROWER	5/01/88		6,500	6,500	150DB HY	10		0	0					0

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.



8/28/12

07:55AM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	AMT BASIS	AMT PRIOR DEPR	AMT METHOD	AMT LIFE	AMT RATE	AMT DEPR	REG. DEPR	OWN PCT	POST-86 DEPR ADJ	REAL PROP PREF	LEAS PER PROP PREF	59 (E)(2) AMORT
49	RAKE	6/01/88		1,500	1,500	150DB HY	10		0	0					0
50	INTL 1566 TRACTOR	9/01/89		5,006	5,006	150DB HY	10		0	0					0
51	SCALE	10/31/90		3,675	3,675	150DB HY	10		0	0					0
52	CHOPPER	4/29/03		18,500	18,500	150DB HY	7		0	0					0
53	CASE 9250 TRACTOR	9/10/03		41,409	41,409	150DB HY	7		0	0					0
54	3 USED TRACTORS	6/12/04		4,353	4,086	150DB HY	7		267	267					0
71	QUAD	12/15/07		2,500	1,731	150DB MQ	5	.53330	410	410					0
77	PUMP	4/18/11		4,741		150DB HY	7	.21430	508	508					0
TOTAL MACHINERY AND EQUIPME				123,870	87,811				1,185	1,185		0	0	0	0
QUOTA															
55	MILK QUOTA - STEP-UP	8/30/03		158,560	79,280				10,571	10,571					0
TOTAL QUOTA				158,560	79,280				10,571	10,571		0	0	0	0
TOTAL DEPRECIATION				<u>8,378,854</u>	<u>3,287,384</u>				<u>84,454</u>	<u>85,814</u>		<u>1,360</u>	<u>0</u>	<u>0</u>	<u>0</u>
GRAND TOTAL DEPRECIATION				<u>9,374,584</u>	<u>3,474,419</u>				<u>102,027</u>	<u>105,641</u>		<u>3,614</u>	<u>0</u>	<u>0</u>	<u>0</u>

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.



8/28/12

07:55AM

NET EARNINGS (LOSS) FROM SELF-EMPLOYMENT CALCULATION

Partner Number	General, Limited, or Member	Entity Type	Ordinary Income or (Loss)	Other Rental Income or (Loss)	Adjustments:	Guaranteed Payments to Partners	Manual Self-Employment Adjustment	Net Earnings (Loss) From Self-Employment Schedule K-1 Box 14, Code A
					1. Plus Certain Rental RE Income 2. Plus Passthrough SE Income (Loss) 3. Less Passthrough Ord. Inc. (Loss) 4. Less 4797 Gain or (Loss)			
1	GEN	IND	-3,318.					-3,318.
			-3,318.					-3,318.

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.

8/28/12

07:55AM

PTR# NAME

- 1 HENRY J. TOSTA
- 2 HENRY J. TOSTA, JR. TRUST
- 3 HENRY J. TOSTA, JR IRREVOCABLE

LINE	ITEM	TOTAL ON SCHEDULE K	PARTNER 1	PARTNER 2	PARTNER 3
L	PROFIT SHARING ALLOC. PERCENTAGE		1.000000	89.000000	10.000000
L	LOSS SHARING ALLOC. PERCENTAGE		1.000000	89.000000	10.000000
1	ORDINARY BUSINESS INCOME (LOSS)	-331,837.	-3,318.	-295,335.	-33,184.
2	NET RENTAL REAL ESTATE INCOME (-21,239.	-212.	-18,903.	-2,124.
10	NET SECTION 1231 GAIN (LOSS)	185,660.	1,857.	165,237.	18,566.
13	CHARITABLE CONTRIBUTIONS	350.	3.	312.	35.
14	NET EARNINGS (LOSS) FROM S.E.	-3,318.	-3,318.		
14	GROSS FARMING OR FISHING INCOME	3,633,289.	36,333.	3,233,627.	363,329.
17	POST-1986 DEPRECIATION ADJUSTME	2,363.	24.	2,103.	236.
19	DISTRIBUTIONS OF CASH & MARKET.	20,730.	207.	18,450.	2,073.
20	OTHER ITEMS	53,054.	531.	47,218.	5,305.

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.

8/28/12

07:55AM

Partner Number	Partner Name	Partner Identification Number	Partner Percentage of Profit Sharing	Partner Percentage of Loss Sharing	Partner Percentage of Ownership of Capital
1	HENRY J. TOSTA	[REDACTED]	1.000000	1.000000	1.000000
2	HENRY J. TOSTA, JR. TRUST	[REDACTED]	89.000000	89.000000	89.000000
3	HENRY J. TOSTA, JR IRREVOC	[REDACTED]	10.000000	10.000000	10.000000
TOTALS			<u>100.000000</u>	<u>100.000000</u>	<u>100.000000</u>

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.

8/28/12

07:55AM

FEDERAL ANALYSIS OF PARTNERS' CAPITAL ACCOUNTS

Partner Number	Partner Name	Beginning Capital Account	Capital Contributed during the year	Partner's share of lines 3, 4, and 7 Fm 1065, Sch. M-2	Withdrawals and Distributions	Ending Capital Account
1	HENRY J. TOSTA	12,511.		-1,676.	207.	10,628.
2	HENRY J. TOSTA, JR. TR	1,113,296.		-149,313.	18,450.	945,533.
3	HENRY J. TOSTA, JR IRR	125,088.		-16,777.	2,073.	106,238.
	TOTALS	<u>1,250,895.</u>		<u>-167,766.</u>	<u>20,730.</u>	<u>1,062,399.</u>

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.



8/28/12

07:55AM

**SCHEDULE K (WORKSHEETS), LINE 18C
NONDEDUCTIBLE EXPENSES**

ANNUAL TAX		\$	800.
	TOTAL	\$	<u>800.</u>

**SCHEDULE K (WORKSHEETS), LINE 20C
AGGREGATE GROSS RECEIPTS**

GROSS RENTS		\$	46,584.
GROSS PROCEEDS FROM DISPOSITIONS			185,660.
GROSS FARM INCOME			<u>3,633,289.</u>
	TOTAL	\$	<u>3,865,533.</u>

RECONCILIATION OF STATE ORDINARY INCOME TO FEDERAL

	STATE	FEDERAL	DIFFERENCE
INCOME			
1. Gross receipts less returns/allowances			
2. Cost of goods sold			
3. Gross profit			
4. Ordinary income (loss) from other K-1's			
5. Net farm profit (loss)	-320,455.	-331,037.	-10,582.
6. Net gain (loss) from Form 4797			
7. Other income (loss)			
8. Total income (loss)	-320,455.	-331,037.	-10,582.
DEDUCTIONS			
9. Salaries and wages			
10. Guaranteed payments to partners			
11. Repairs and maintenance			
12. Bad debts			
13. Rent			
14. Taxes and licenses	0.	800.	800.
15. Interest			
16. Depreciation			
17. Depletion			
18. Retirement plans, etc			
19. Employee benefit programs			
20. Other deductions			
21. Total deductions	0.	800.	800.
TOTAL DIFFERENCE			11,382.

2011

CAPITAL ACCOUNT RECONCILIATION

PAGE 1

CLIENT 75005

HENRY J. TOSTA, JR. FAMILY, L.P.

8/28/12

07:55AM

STATE ANALYSIS OF PARTNERS' CAPITAL ACCOUNTS

Partner Number	Partner Name	Capital Account at beginning of year	Capital Contributed during year	Partner's share of lines 3, 4, and 7, state Sch. M-2	Withdrawals and Distributions	Capital Account at end of year
1	HENRY J. TOSTA	12,511.		-1,676.	207.	10,628.
2	HENRY J. TOSTA, JR. TR	1,113,297.		-149,313.	18,450.	945,534.
3	HENRY J. TOSTA, JR IRR	125,087.		-16,777.	2,073.	106,237.
	TOTALS	<u>1,250,895.</u>		<u>-167,766.</u>	<u>20,730.</u>	<u>1,062,399.</u>

Form at bottom of page.
FORM FTB 3538 (565)

WHERE TO FILE: Using black or blue ink, make check or money order payable to the 'Franchise Tax Board.' Write the FEIN, SOS file number, and '2011 FTB 3538' on the check or money order. Detach form below. Enclose, but **do not** staple, payment with form and mail to:

**FRANCHISE TAX BOARD
PO BOX 942857
SACRAMENTO CA 94257-0651**

Make all checks or money orders payable in U.S. dollars and drawn against a U.S. financial institution.

WHEN TO FILE: Fiscal Year – File and Pay by the 15th day of the 4th month following the close of the taxable year.
Calendar Year – File and Pay by April 17, 2012*.

When the due date falls on a weekend or holiday, the deadline to file and pay without penalty is extended to the next business day. *Due to the Emancipation Day holiday on April 16, 2012, tax returns filed and payments mailed or submitted on April 17, 2012, will be considered timely.

ONLINE SERVICES: Limited partnerships (LPs), limited liability partnerships (LLPs), and real estate mortgage investment conduits (REMICs) can use MyFTB Account for Businesses to view estimated tax payments online. Go to ftb.ca.gov and search for **myftb account**. LPs, LLPs, and REMICs can also make payments online using Web Pay for Businesses. The Franchise Tax Board (FTB) does not charge for this service. Go to ftb.ca.gov and search for **web pay**.

----- DETACH HERE ----- IF NO PAYMENT IS DUE OR PAID ELECTRONICALLY, DO NOT MAIL THIS FORM ----- DETACH HERE -----

TAXABLE YEAR
2011 **Payment for Automatic Extension
for LPs, LLPs, and REMICs**

CALIFORNIA FORM
3538 (565)

██████████ HENR ██████████ ██████████ 11 FORM 0
TYB 01-01-11 TYE 12-31-11
HENRY J TOSTA JR FAMILY LP

TOTAL PAYMENT AMT 800.

HENRY J. TOSTA, JR. FAMILY, L.P.
[REDACTED]

August 28, 2012

HENRY J. TOSTA
[REDACTED]

RE:
HENRY J. TOSTA, JR. FAMILY, L.P.
[REDACTED]
Schedule K-1 from Partnership's 2011 Return of Income

Dear HENRY J. TOSTA:

Enclosed is your 2011 Schedule K-1 (Form 1065) Partner's Share of Income, Deductions, Credits, Etc. from HENRY J. TOSTA, JR. FAMILY, L.P.. This information reflects the amounts you need to complete your income tax return. The amounts shown are your distributive share of partnership tax items to be reported on your tax return, and may not correspond to actual distributions you have received during the year. This information is included in the Partnership's 2011 Federal Return of Partnership Income that was filed with the Internal Revenue Service.

If you have any questions concerning this information, please contact us immediately.

Sincerely,

HENRY J. TOSTA, JR. FAMILY, L.P.

Enclosure(s)

Final K-1

Amended K-1

Schedule K-1
(Form 1065)

2011

For calendar year 2011, or tax

year beginning _____, 2011
ending _____,

Department of the Treasury
Internal Revenue Service

Partner's Share of Income, Deductions, Credits, etc.

▶ See separate instructions.

Part I Information About the Partnership

- A** Partnership's employer identification number
[REDACTED]
- B** Partnership's name, address, city, state, and ZIP code
HENRY J. TOSTA, JR. FAMILY, L.P.
[REDACTED]
- C** IRS Center where partnership filed return
E-FILE
- D** Check if this is a publicly traded partnership (PTP)

Part II Information About the Partner

- E** Partner's identifying number
[REDACTED]
- F** Partner's name, address, city, state, and ZIP code
HENRY J. TOSTA
[REDACTED]
- G** General partner or LLC member-manager Limited partner or other LLC member
- H** Domestic partner Foreign partner
- I** What type of entity is this partner? **INDIVIDUAL**
- J** Partner's share of profit, loss, and capital (see instructions):

	Beginning	Ending
Profit	1 %	1 %
Loss	1 %	1 %
Capital	1 %	1 %
- K** Partner's share of liabilities at year end:

Nonrecourse	\$	
Qualified nonrecourse financing	\$	50,059.
Recourse	\$	51,889.
- L** Partner's capital account analysis:

Beginning capital account	\$	12,511.
Capital contributed during the year	\$	
Current year increase (decrease)	\$	-1,676.
Withdrawals and distributions	\$	(207.)
Ending capital account	\$	10,628.
- Tax basis GAAP Section 704(b) book
 Other (explain)
- M** Did the partner contribute property with a built-in gain or loss?
 Yes No
If Yes, attach statement (see instructions)

Part III Partner's Share of Current Year Income, Deductions, Credits, and Other Items

1	Ordinary business income (loss)	15	Credits
	-3,318.		
2	Net rental real estate income (loss)		
*	-212.		
3	Other net rental income (loss)	16	Foreign transactions
4	Guaranteed payments		
5	Interest income		
6a	Ordinary dividends		
6b	Qualified dividends		
7	Royalties		
8	Net short-term capital gain (loss)		
9a	Net long-term capital gain (loss)	17	Alternative minimum tax (AMT) items
		A	24.
9b	Collectibles (28%) gain (loss)		
9c	Unrecaptured section 1250 gain		
10	Net section 1231 gain (loss)	18	Tax-exempt income and nondeductible expenses
	1,857.		
11	Other income (loss)		
12	Section 179 deduction	19	Distributions
		A	207.
13	Other deductions		
A	3.	20	Other information
		Y*	STMT
14	Self-employment earnings (loss)		
A	-3,318.		
B	36,333.		

*See attached statement for additional information.

FOR IRS USE ONLY

This list identifies the codes used on Schedule K-1 for all partners and provides summarized reporting information for partners who file Form 1040. For detailed reporting and filing information, see the separate Partner's Instructions for Schedule K-1 and the instructions for your income tax return.

	Code	Report on
1 Ordinary business income (loss). Determine whether the income (loss) is passive or nonpassive and enter on your return as follows.		
Passive loss		See the Partner's Instructions
Passive income		
Nonpassive loss		
Nonpassive income		
2 Net rental real estate income (loss)		
3 Other net rental income (loss)		
Net income	Schedule E, line 28, column (g)	Form 1040, line 62
Net loss	See the Partner's Instructions	See the Partner's Instructions
4 Guaranteed payments	Schedule E, line 28, column (j)	
5 Interest income	Form 1040, line 8a	
6a Ordinary dividends	Form 1040, line 9a	
6b Qualified dividends	Form 1040, line 9b	
7 Royalties	Schedule E, line 3b	
8 Net short-term capital gain (loss)	Schedule D, line 5	
9a Net long-term capital gain (loss)	Schedule D, line 12	
9b Collectibles (28%) gain (loss)	28% Rate Gain Worksheet, line 4 (Schedule D Instructions)	
9c Unrecaptured section 1250 gain	See the Partner's Instructions	
10 Net section 1231 gain (loss)	See the Partner's Instructions	
11 Other income (loss)		
Code		
A Other portfolio income (loss)	See the Partner's Instructions	
B Involuntary conversions	See the Partner's Instructions	
C Section 1256 contracts and straddles	Form 6781, line 1	
D Mining exploration costs recapture	See Pub 535	
E Cancellation of debt	Form 1040, line 21 or Form 982	
F Other income (loss)	See the Partner's Instructions	
12 Section 179 deduction	See the Partner's Instructions	
13 Other deductions		
A Cash contributions (50%)	See the Partner's Instructions	
B Cash contributions (30%)		
C Noncash contributions (50%)		
D Noncash contributions (30%)		
E Capital gain property to a 50% organization (30%)		
F Capital gain property (20%)		
G Contributions (100%)		
H Investment interest expense	Form 4952, line 1	
I Deductions — royalty income	Schedule E, line 19	
J Section 59(e)(2) expenditures	See the Partner's Instructions	
K Deductions — portfolio (2% floor)	Schedule A, line 23	
L Deductions — portfolio (other)	Schedule A, line 28	
M Amounts paid for medical insurance	Schedule A, line 1 or Form 1040, line 29	
N Educational assistance benefits	See the Partner's Instructions	
O Dependent care benefits	Form 2441, line 12	
P Preproductive period expenses	See the Partner's Instructions	
Q Commercial revitalization deduction on rental real estate activities	See Form 8582 Instructions	
R Pensions and IRAs	See the Partner's Instructions	
S Reforestation expense deduction	See the Partner's Instructions	
T Domestic production activities information	See Form 8903 Instructions	
U Qualified production activities income	Form 8903, line 7b	
V Employer's Form W-2 wages	Form 8903, line 17	
W Other deductions	See the Partner's Instructions	
14 Self-employment earnings (loss)		
Note. If you have a section 179 deduction or any partner-level deductions, see the Partner's Instructions before completing Schedule SE.		
A Net earnings (loss) from self-employment	Schedule SE, Section A or B	
B Gross farming or fishing income	See the Partner's Instructions	
C Gross non-farm income	See the Partner's Instructions	
15 Credits		
A Low-income housing credit (section 42(j)(5)) from pre-2008 buildings	See the Partner's Instructions	
B Low-income housing credit (other) from pre-2008 buildings		
C Low-income housing credit (section 42(j)(5)) from post-2007 buildings		
D Low-income housing credit (other) from post-2007 buildings		
E Qualified rehabilitation expenditures (rental real estate)		
F Other rental real estate credits		
G Other rental credits		
H Undistributed capital gains credit		Form 1040, line 71; check box a
I Alcohol and cellulosic biofuel fuels credit		See the Partner's Instructions
Code		
J Work opportunity credit		
K Disabled access credit		
L Empowerment zone and renewal community employment credit		
M Credit for increasing research activities		
N Credit for employer social security and Medicare taxes		
O Backup withholding		Form 1040, line 62
P Other credits		See the Partner's Instructions
16 Foreign transactions		
A Name of country or U.S. possession		
B Gross income from all sources		Form 1116, Part I
C Gross income sourced at partner level		
<i>Foreign gross income sourced at partnership level</i>		
D Passive category		
E General category		Form 1116, Part I
F Other		
<i>Deductions allocated and apportioned at partner level</i>		
G Interest expense		Form 1116, Part I
H Other		Form 1116, Part I
<i>Deductions allocated and apportioned at partnership level to foreign source income</i>		
I Passive category		
J General category		Form 1116, Part I
K Other		
<i>Other information</i>		
L Total foreign taxes paid		Form 1116, Part II
M Total foreign taxes accrued		Form 1116, Part II
N Reduction in taxes available for credit		Form 1116, line 12
O Foreign trading gross receipts		Form 8873
P Extraterritorial income exclusions		Form 8873
Q Other foreign transactions		See the Partner's Instructions
17 Alternative minimum tax (AMT) items		
A Post-1986 depreciation adjustment		
B Adjusted gain or loss		
C Depletion (other than oil & gas)		
D Oil, gas, & geothermal — gross income		
E Oil, gas, & geothermal — deductions		
F Other AMT items		
18 Tax-exempt income and nondeductible expenses		
A Tax-exempt interest income		Form 1040, line 8b
B Other tax-exempt income		See the Partner's Instructions
C Nondeductible expenses		See the Partner's Instructions
19 Distributions		
A Cash and marketable securities		
B Distribution subject to section 737		
C Other property		See the Partner's Instructions
20 Other information		
A Investment income		Form 4952, line 4a
B Investment expenses		Form 4952, line 5
C Fuel tax credit information		Form 4136
D Qualified rehabilitation expenditures (other than rental real estate)		See the Partner's Instructions
E Basis of energy property		See the Partner's Instructions
F Recapture of low-income housing credit (section 42(j)(5))		Form 8611, line 8
G Recapture of low-income housing credit (other)		Form 8611, line 8
H Recapture of investment credit		Form 4255
I Recapture of other credits		See the Partner's Instructions
J Look-back interest — completed long-term contracts		See Form 8697
K Look-back interest — income forecast method		See Form 8866
L Dispositions of property with section 179 deductions		
M Recapture of section 179 deduction		
N Interest expense for corporate partners		
O Section 453(l)(3) information		
P Section 453A(c) information		
Q Section 1260(b) information		
R Interest allocable to production expenditures		
S CCF nonqualified withdrawals		
T Depletion information — oil and gas		
U Amortization of reforestation costs		
V Unrelated business taxable income		
W Precontribution gain (loss)		
X Section 108(i) information		
Y Other information		See the Partner's Instructions

**BOX 2
RENTAL REAL ESTATE ACTIVITIES**

<u>PROPERTY ADDRESS</u>	<u>GROSS INCOME</u>	<u>NET EXPENSES</u>	<u>NET INCOME</u>	<u>PASSIVE NONPASS</u>	<u>SEC. 1231 TOTAL</u>
RIDGECREST DR. MANTECA, CA 95337	155.	99.	\$ 56.	PASSIVE	
SAMOA LANE LATHROP, CA 95330	134.	280.	-146.	PASSIVE	
CANAL BLVD. TRACY, CA 95376	177.	299.	-122.	PASSIVE	
		<u>TOTAL</u>	<u>\$ -212.</u>		

**BOX 20
OTHER INFORMATION**

*** DESCRIPTIVE INFORMATION**

Y DOMESTIC PRODUCTION ACTIVITIES DEDUCTION..... \$ 531.

Partner's Share of Income, Deductions, Credits, etc.

K-1 (565)

For calendar year 2011 or fiscal year beginning month day year 2011, and ending month day year

Partner's identifying number [REDACTED] **Partnership's FEIN** [REDACTED]
 Partner's name, address, city, state, and ZIP Code **Secretary of State file number** [REDACTED]
 Partnership's name, address, city, state, and ZIP Code

H [REDACTED] **H** JR. FAMILY, L.P.

- A** Is this partner a: (1) general partner; or (2) limited partner?
- B** What type of entity is this partner? (1) Individual (5) General Partnership (9) IRA/Keogh/SEP
 (2) S Corporation (6) Limited Partnership (10) Exempt Organization
 (3) Estate/Trust (7) LLP (11) Disregarded Entity
 (4) C Corporation (8) LLC
- C** Is this partner a foreign partner? Yes No
- D** Enter partner's percentage (without regard to special allocations) of:
- | | | | | | |
|----------------------|---------|------------------------------------|---------|------------------|----------|
| Profit sharing | _____ % | (i) Before decrease or termination | _____ % | (ii) End of year | 1.0000 % |
| Loss sharing | _____ % | | _____ % | | 1.0000 % |
| Ownership of capital | _____ % | | _____ % | | 1.0000 % |

- E** Partner's share of liabilities:
- | | | |
|---------------------------------|------|---------|
| Nonrecourse | • \$ | _____ |
| Qualified nonrecourse financing | • \$ | 50,059. |
| Other | • \$ | 51,889. |
- F** Reportable transaction or tax shelter registration number(s) _____
- G** (1) Check here if this is a publicly traded partnership as defined in IRC Section 469(k)(2)
 (2) Check here if this is an investment partnership (R&TC Sections 17955 and 23040.1)
- H** Check here if this is: (1) A final Schedule K-1 (565) (2) An amended Schedule K-1 (565)
- I** Is this partner a resident of California? Yes No

J Analysis of partner's capital account: Check the box (1) Tax Basis (2) GAAP (3) Section 704(b) Book (4) Other (explain)

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of line 3, line 4, and line 7, Form 565, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year, combine column (a) through column (d)
• 12,511.	•	• -1,676.	• (207.)	• 10,628.

Caution: Refer to Partner's Instructions for Schedule K-1 (565) before entering information from this schedule on your California return.

	(a) Distributive share items	(b) Amounts from federal Schedule K-1 (1065)	(c) California adjustments	(d) Total amounts using California law. Combine column (b) and column (c)	(e) California source amounts and credits
Income (Loss)	1 Ordinary income (loss) from trade or business activities	-3,318.	114.	-3,204.	▶
	2 Net income (loss) from rental real estate activities PG. 4	-212.		-212.	▶
	3 Net income (loss) from other rental activities				▶
	4 Guaranteed payments to partners				▶
	5 Interest income				▶
	6 Dividends				▶
	7 Royalties				▶
	8 Net short-term capital gain (loss)				▶
	9 Net long-term capital gain (loss)				▶
	10a Total Gain under IRC Section 1231 (other than due to casualty or theft)	1,857.		1,857.	▶
	b Total Loss under IRC Section 1231 (other than due to casualty or theft)				▶
11a Other portfolio income (loss). Attach schedule				▶	
b Total other income. Attach schedule				▶	
c Total other loss. Attach schedule				▶	

PARTNER 1

HENRY J. TOSTA, JR. FAMILY, L.P.

	(a) Distributive share items	(b) Amounts from federal Schedule K-1 (1065)	(c) California adjustments	(d) Total amounts using California law. Combine column (b) and column (c)	(e) California source amounts and credits
Deductions	12 Expense deduction for recovery property (IRC Section 179 and R&TC Sections 17267.2, 17267.6 and 17268)				
	13a Charitable contributions P.G. 4	3.		3.	
	b Investment interest expense				
	c 1 Total expenditures to which an IRC Section 59(e) election may apply				
	2 Type of expenditures				
	d Deductions related to portfolio income				
	e Other deductions. Attach schedule				
Credits	15a Total withholding (equals amount on Form 592-B if calendar year partnership)				
	b Low-income housing credit				
	c Credits other than line 15b related to rental real estate activities				
	d Credits related to other rental activities				
	e Nonconsenting nonresident partner's tax paid by partnership				
	f Other credits-Attach required schedules or statements				
	g New jobs credit				
Alternative Minimum Tax (AMT) Items	17a Depreciation adjustment on property placed in service after 1986	24.	13.	37.	
	b Adjusted gain or loss				
	c Depletion (other than oil & gas)				
	d Gross income from oil, gas, and geothermal properties				
	e Deductions allocable to oil, gas, and geothermal properties				
	f Other alternative minimum tax items				
Tax-Exempt Income and Non-deductible Expenses	18a Tax-exempt interest income				
	b Other tax-exempt income				
	c Nondeductible expenses		8.	8.	
Distributions	19a Distributions of money (cash and marketable securities)	207.		207.	
	b Distributions of property other than money				
Other Information	20a Investment income				
	b Investment expenses				
	c Other information. See instructions	SEE ATTACHED		SEE ATTACHED	

Other Partner Information

Table 1 – Partner's share of nonbusiness income from intangibles (source of income is dependent on residence or commercial domicile of the partners):

Interest	\$ _____	Section 1231 Gains/Losses	\$ _____	Capital Gains/Losses	\$ _____
Dividends	\$ _____	Royalties	\$ _____	Other	\$ _____

FOR USE BY APPORTIONING UNITARY PARTNERS ONLY – See instructions.

Table 2 – Partner's share of distributive items.

- A** Partner's share of the partnership's business income. See instructions. \$ _____
- B** Partner's share of nonbusiness income from real and tangible personal property sourced or allocable to California.
- | | | | |
|---------------------------|----------|-----------------|----------|
| Capital Gains/Losses | \$ _____ | Rents/Royalties | \$ _____ |
| Section 1231 Gains/Losses | \$ _____ | Other | \$ _____ |

C Partner's distributive share of the partnership's property, payroll, and sales:

Factors	Total within and outside California	Total within California
Property: Beginning	\$ _____	\$ _____
Ending	\$ _____	\$ _____
Annual rent expense	\$ _____	\$ _____
Payroll	\$ _____	\$ _____
Sales	\$ _____	\$ _____

Table 3 – Partner's share of cost of goods sold, deductions, and rental income.

Enter only amounts used to determine income (loss) derived from and attributable to California sources. All amounts entered on this table are first multiplied by the appropriate Item D (ii) end of year partner's profit and loss sharing percentage on Side 1. See the partnership Schedule K-1 instructions for information on how to obtain the amounts below.

- 1 Schedule K, Line 1, column (d), Ordinary income (loss) from trade or business activities:
 - a Enter as a positive amount the cost of goods sold used to to determine the amount on Schedule K, Line 1, column (d), plus the total amounts on line 1a of Table 3 from all Schedule K-1s (565) this partnership received. _____
 - b Enter as a positive amount the total deductions used to determine the amount on Schedule K, Line 1, column (d), plus the total amounts on line 1b of Table 3 from all Schedule K-1s (565) this partnership received. _____
- 2 Enter the total gross rents from line 18a of federal Form 8825 as adjusted for California law differences, plus the total amounts on line 2 of Table 3 from all Schedule K-1s (565) this partnership received. _____
- 3 Enter the gross income (loss) from other rental activities from Schedule K, Line 3a, column (d), plus the total amounts on line 3 of Table 3 from all Schedule K-1s (565) this partnership received. _____

CAPA6012L 12/06/11

PARTNER 1: HENRY J. TOSTA _____

**LINE 2, COLUMN (D)
RENTAL REAL ESTATE ACTIVITIES**

PROPERTY ADDRESS	GROSS INCOME	NET EXPENSES	NET INCOME	PASSIVE NONPASS	SEC. 1231 TOTAL
RIDGECREST DR. MANTECA, CA 95337	\$ 155.	99.	\$ 56.	PASSIVE	
SAMOA LANE LATHROP, CA 95330	134.	280.	-146.	PASSIVE	
CANAL BLVD. TRACY, CA 95376	177.	299.	-122.	PASSIVE	
		TOTAL	\$ -212.		

**LINE 13A, COLUMN (D)
CHARITABLE CONTRIBUTIONS**

CASH CONTRIBUTIONS - 50% LIMITATION		\$ 3.
	TOTAL	\$ 3.

**BOX 20
OTHER INFORMATION**

*** DESCRIPTIVE INFORMATION**

Y DOMESTIC PRODUCTION ACTIVITIES DEDUCTION	\$ 531.
--	---------

**LINE 20C - COLUMN D
OTHER INFORMATION**

PROPORTIONATE INT. OF AGGREGATE GROSS RECEIPTS	\$ 38,656.
	TOTAL \$ 38,656.

HENRY J. TOSTA, JR. FAMILY, L.P.

[REDACTED]

August 28, 2012

HENRY J. TOSTA, JR. TRUST
DATED OCTOBER 16, 2006

[REDACTED]

RE:

HENRY J. TOSTA, JR. FAMILY, L.P.

[REDACTED]

Schedule K-1 from Partnership's 2011 Return of Income

Dear HENRY J. TOSTA, JR. TRUST:

Enclosed is your 2011 Schedule K-1 (Form 1065) Partner's Share of Income, Deductions, Credits, Etc. from HENRY J. TOSTA, JR. FAMILY, L.P.. This information reflects the amounts you need to complete your income tax return. The amounts shown are your distributive share of partnership tax items to be reported on your tax return, and may not correspond to actual distributions you have received during the year. This information is included in the Partnership's 2011 Federal Return of Partnership Income that was filed with the Internal Revenue Service.

If you have any questions concerning this information, please contact us immediately.

Sincerely,

HENRY J. TOSTA, JR. FAMILY, L.P.

Enclosure(s)

Schedule K-1 (Form 1065)

2011

Final K-1 Amended K-1

Department of the Treasury Internal Revenue Service

For calendar year 2011, or tax year beginning ending 2011

Partner's Share of Income, Deductions, Credits, etc.

See separate instructions.

Part I Information About the Partnership
Part II Information About the Partner
A Partnership's employer identification number
B Partnership's name, address, city, state, and ZIP code
C IRS Center where partnership filed return
D Check if this is a publicly traded partnership (PTP)
E Partner's identifying number
F Partner's name, address, city, state, and ZIP code
G General partner or LLC member-manager Limited partner or other LLC member
H Domestic partner Foreign partner
I What type of entity is this partner?
J Partner's share of profit, loss, and capital
K Partner's share of liabilities at year end
L Partner's capital account analysis
M Did the partner contribute property with a built-in gain or loss?

Table with 3 columns: Line number, Description, and Amount. Rows include: 1 Ordinary business income (loss) -295,335; 2 Net rental real estate income (loss) -18,903; 3 Other net rental income (loss); 4 Guaranteed payments; 5 Interest income; 6a Ordinary dividends; 6b Qualified dividends; 7 Royalties; 8 Net short-term capital gain (loss); 9a Net long-term capital gain (loss) 2,103; 9b Collectibles (28%) gain (loss); 9c Unrecaptured section 1250 gain; 10 Net section 1231 gain (loss) 165,237; 11 Other income (loss); 12 Section 179 deduction; 13 Other deductions 312; 14 Self-employment earnings (loss) 3,233,627; 19 Distributions 18,450; 20 Other information STMT.

*See attached statement for additional information.

FOR IRS USE ONLY

This list identifies the codes used on Schedule K-1 for all partners and provides summarized reporting information for partners who file Form 1040. For detailed reporting and filing information, see the separate Partner's Instructions for Schedule K-1 and the instructions for your income tax return.

		Code	Report on
1 Ordinary business income (loss). Determine whether the income (loss) is passive or nonpassive and enter on your return as follows.			
Passive loss	<i>Report on</i>	J Work opportunity cred t	See the Partner's Instructions
Passive income	See the Partner's Instruct ons	K Disabled access cred t	
Nonpassive loss	Schedule E, line 28, column (g)	L Empowerment zone and renewal community employment cred t	
Nonpassive income	Schedule E, line 28, column (h)	M Cred t for increas ng research activ ties	
2 Net rental real estate income (loss)	Schedule E, line 28, column (i)	N Cred t for employer soc al security and Medicare taxes	Form 1040, line 62
3 Other net rental income (loss)	See the Partner's Instruct ons	O Backup w tholding	
Net income	Schedule E, line 28, column (g)	P Other cred ts	See the Partner's Instruct ons
Net loss	See the Partner's Instruct ons	16 Foreign transactions	
4 Guaranteed payments	Schedule E, line 28, column (j)	A Name of country or U.S. possess on	Form 1116, Part I
5 Interest income	Form 1040, line 8a	B Gross income from all sources	
6a Ordinary dividends	Form 1040, line 9a	C Gross income sourced at partner level	
6b Qualified dividends	Form 1040, line 9b	<i>Foreign gross income sourced at partnership level</i>	
7 Royalties	Schedule E, line 3b	D Passive category	Form 1116, Part I
8 Net short-term capital gain (loss)	Schedule D, line 5	E General category	
9a Net long-term capital gain (loss)	Schedule D, line 12	F Other	
9b Collectibles (28%) gain (loss)	28% Rate Ga n Worksheet, line 4 (Schedule D Instruct ons)	<i>Deductions allocated and apportioned at partner level</i>	
9c Unrecaptured section 1250 gain	See the Partner's Instruct ons	G Interest expense	Form 1116, Part I
10 Net section 1231 gain (loss)	See the Partner's Instruct ons	H Other	Form 1116, Part I
11 Other income (loss)		<i>Deductions allocated and apportioned at partnership level to foreign source income</i>	
<i>Code</i>		I Passive category	Form 1116, Part I
A Other portfol o ncome (loss)	See the Partner's Instruct ons	J General category	
B Involuntary convers ons	See the Partner's Instruct ons	K Other	
C Section 1256 contracts and straddles	Form 6781, line 1	<i>Other information</i>	
D M n ng exploration costs recapture	See Pub 535	L Total foreign taxes pa d	Form 1116, Part II
E Cancellat on of debt	Form 1040, line 21 or Form 982	M Total foreign taxes accrued	Form 1116, Part II
F Other income (loss)	See the Partner's Instruct ons	N Reduction in taxes available for credit	Form 1116, line 12
12 Section 179 deduction	See the Partner's Instruct ons	O Foreign trading gross rece pts	Form 8873
13 Other deductions		P Extraterr tor al income exclus on	Form 8873
A Cash contr but ons (50%)	See the Partner's Instructions	Q Other fore gn transactions	See the Partner's Instruct ons
B Cash contr but ons (30%)			
C Noncash contr but ons (50%)			
D Noncash contr but ons (30%)			
E Capital gain property to a 50% organizat on (30%)			
F Capital gain property (20%)			
G Contributions (100%)	Form 4952, line 1	17 Alternative minimum tax (AMT) items	
H Investment interest expense	Schedule E, line 19	A Post-1986 deprec ation adjustment	See the Partner's Instructions and the Instruct ons for Form 6251
I Deduct ons — royalty income	See the Partner's Instruct ons	B Adjusted ga n or loss	
J Section 59(e)(2) expenditures	Schedule A, line 23	C Deplet on (other than oil & gas)	
K Deduct ons — portfol o (2% floor)	Schedule A, line 28	D Oil, gas, & geothermal — gross income	
L Deduct ons — portfolio (other)	Schedule A, line 1 or Form 1040, line 29	E Oil, gas, & geothermal — deductions	
M Amounts paid for med cal nsurance	See the Partner's Instruct ons	F Other AMT tems	
N Educational assistance benefits	Form 2441, line 12	18 Tax-exempt income and nondeductible expenses	
O Dependent care benefits	See the Partner's Instruct ons	A Tax-exempt interest income	Form 1040, line 8b
P Preproductive period expenses	See the Partner's Instruct ons	B Other tax-exempt income	See the Partner's Instruct ons
Q Commercial rev talizat on deduct on from rental real estate activities	See Form 8582 Instructions	C Nondeductible expenses	See the Partner's Instruct ons
R Pens ons and RAs	See the Partner's Instruct ons	19 Distributions	
S Reforestation expense deduction	See the Partner's Instruct ons	A Cash and marketable securities	See the Partner's Instructions
T Domestic production activit es nformat on	See Form 8903 Instructions	B Distribut on subject to section 737	
U Qualified production activit es ncome	Form 8903, line 7b	C Other property	
V Employer s Form W-2 wages	Form 8903, line 17	20 Other information	
W Other deductions	See the Partner's Instruct ons	A Investment income	Form 4952, line 4a
14 Self-employment earnings (loss)		B Investment expenses	Form 4952, line 5
Note. If you have a section 179 deduction or any partner-level deductions, see the Partner's Instructions before completing Schedule SE.		C Fuel tax credit information	Form 4136
A Net earn ngs (loss) from self-employment	Schedule SE, Sect on A or B	D Qualified rehabilitat on expenditures (other than rental real estate)	See the Partner's Instruct ons
B Gross farm ng or fishing ncome	See the Partner's Instruct ons	E Basis of energy property	See the Partner's Instruct ons
C Gross non-farm ncome	See the Partner's Instruct ons	F Recapture of low- ncome housing credit (section 42(j)(5))	Form 8611, line 8
15 Credits		G Recapture of low- ncome housing credit (other)	Form 8611, line 8
A Low-income housing cred t (sect on 42(j)(5)) from pre-2008 buildings	See the Partner's Instructions	H Recapture of investment credit	Form 4255
B Low-income housing cred t (other) from pre-2008 build ngs			
C Low-income housing cred t (sect on 42(j)(5)) from post-2007 buildings			
D Low-income housing cred t (other) from post-2007 buildings			
E Qualified rehabilitation expend tures (rental real estate)			
F Other rental real estate credits			
G Other rental cred ts			
H Undistributed capital gains cred t		Form 1040, line 71; check box a	
I Alcohol and cellulosic biofuel fuels credit		See the Partner's Instruct ons	
		I Recapture of other credits	See the Partner's Instruct ons
		J Look-back interest — completed long-term contracts	See Form 8697
		K Look-back interest — income forecast method	See Form 8866
		L Disposit ons of property w th section 179 deduct ons	See the Partner's Instructions
		M Recapture of section 179 deduction	
		N Interest expense for corporate partners	
		O Section 453(l)(3) nformat on	
		P Section 453A(c) information	
		Q Section 1260(b) nformat on	
		R Interest allocable to production expend tures	
		S CCF nonqualified withdrawals	
		T Deplet on nformat on — oil and gas	
		U Amortization of reforestation costs	
		V Unrelated business taxable income	
		W Precontribution ga n (loss)	
		X Section 108(i) nformat on	
		Y Other information	

**BOX 2
RENTAL REAL ESTATE ACTIVITIES**

<u>PROPERTY ADDRESS</u>	<u>GROSS INCOME</u>	<u>NET EXPENSES</u>	<u>NET INCOME</u>	<u>PASSIVE NONPASS</u>	<u>SEC. 1231 TOTAL</u>
RIDGECREST DR. MANTECA, CA 95337	13,812.	8,854.	\$ 4,958.	PASSIVE	
SAMOA LANE LATHROP, CA 95330	11,904.	24,928.	-13,024.	PASSIVE	
CANAL BLVD. TRACY, CA 95376	15,744.	26,581.	-10,837.	PASSIVE	
		<u>TOTAL</u>	<u>\$ -18,903.</u>		

**BOX 20
OTHER INFORMATION***** DESCRIPTIVE INFORMATION**

Y DOMESTIC PRODUCTION ACTIVITIES DEDUCTION \$ 47,218.

SUPPLEMENTAL INFORMATION

PARTNER HEALTH INSURANCE PREMIUMS = \$7,979

Partner's Share of Income, Deductions, Credits, etc.

K-1 (565)

For calendar year 2011 or fiscal year beginning month day year 2011, and ending month day year

Partner's identifying number [redacted] **Partnership's FEIN** [redacted]

Partner's name, address, city, state, and ZIP Code **Secretary of State file number** [redacted]

Partner's name, address, city, state, and ZIP Code

HENRY J. TOSTA, JR. TRUST
D [redacted], 2006

H [redacted] JR. FAMILY, L.P.

- A** Is this partner a: (1) general partner; or (2) limited partner?
- B** What type of entity is this partner? (1) Individual (2) S Corporation (3) Estate/Trust (4) C Corporation (5) General Partnership (6) Limited Partnership (7) LLP (8) LLC (9) IRA/Keogh/SEP (10) Exempt Organization (11) Disregarded Entity
- C** Is this partner a foreign partner? Yes No
- D** Enter partner's percentage (without regard to special allocations) of:
- | | | | | | |
|----------------------|---------|------------------------------------|---------|------------------|-----------|
| Profit sharing | _____ % | (i) Before decrease or termination | _____ % | (ii) End of year | 89.0000 % |
| Loss sharing | _____ % | | _____ % | | 89.0000 % |
| Ownership of capital | _____ % | | _____ % | | 89.0000 % |

- E** Partner's share of liabilities:
- | | | |
|---------------------------------|------|------------|
| Nonrecourse | • \$ | _____ |
| Qualified nonrecourse financing | • \$ | 4,455,271. |
| Other | • \$ | _____ |
- F** Reportable transaction or tax shelter registration number(s) _____
- G** (1) Check here if this is a publicly traded partnership as defined in IRC Section 469(k)(2)
(2) Check here if this is an investment partnership (R&TC Sections 17955 and 23040.1)
- H** Check here if this is: (1) A final Schedule K-1 (565) (2) An amended Schedule K-1 (565)
- I** Is this partner a resident of California? Yes No

J Analysis of partner's capital account: Check the box (1) Tax Basis (2) GAAP (3) Section 704(b) Book (4) Other (explain)

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of line 3, line 4, and line 7, Form 565, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year, combine column (a) through column (d)
• 1,113,297.	•	• -149,313.	• (18,450.)	• 945,534.

Caution: Refer to Partner's Instructions for Schedule K-1 (565) before entering information from this schedule on your California return.

	(a) Distributive share items	(b) Amounts from federal Schedule K-1 (1065)	(c) California adjustments	(d) Total amounts using California law. Combine column (b) and column (c)	(e) California source amounts and credits
Income (Loss)	1 Ordinary income (loss) from trade or business activities	-295,335.	10,130.	-285,205.	▶
	2 Net income (loss) from rental real estate activities PG. 4	-18,903.		-18,903.	▶
	3 Net income (loss) from other rental activities				▶
	4 Guaranteed payments to partners				▶
	5 Interest income				▶
	6 Dividends				▶
	7 Royalties				▶
	8 Net short-term capital gain (loss)				▶
	9 Net long-term capital gain (loss)				▶
	10a Total Gain under IRC Section 1231 (other than due to casualty or theft)	165,237.		165,237.	▶
	b Total Loss under IRC Section 1231 (other than due to casualty or theft)				▶
11a Other portfolio income (loss). Attach schedule				▶	
b Total other income. Attach schedule				▶	
c Total other loss. Attach schedule				▶	

PARTNER 2

HENRY J. TOSTA, JR. FAMILY, L.P.

	(a) Distributive share items	(b) Amounts from federal Schedule K-1 (1065)	(c) California adjustments	(d) Total amounts using California law. Combine column (b) and column (c)	(e) California source amounts and credits
Deductions	12 Expense deduction for recovery property (IRC Section 179 and R&TC Sections 17267.2, 17267.6 and 17268)				
	13a Charitable contributions P.G. 4	312.		312.	
	b Investment interest expense				
	c 1 Total expenditures to which an IRC Section 59(e) election may apply				
	2 Type of expenditures				
	d Deductions related to portfolio income				
	e Other deductions. Attach schedule				
Credits	15a Total withholding (equals amount on Form 592-B if calendar year partnership)				
	b Low-income housing credit				
	c Credits other than line 15b related to rental real estate activities				
	d Credits related to other rental activities				
	e Nonconsenting nonresident partner's tax paid by partnership				
	f Other credits-Attach required schedules or statements				
	g New jobs credit				
Alternative Minimum Tax (AMT) Items	17a Depreciation adjustment on property placed in service after 1986	2,103.	1,113.	3,216.	
	b Adjusted gain or loss				
	c Depletion (other than oil & gas)				
	d Gross income from oil, gas, and geothermal properties				
	e Deductions allocable to oil, gas, and geothermal properties				
	f Other alternative minimum tax items				
Tax-Exempt Income and Non-deductible Expenses	18a Tax-exempt interest income				
	b Other tax-exempt income				
	c Nondeductible expenses		712.	712.	
Distributions	19a Distributions of money (cash and marketable securities)	18,450.		18,450.	
	b Distributions of property other than money				
Other Information	20a Investment income				
	b Investment expenses				
	c Other information. See instructions	SEE ATTACHED		SEE ATTACHED	

Other Partner Information

Table 1 – Partner's share of nonbusiness income from intangibles (source of income is dependent on residence or commercial domicile of the partners):

Interest	\$ _____	Section 1231 Gains/Losses	\$ _____	Capital Gains/Losses	\$ _____
Dividends	\$ _____	Royalties	\$ _____	Other	\$ _____

FOR USE BY APPORTIONING UNITARY PARTNERS ONLY – See instructions.

Table 2 – Partner's share of distributive items.

- A** Partner's share of the partnership's business income. See instructions. \$ _____
- B** Partner's share of nonbusiness income from real and tangible personal property sourced or allocable to California.
- | | | | |
|---------------------------|----------|-----------------|----------|
| Capital Gains/Losses | \$ _____ | Rents/Royalties | \$ _____ |
| Section 1231 Gains/Losses | \$ _____ | Other | \$ _____ |

C Partner's distributive share of the partnership's property, payroll, and sales:

Factors	Total within and outside California	Total within California
Property: Beginning	\$ _____	\$ _____
Ending	\$ _____	\$ _____
Annual rent expense	\$ _____	\$ _____
Payroll	\$ _____	\$ _____
Sales	\$ _____	\$ _____

Table 3 – Partner's share of cost of goods sold, deductions, and rental income.

Enter only amounts used to determine income (loss) derived from and attributable to California sources. All amounts entered on this table are first multiplied by the appropriate Item D (ii) end of year partner's profit and loss sharing percentage on Side 1. See the partnership Schedule K-1 instructions for information on how to obtain the amounts below.

- 1 Schedule K, Line 1, column (d), Ordinary income (loss) from trade or business activities:
 - a Enter as a positive amount the cost of goods sold used to to determine the amount on Schedule K, Line 1, column (d), plus the total amounts on line 1a of Table 3 from all Schedule K-1s (565) this partnership received. _____
 - b Enter as a positive amount the total deductions used to determine the amount on Schedule K, Line 1, column (d), plus the total amounts on line 1b of Table 3 from all Schedule K-1s (565) this partnership received. _____
- 2 Enter the total gross rents from line 18a of federal Form 8825 as adjusted for California law differences, plus the total amounts on line 2 of Table 3 from all Schedule K-1s (565) this partnership received. _____
- 3 Enter the gross income (loss) from other rental activities from Schedule K, Line 3a, column (d), plus the total amounts on line 3 of Table 3 from all Schedule K-1s (565) this partnership received. _____

**LINE 2, COLUMN (D)
RENTAL REAL ESTATE ACTIVITIES**

PROPERTY ADDRESS	GROSS INCOME	NET EXPENSES	NET INCOME	PASSIVE NONPASS	SEC. 1231 TOTAL
RIDGECREST DR. MANTECA, CA 95337	\$ 13,812.	8,854.	\$ 4,958.	PASSIVE	
SAMOA LANE LATHROP, CA 95330	11,904.	24,928.	-13,024.	PASSIVE	
CANAL BLVD. TRACY, CA 95376	15,744.	26,581.	-10,837.	PASSIVE	
		TOTAL	\$ -18,903.		

**LINE 13A, COLUMN (D)
CHARITABLE CONTRIBUTIONS**

CASH CONTRIBUTIONS - 50% LIMITATION	\$ 312.
TOTAL	\$ 312.

**BOX 20
OTHER INFORMATION**

*** DESCRIPTIVE INFORMATION**

Y DOMESTIC PRODUCTION ACTIVITIES DEDUCTION	\$ 47,218.
--	------------

**LINE 20C - COLUMN D
OTHER INFORMATION**

PROPORTIONATE INT. OF AGGREGATE GROSS RECEIPTS	\$ 3,440,324.
TOTAL	\$ 3,440,324.

HENRY J. TOSTA, JR. FAMILY, L.P.
[REDACTED]

August 28, 2012

HENRY J. TOSTA, JR IRREVOCABLE
FAMILY TRUST DTD NOV. 21, 2006
[REDACTED]

RE:

HENRY J. TOSTA, JR. FAMILY, L.P.
[REDACTED]

Schedule K-1 from Partnership's 2011 Return of Income

Dear HENRY J. TOSTA, JR IRREVOCABLE:

Enclosed is your 2011 Schedule K-1 (Form 1065) Partner's Share of Income, Deductions, Credits, Etc. from HENRY J. TOSTA, JR. FAMILY, L.P.. This information reflects the amounts you need to complete your income tax return. The amounts shown are your distributive share of partnership tax items to be reported on your tax return, and may not correspond to actual distributions you have received during the year. This information is included in the Partnership's 2011 Federal Return of Partnership Income that was filed with the Internal Revenue Service.

If you have any questions concerning this information, please contact us immediately.

Sincerely,

HENRY J. TOSTA, JR. FAMILY, L.P.

Enclosure(s)

Schedule K-1 (Form 1065)

2011

Final K-1 Amended K-1

Department of the Treasury Internal Revenue Service

For calendar year 2011, or tax year beginning ending 2011

Partner's Share of Income, Deductions, Credits, etc. See separate instructions.

Part I Information About the Partnership

A Partnership's employer identification number
B Partnership's name, address, city, state, and ZIP code HENRY J. TOSTA, JR. FAMILY, L.P.
C IRS Center where partnership filed return E-FILE
D Check if this is a publicly traded partnership (PTP)

Part II Information About the Partner

E Partner's identifying number
F Partner's name, address, city, state, and ZIP code HENRY J. TOSTA, JR IRREVOCABLE FAMILY TRUST DTD NOV. 21, 2006
G General partner or LLC member-manager Limited partner or other LLC member
H Domestic partner Foreign partner
I What type of entity is this partner? FIDUCIARY
J Partner's share of profit, loss, and capital (see instructions): Beginning Ending
K Partner's share of liabilities at year end: Nonrecourse Qualified nonrecourse financing Recourse
L Partner's capital account analysis: Beginning capital account Capital contributed during the year Current year increase (decrease) Withdrawals and distributions Ending capital account
M Did the partner contribute property with a built-in gain or loss? Tax basis GAAP Section 704(b) book Other (explain) Yes No

Part III Partner's Share of Current Year Income, Deductions, Credits, and Other Items

Table with 3 columns: Line number, Description, and Amount. Rows include: 1 Ordinary business income (loss) -33,184. 2 Net rental real estate income (loss) -2,124. 3 Other net rental income (loss) 4 Guaranteed payments 5 Interest income 6a Ordinary dividends 6b Qualified dividends 7 Royalties 8 Net short-term capital gain (loss) 9a Net long-term capital gain (loss) 17 Alternative minimum tax (AMT) items 236. 9b Collectibles (28%) gain (loss) 9c Unrecaptured section 1250 gain 10 Net section 1231 gain (loss) 18 Tax-exempt income and nondeductible expenses 18,566. 11 Other income (loss) 19 Distributions 2,073. 12 Section 179 deduction 13 Other deductions 35. 20 Other information Y* STMT 14 Self-employment earnings (loss) 363,329.

*See attached statement for additional information.

FOR IRS USE ONLY

This list identifies the codes used on Schedule K-1 for all partners and provides summarized reporting information for partners who file Form 1040. For detailed reporting and filing information, see the separate Partner's Instructions for Schedule K-1 and the instructions for your income tax return.

	Code	Report on
1 Ordinary business income (loss). Determine whether the income (loss) is passive or nonpassive and enter on your return as follows.		
Passive loss		See the Partner's Instructions
Passive income		
Nonpassive loss		
Nonpassive income		
2 Net rental real estate income (loss)		
3 Other net rental income (loss)		
Net income	Schedule E, line 28, column (g)	Form 1040, line 62
Net loss	See the Partner's Instructions	See the Partner's Instructions
4 Guaranteed payments	Schedule E, line 28, column (j)	
5 Interest income	Form 1040, line 8a	
6a Ordinary dividends	Form 1040, line 9a	Form 1116, Part I
6b Qualified dividends	Form 1040, line 9b	Form 1116, Part I
7 Royalties	Schedule E, line 3b	
8 Net short-term capital gain (loss)	Schedule D, line 5	Form 1116, Part I
9a Net long-term capital gain (loss)	Schedule D, line 12	
9b Collectibles (28%) gain (loss)	28% Rate Gain Worksheet, line 4 (Schedule D Instructions)	
9c Unrecaptured section 1250 gain	See the Partner's Instructions	Form 1116, Part I
10 Net section 1231 gain (loss)	See the Partner's Instructions	Form 1116, Part I
11 Other income (loss)		
Code		
A Other portfolio income (loss)	See the Partner's Instructions	Form 1116, Part I
B Involuntary conversions	See the Partner's Instructions	
C Section 1256 contracts and straddles	Form 6781, line 1	
D Mining exploration costs recapture	See Pub 535	
E Cancellation of debt	Form 1040, line 21 or Form 982	
F Other income (loss)	See the Partner's Instructions	
12 Section 179 deduction	See the Partner's Instructions	
13 Other deductions		
A Cash contributions (50%)	See the Partner's Instructions	
B Cash contributions (30%)		
C Noncash contributions (50%)		
D Noncash contributions (30%)		
E Capital gain property to a 50% organization (30%)		
F Capital gain property (20%)		
G Contributions (100%)	Form 4952, line 1	
H Investment interest expense	Schedule E, line 19	
I Deductions — royalty income	See the Partner's Instructions	
J Section 59(e)(2) expenditures	Schedule A, line 23	
K Deductions — portfolio (2% floor)	Schedule A, line 28	
L Deductions — portfolio (other)	Schedule A, line 1 or Form 1040, line 29	
M Amounts paid for medical insurance	See the Partner's Instructions	
N Educational assistance benefits	Form 2441, line 12	
O Dependent care benefits	See the Partner's Instructions	
P Preproductive period expenses	See Form 8582 Instructions	
Q Commercial revitalization deduction on rental real estate activities	See the Partner's Instructions	
R Pensions and IRAs	See the Partner's Instructions	
S Reforestation expense deduction	See Form 8903 Instructions	
T Domestic production activities information	Form 8903, line 7b	
U Qualified production activities income	Form 8903, line 17	
V Employer's Form W-2 wages	See the Partner's Instructions	
W Other deductions		
14 Self-employment earnings (loss)		
Note. If you have a section 179 deduction or any partner-level deductions, see the Partner's Instructions before completing Schedule SE.		
A Net earnings (loss) from self-employment	Schedule SE, Section A or B	
B Gross farming or fishing income	See the Partner's Instructions	
C Gross non-farm income	See the Partner's Instructions	
15 Credits		
A Low-income housing credit (section 42(j)(5)) from pre-2008 buildings	See the Partner's Instructions	
B Low-income housing credit (other) from pre-2008 buildings		
C Low-income housing credit (section 42(j)(5)) from post-2007 buildings		
D Low-income housing credit (other) from post-2007 buildings		
E Qualified rehabilitation expenditures (rental real estate)		
F Other rental real estate credits		
G Other rental credits		
H Undistributed capital gains credit		Form 1040, line 71; check box a
I Alcohol and cellulosic biofuel fuels credit		See the Partner's Instructions
Code		
J Work opportunity credit		See the Partner's Instructions
K Disabled access credit		
L Empowerment zone and renewal community employment credit		
M Credit for increasing research activities		
N Credit for employer social security and Medicare taxes		
O Backup withholding		Form 1040, line 62
P Other credits		See the Partner's Instructions
16 Foreign transactions		
A Name of country or U.S. possession		Form 1116, Part I
B Gross income from all sources		
C Gross income sourced at partner level		Form 1116, Part I
Foreign gross income sourced at partnership level		
D Passive category		Form 1116, Part I
E General category		
F Other		
Deductions allocated and apportioned at partner level		
G Interest expense		Form 1116, Part I
H Other		Form 1116, Part I
Deductions allocated and apportioned at partnership level to foreign source income		
I Passive category		Form 1116, Part I
J General category		
K Other		
Other information		
L Total foreign taxes paid		Form 1116, Part II
M Total foreign taxes accrued		Form 1116, Part II
N Reduction in taxes available for credit		Form 1116, line 12
O Foreign trading gross receipts		Form 8873
P Extraterritorial income exclusions		Form 8873
Q Other foreign transactions		See the Partner's Instructions
17 Alternative minimum tax (AMT) items		
A Post-1986 depreciation adjustment		See the Partner's Instructions and the Instructions for Form 6251
B Adjusted gain or loss		
C Depletion (other than oil & gas)		
D Oil, gas, & geothermal — gross income		
E Oil, gas, & geothermal — deductions		
F Other AMT items		
18 Tax-exempt income and nondeductible expenses		
A Tax-exempt interest income		Form 1040, line 8b
B Other tax-exempt income		See the Partner's Instructions
C Nondeductible expenses		See the Partner's Instructions
19 Distributions		
A Cash and marketable securities		See the Partner's Instructions
B Distribution subject to section 737		
C Other property		
20 Other information		
A Investment income		Form 4952, line 4a
B Investment expenses		Form 4952, line 5
C Fuel tax credit information		Form 4136
D Qualified rehabilitation expenditures (other than rental real estate)		See the Partner's Instructions
E Basis of energy property		See the Partner's Instructions
F Recapture of low-income housing credit (section 42(j)(5))		Form 8611, line 8
G Recapture of low-income housing credit (other)		Form 8611, line 8
H Recapture of investment credit		Form 4255
I Recapture of other credits		See the Partner's Instructions
J Look-back interest — completed long-term contracts		See Form 8697
K Look-back interest — income forecast method		See Form 8866
L Dispositions of property with section 179 deductions		See the Partner's Instructions
M Recapture of section 179 deduction		
N Interest expense for corporate partners		
O Section 453(i)(3) information		
P Section 453A(c) information		
Q Section 1260(b) information		
R Interest allocable to production expenditures		
S CCF nonqualified withdrawals		
T Depletion information — oil and gas		
U Amortization of reforestation costs		
V Unrelated business taxable income		
W Precontribution gain (loss)		
X Section 108(i) information		
Y Other information		

**BOX 2
RENTAL REAL ESTATE ACTIVITIES**

<u>PROPERTY ADDRESS</u>	<u>GROSS INCOME</u>	<u>NET EXPENSES</u>	<u>NET INCOME</u>	<u>PASSIVE NONPASS</u>	<u>SEC. 1231 TOTAL</u>
RIDGECREST DR. MANTECA, CA 95337	1,552.	995.	\$ 557.	PASSIVE	
SAMOA LANE LATHROP, CA 95330	1,338.	2,801.	-1,463.	PASSIVE	
CANAL BLVD. TRACY, CA 95376	1,769.	2,987.	-1,218.	PASSIVE	
		TOTAL	\$ <u>-2,124.</u>		

**BOX 20
OTHER INFORMATION**

*** DESCRIPTIVE INFORMATION**

Y DOMESTIC PRODUCTION ACTIVITIES DEDUCTION..... \$ 5,305.

Partner's Share of Income, Deductions, Credits, etc.

K-1 (565)

For calendar year 2011 or fiscal year beginning month day year 2011, and ending month day year

Partner's identifying number [redacted] **Partnership's FEIN** [redacted]

Partner's name, address, city, state, and ZIP Code **Secretary of State file number** [redacted]

Partner's name, address, city, state, and ZIP Code

HENRY J. TOSTA, JR IRREVOCABLE
F [redacted] . 21, 2006

H [redacted] JR. FAMILY, L.P.

A Is this partner a: (1) general partner; or (2) limited partner?

B What type of entity is this partner? ●

- (1) Individual (5) General Partnership (9) IRA/Keogh/SEP
- (2) S Corporation (6) Limited Partnership (10) Exempt Organization
- (3) Estate/Trust (7) LLP (11) Disregarded Entity
- (4) C Corporation (8) LLC

C Is this partner a foreign partner? ● Yes No

D Enter partner's percentage (without regard to special allocations) of:

(i) Before decrease or termination (ii) End of year

Profit sharing % ● 10.0000 %
 Loss sharing % ● 10.0000 %
 Ownership of capital % ● 10.0000 %

E Partner's share of liabilities:

Nonrecourse ● \$ _____
 Qualified nonrecourse financing ● \$ 500,592.
 Other ● \$ _____

F Reportable transaction or tax shelter registration number(s)..... _____

G (1) Check here if this is a publicly traded partnership as defined in IRC Section 469(k)(2).....

(2) Check here if this is an investment partnership (R&TC Sections 17955 and 23040.1).....

H Check here if this is: ●

(1) A final Schedule K-1 (565) (2) An amended Schedule K-1 (565)

I Is this partner a resident of California?..... Yes ● No

J Analysis of partner's capital account: Check the box ●

- (1) Tax Basis (2) GAAP (3) Section 704(b) Book (4) Other (explain)

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of line 3, line 4, and line 7, Form 565, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year, combine column (a) through column (d)
● 125,087.	●	● -16,777.	● (2,073.)	● 106,237.

Caution: Refer to Partner's Instructions for Schedule K-1 (565) before entering information from this schedule on your California return.

	(a) Distributive share items	(b) Amounts from federal Schedule K-1 (1065)	(c) California adjustments	(d) Total amounts using California law. Combine column (b) and column (c)	(e) California source amounts and credits
Income (Loss)	1 Ordinary income (loss) from trade or business activities.....	-33,184.	1,138.	● -32,046.	▶
	2 Net income (loss) from rental real estate activities..... PG. 4	-2,124.		● -2,124.	▶
	3 Net income (loss) from other rental activities.....			●	▶
	4 Guaranteed payments to partners.....			●	▶
	5 Interest income.....			●	▶
	6 Dividends.....			●	▶
	7 Royalties.....			●	▶
	8 Net short-term capital gain (loss).....			●	▶
	9 Net long-term capital gain (loss).....			●	▶
	10a Total Gain under IRC Section 1231 (other than due to casualty or theft).....	18,566.		● 18,566.	▶
	b Total Loss under IRC Section 1231 (other than due to casualty or theft).....			●	▶
11a Other portfolio income (loss). Attach schedule.....			●	▶	
b Total other income. Attach schedule.....			●	▶	
c Total other loss. Attach schedule.....			●	▶	

PARTNER 3

HENRY J. TOSTA, JR. FAMILY, L.P.

	(a) Distributive share items	(b) Amounts from federal Schedule K-1 (1065)	(c) California adjustments	(d) Total amounts using California law. Combine column (b) and column (c)	(e) California source amounts and credits
Deductions	12 Expense deduction for recovery property (IRC Section 179 and R&TC Sections 17267.2, 17267.6 and 17268)				
	13a Charitable contributions P.G. 4	35.		35.	
	b Investment interest expense				
	c 1 Total expenditures to which an IRC Section 59(e) election may apply				
	2 Type of expenditures				
	d Deductions related to portfolio income				
Credits	e Other deductions. Attach schedule				
	15a Total withholding (equals amount on Form 592-B if calendar year partnership)				
	b Low-income housing credit				
	c Credits other than line 15b related to rental real estate activities				
	d Credits related to other rental activities				
	e Nonconsenting nonresident partner's tax paid by partnership				
	f Other credits-Attach required schedules or statements				
g New jobs credit					
Alternative Minimum Tax (AMT) Items	17a Depreciation adjustment on property placed in service after 1986	236.	125.	361.	
	b Adjusted gain or loss				
	c Depletion (other than oil & gas)				
	d Gross income from oil, gas, and geothermal properties				
	e Deductions allocable to oil, gas, and geothermal properties				
	f Other alternative minimum tax items				
Tax-Exempt Income and Non-deductible Expenses	18a Tax-exempt interest income				
	b Other tax-exempt income				
	c Nondeductible expenses		80.	80.	
Distributions	19a Distributions of money (cash and marketable securities)	2,073.		2,073.	
	b Distributions of property other than money				
Other Information	20a Investment income				
	b Investment expenses				
	c Other information. See instructions	SEE ATTACHED		SEE ATTACHED	

Other Partner Information

Table 1 – Partner's share of nonbusiness income from intangibles (source of income is dependent on residence or commercial domicile of the partners):

Interest	\$ _____	Section 1231 Gains/Losses	\$ _____	Capital Gains/Losses	\$ _____
Dividends	\$ _____	Royalties	\$ _____	Other	\$ _____

FOR USE BY APPORTIONING UNITARY PARTNERS ONLY – See instructions.

Table 2 – Partner's share of distributive items.

- A** Partner's share of the partnership's business income. See instructions. \$ _____
- B** Partner's share of nonbusiness income from real and tangible personal property sourced or allocable to California.
- | | | | |
|---------------------------|----------|-----------------|----------|
| Capital Gains/Losses | \$ _____ | Rents/Royalties | \$ _____ |
| Section 1231 Gains/Losses | \$ _____ | Other | \$ _____ |

C Partner's distributive share of the partnership's property, payroll, and sales:

Factors	Total within and outside California	Total within California
Property: Beginning	\$ _____	\$ _____
Ending	\$ _____	\$ _____
Annual rent expense	\$ _____	\$ _____
Payroll	\$ _____	\$ _____
Sales	\$ _____	\$ _____

Table 3 – Partner's share of cost of goods sold, deductions, and rental income.

Enter only amounts used to determine income (loss) derived from and attributable to California sources. All amounts entered on this table are first multiplied by the appropriate Item D (ii) end of year partner's profit and loss sharing percentage on Side 1. See the partnership Schedule K-1 instructions for information on how to obtain the amounts below.

- 1 Schedule K, Line 1, column (d), Ordinary income (loss) from trade or business activities:
 - a Enter as a positive amount the cost of goods sold used to to determine the amount on Schedule K, Line 1, column (d), plus the total amounts on line 1a of Table 3 from all Schedule K-1s (565) this partnership received. . . _____
 - b Enter as a positive amount the total deductions used to determine the amount on Schedule K, Line 1, column (d), plus the total amounts on line 1b of Table 3 from all Schedule K-1s (565) this partnership received. _____
- 2 Enter the total gross rents from line 18a of federal Form 8825 as adjusted for California law differences, plus the total amounts on line 2 of Table 3 from all Schedule K-1s (565) this partnership received. _____
- 3 Enter the gross income (loss) from other rental activities from Schedule K, Line 3a, column (d), plus the total amounts on line 3 of Table 3 from all Schedule K-1s (565) this partnership received. _____

CAPA6012L 12/06/11

PARTNER 3: HENRY J. TOSTA, JR IRREVOCABLE

**LINE 2, COLUMN (D)
RENTAL REAL ESTATE ACTIVITIES**

PROPERTY ADDRESS	GROSS INCOME	NET EXPENSES	NET INCOME	PASSIVE NONPASS	SEC. 1231 TOTAL
RIDGECREST DR. MANTECA, CA 95337	\$ 1,552.	995.	\$ 557.	PASSIVE	
SAMOA LANE LATHROP, CA 95330	1,338.	2,801.	-1,463.	PASSIVE	
CANAL BLVD. TRACY, CA 95376	1,769.	2,987.	-1,218.	PASSIVE	
		TOTAL	\$ <u>-2,124.</u>		

**LINE 13A, COLUMN (D)
CHARITABLE CONTRIBUTIONS**

CASH CONTRIBUTIONS - 50% LIMITATION.....	\$ 35.
TOTAL	\$ <u>35.</u>

**BOX 20
OTHER INFORMATION**

*** DESCRIPTIVE INFORMATION**

Y DOMESTIC PRODUCTION ACTIVITIES DEDUCTION.....	\$ 5,305.
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**LINE 20C - COLUMN D
OTHER INFORMATION**

PROPORTIONATE INT. OF AGGREGATE GROSS RECEIPTS.....	\$ 386,553.
TOTAL	\$ <u>386,553.</u>