

**Illustrative Example for a Calendar-Year Tax Payer<sup>1</sup>**

Tax Items	2013	2014	2015	2016	2017	2018	2019	2020
<b>NOLs</b>								
NOLs generated in 2018						Loss Incurred		
NOLs generated in 2019							Loss Incurred	
NOLs generated in 2020								Loss Incurred

\*Note that for purposes of carrying back or forward NOLs, a short tax-year is generally counted as a full year.

**Carryback**

- **NOLs generated in 2018\***: File Form 1045 or Form 1139 by June 30, 2020 (otherwise amended return will have to be filed)
- **NOLs generated in 2019**: File Form 1045 or Form 1139 by Dec. 31, 2020

\*Special rule for NOLs arising a tax year straddles Dec. 31, 2017.<sup>2</sup>

**Election to Waive Carryback**

- **NOLs generated in 2018 and 2019**: An election can be made with the tax return for the first taxable year ending after March 27, 2020.

<sup>1</sup> For ease of illustration, the special rules related to section 965 are not included. Please refer to the context.

<sup>2</sup> For taxpayers with tax years beginning in 2017 and ending 2018 (fiscal year 2018 taxpayers), NOL carryback applications on Form 1139 or Form 1045 must be filed by July 27, 2020 including elections to waive the carryback period or to revoke a previously made election to waive the carryback period.