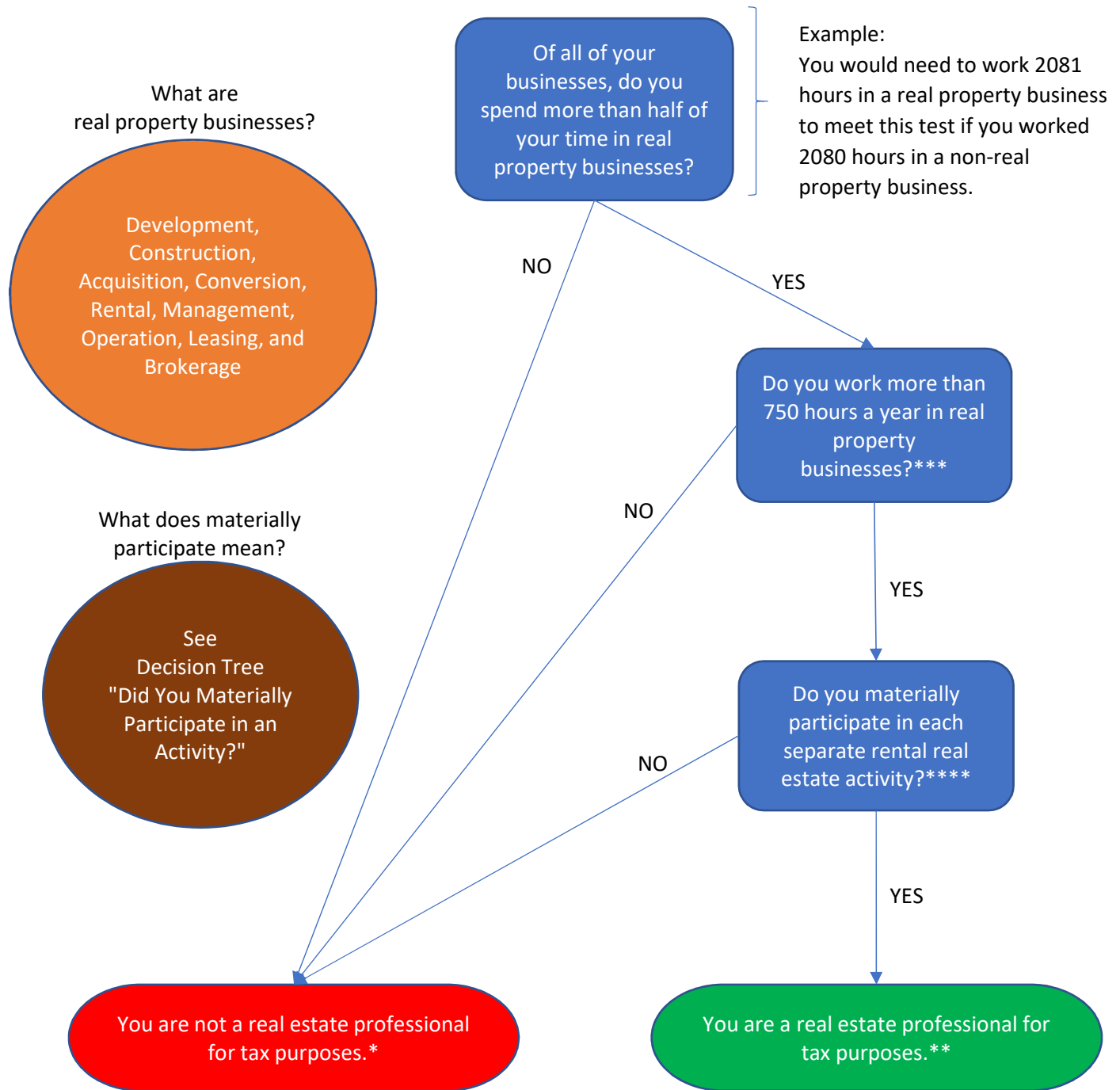


# DECISION TREE

## AM I A REAL ESTATE PROFESSIONAL?



- \* Rental activities are treated as passive activities.
- \*\* Rental activities may be treated as nonpassive activities.
- \*\*\* Services performed as an employee do not count unless the employee owns at least 5% of the company.
- \*\*\*\* All rental activity is treated as a separate activity unless a special Real Estate Professional election is made to treat all interests in rental real estate as a single activity.