



FAIR MARKET VALUATION

Instructions

☎ (888) 205 - 6036 📠 (505) 212 - 0494 ✉ operations@horizontrust.com

📍 Horizon Trust Correspondence, PO BOX 27068, Newark NJ 07101

If you agree with the value of your assets provided on your year-end statement, you do not need to provide a Fair Market Valuation Form. You should not interpret our reporting of your investment's FMV as a guarantee of liquidity or as an opinion of the accuracy of the valuation.

Account owners must generally work with their investment provider or contract with a qualified, independent, third-party to complete this valuation.

WHY DO I NEED A FAIR MARKET VALUATION?

The IRS requires Horizon Trust to report the Fair Market Value ("FMV") of your account each year - However, it is your responsibility as the account owner to ensure accuracy of your account's FMV. We reserve the right to reject FMV Form submissions if no supporting documentation is provided or if the valuation provided is not accurate and/or adequate. Additionally, the valuation cannot be performed by a disqualified person.

WHEN SHOULD I UPDATE MY FAIR MARKET VALUE?

A FMV Form is used to document the value of an asset. As Custodian, we require that a FMV Form be submitted to update the value of your asset(s) each year to ensure proper tax reporting, since alternative asset values are not available through a public trading exchange. If a FMV Form has not been submitted, we will use the value we have on file as of December 31ST to report to the IRS on Form 5498.



Every year
to ensure proper
tax reporting.



When distributing a
large portion of your
account assets.



When converting
or recharacterizing
your assets.



When transferring
account assets to
a beneficiary.



When there is a
significant change
in asset value.

WHO ARE CONSIDERED QUALIFIED, INDEPENDENT, THIRD-PARTY VALUATORS?

These persons may be certified appraisers, licensed real estate professionals (brokers/realtors), or other qualified individuals (such as a CPAs). This individual should be at "arm's length" to both you and the investment and must sign the FMV Form. The valuation must be specific to the asset.

HAVE QUESTIONS? CONTACT US TODAY.

📍 ADDRESS

Horizon Trust Correspondence
PO BOX 27068
Newark NJ 07101

✉ EMAIL

operations@horizontrust.com

🌐 WEBSITE

www.horizontrust.com

☎ PHONE

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📠 FAX

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Supporting Document Examples

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ASSET TYPE	DOCUMENTATION NEEDED
IRA LLCs Single Member LLCs	The FMV of a Single Member LLC can be calculated by adding the value of all the assets owned by the LLC, reduced by any liabilities. Suggested supporting documents include, but are not limited to: bank statements, real estate appraisals, brokerage account statements, etc. Supporting documentation should include exhibits that demonstrate the value of every individual asset held by the LLC.
Limited Liability Companies Corporations Partnerships	These types of investments are typically determined by the tax reporting provided by the corporation, partnership, or LLC.
Promissory Notes Loans	The FMV of a promissory note or loan is usually equal to the outstanding balance of the loan plus any interest owed to date. Suggested supporting documents include, but are not limited to: Loan Servicing Statement, Amortization Schedule, etc. An updated amortization schedule may be required, if applicable.
Real Estate	The FMV of real estate is commonly determined by a comparative market analysis or broker price opinion. If a mortgage or loan is held on the property, please provide the most recent statement to update the value of the mortgage or loan. Please note: a formal appraisal is only required in the case of a taxable event.
Brokerage Accounts	Brokerage accounts may be valued by providing a year end statement. No third-party signature is required.
Precious Metals	We must receive the December 31st value(s) of the metal(s) held in your account. Supporting documentation examples include a statement or list of holdings with the spot price from the depository where the metals are stored. No third-party signature is required.
Cash Assets	You do not need to submit a Fair Market Valuation form or an independent third-party valuation for cash assets held in your Horizon Trust Account.
Assets In Default <i>(Zero Value)</i>	In order to remove an asset from your retirement account, the Internal Revenue Code (IRC) requires that there be specific types of documentation provided. The following are some examples: Tax Form 1099-C (Cancellation of Debt), Deed in Lieu of Foreclosure, a copy of the recorded Trustee's Deed, or recorded Tax Deed.



FAIR MARKET VALUATION Worksheet

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PART 1. ACCOUNT OWNER INFORMATION

First Name:	M.I.:	Last Name:	Account #:
Last 4 SSN Digits:	Date of Birth: (MM/DD/YYYY)	Email Address:	

PART 2. ASSET VALUATION INFORMATION

Asset Information *(To be completed by your Valuation Agent.)*

Asset Name:	Asset ID Reference:	Asset Description:
Current Fair Market Value / Good Faith Estimate:	Date of Fair Market Value / Good Faith Estimate:	

Valuation Agent's Information *(To be completed by your Valuation Agent.)*

Valuation Agent Name:	Valuation Agent Title:	Phone:
Firm Name:	Email:	
Address:	City:	State: Zip:

I certify that I am qualified to give an independent valuation for the asset shown above, and that the value I have provided above is in full compliance with the IRS Revenue Ruling 59-60. I understand that the valuation I have provided will be used by Horizon Trust Company for reporting to the IRS. I further certify that the information I have provided is true and accurate to the best of my knowledge.

Signature of Valuation Agent:	Valuation Agent Name: <i>(Print or Type)</i>	Date: <i>(MM/DD/YYYY)</i>

PART 3. ACCOUNT OWNER AUTHORIZATION

I certify that I am the owner of the above referenced account and that, in that capacity, I have retained the services of the individual listed in Part 2 above to prepare, present, and attest to the value of the asset described in Part 2. I further certify that the information contained herein is true and accurate to the best of my knowledge.

Signature of Account Owner:	Account Owner Name: <i>(Print or Type)</i>	Date: <i>(MM/DD/YYYY)</i>